Whitfield County Georgia



Comprehensive Annual Financial Report

For The Year Ended December 31, 2011

WHITFIELD COUNTY, GEORGIA

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

FOR THE

YEAR ENDED DECEMBER 31, 2011

W. Michael Babb
Chairman

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INTRODUCTORY SECTION

Whitfield County

Board Of Commissioners

Board Members

Mike Babb, Chairman
Harold Brooker
Greg Jones
Gordon Morehouse
Robby Staten

June 8, 2012

The Honorable W. Michael Babb, Chairman
Honorable Commissioners Harold Brooker, Greg Jones, Gordon Morehouse and Robby Staten
And Citizens of Whitfield County, Georgia

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year, unless an extension has been approved, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Whitfield County for the fiscal year ended December 31, 2011.

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

The Whitfield County financial statements have been audited by Chrysan Thomas, C.P.A., PC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Whitfield County for the fiscal year ended December 31, 2011 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Whitfield County financial statements for the fiscal year ended December 31, 2011 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Whitfield County MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Whitfield County is located in the northwest portion of Georgia. It is considered to be the economic hub of the region. Whitfield County occupies a land area of 290 square miles and serves a population of 103,184. Whitfield County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Whitfield County has been operating under a Board-administrator form of government since 1971. Policy-making and legislative authority are vested in the Board of Commissioners consisting of a Chairman elected at-large and four commissioners from four separate districts also elected at-large on a partisan basis. The Chairman and Commissioners serve four-year staggered terms. The Board of Commissioners are responsible for passing ordinances, adopting the budget, appointing committees, and hiring the government's manager, attorney and auditors in addition to other duties. The County Administrator is responsible for carrying out the policies and ordinances of the Board of Commissioners, for overseeing the day-to-day operations of the government, and for hiring/firing the heads of various departments under the Board of Commissioners.

Whitfield County Government provides a full range of services, including police protection via the Sheriff's Department, maintenance of roads and other infrastructures, inspections and enforcement, court services, jail, information technology services, 911, fire protection, animal control, parks and recreation, emergency management, planning and zoning, storm water management, and transit revises among others.

The annual budget serves as the foundation for Whitfield County's financial planning and control. All departments of the Whitfield County Government are required to submit requests for appropriation to the County Administrator who, in turn, submits a recommended budget for the Board of Commissioners to review by the second Monday in November. The Board of Commissioners may then hold a budget hearing. After holding a public hearing on the proposed budget, the final budget must be adopted no later than December 31st. The appropriated budget is prepared by fund and department. Department heads may make transfers of appropriations within a department with the exception of salaries and benefits. Transfers of appropriations from salaries and benefits, or between departments, however, require the special approval of the Board of Commissioners. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

Factors Affecting Financial Conditions

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Whitfield County operates.

Local Economy. The impact of the economic downturn has continued to affect Whitfield County and the recovery has been very sluggish. Because most of the County relies on the carpet industry, which has continued to suffer, the County has seen some of the highest unemployment rates in both Georgia and nationwide; however, unemployment dipped slightly from 12.4% at the end of 2010 to 11.8% at the end of 2011. Revised information available shows unemployment at 10.9% for April 2012.

To aid in the economic development of the County, the County has purchased land and constructed or began construction of two industrial parks. The first, built in 2009, became the home of IVC US, Inc. IVC began production of vinyl floorcovering in 2011 resulting in an estimated 450 jobs. The second park was purchased in 2010 in the Carbondale area and was named the Carbondale Business Park. Construction of Phase I of the road was started this year and will be completed in 2012. Carbondale is a much larger site and will bring in an estimated 2,000 jobs to the County along with $100 million in capital investment.

The anchor tenant for the Carbondale Business Park has already completed their build-out and is operational. The County also received a grant for a portion of the roadway within the business park. All due diligence has been completed for the site and the County continues to receive prospects on a regular basis. Additionally, the Park has I-75 frontage.

The County also entered into a public-private project with Engineered Floors located on Enterprise Dr. The company is projected to initially employee approximately 200 people in Phase I with more phases to follow. The County received a grant from the US Department of Commerce for the extension of Enterprise Dr. north to the road parallel to the South Dalton Bypass. The grant also includes other improvements such as signalization at the intersection to the bypass.

Both public and private schools in Whitfield County are major contributors to the local economy in the form of employment opportunities and capital investments being made in new and expanded school facilities.

Whitfield County has an employed labor force of over 38,000. The per capita income of those living in Whitfield County has dropped to $28,588, based on the latest available data.

Long-Term Financial Planning. Whitfield County voters passed a $48,000,000 special purpose local option sales tax (SPLOST) in 2008 to finance roads, streets, and bridges capital outlay projects for the use and benefit of the County and qualified municipalities within the County. These projects are on-going with the County now in having completed the final year of the 3 year SPLOST collections with work that will continue into 2012.

Cash Management. The County effectively utilized several investment vehicles during the report year. All funds, except those immediately required to cover checks, were invested in interest bearing checking and savings accounts, the State of Georgia Local Government Investment Pool (LGIP), and the Georgia Extended Asset Pool (GEAP).

Risk Management. The County maintains a self-insured health insurance program. Funds are budgeted to pay claims, claims reserve, excess insurance coverage and administrative costs of the self-insured health insurance program. The County has joined together with other governments in Georgia as part of the Association County Commissioners of Georgia (ACCG) Inter-local Risk Management Agency (IRMA) property and liability insurance fund and the ACCG Group Self-Insurance Worker's Compensation Fund.

Other Information

Independent Audit. Georgia Code requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the County by independent certified public accountants selected by the County Board of Commissioners. This requirement has been met and the auditor's unqualified opinion has been included in this report.

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the fiscal year ended December 31, 2010. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments.

The preparation of this comprehensive annual financial report could not have been accomplished without the dedication and contributions of the entire Finance Department Staff, the Auditors of the County, and the cooperation of the various elected officials and appointed management.

In closing, we also wish to acknowledge the valuable contribution of the Board of Commissioners. Without their guidance and leadership, preparation of this report would not have been possible.

Respectfully Submitted,



Mark Gibson
County Administrator

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Whitfield County Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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



Linda C. Davidson

President

Jeffrey R. Esser

Executive Director

WHITFIELD COUNTY, GEORGIA
GENERAL GOVERNMENT OFFICIALS
December 31, 2011

LEGISLATIVE

BOARD OF COMMISSIONERS

W. Michael Babb, Chairman

Gordon Morehouse, District 1
Harold Brooker, District 2
Robby Staten, District 3
Greg L. Jones, District 4

EXECUTIVE

Mark Gibson	County Administrator
Samantha Bearden	County Clerk

DEPARTMENT HEADS

Ron Hale	Finance
Jackie Carlo	Human Resources
Dwayne Hunt	Public Works
Gary Brown	Buildings and Grounds
Carl Collins	Fire Department/E-911
Claude Craig	Emergency Management
Brian Chastain	Parks and Recreation
Don Allen Garrett	Animal Control
Gregory L. Williams	Inspections and Enforcement
Rick Lovelady	Information Technology
Kent Benson	County Engineer
Kevin Herrit	County Planner
Trammell Suddeth	Chief Assessor
Kay Staten	Elections Supervisor
Connie Blaylock	Juvenile Court Judge

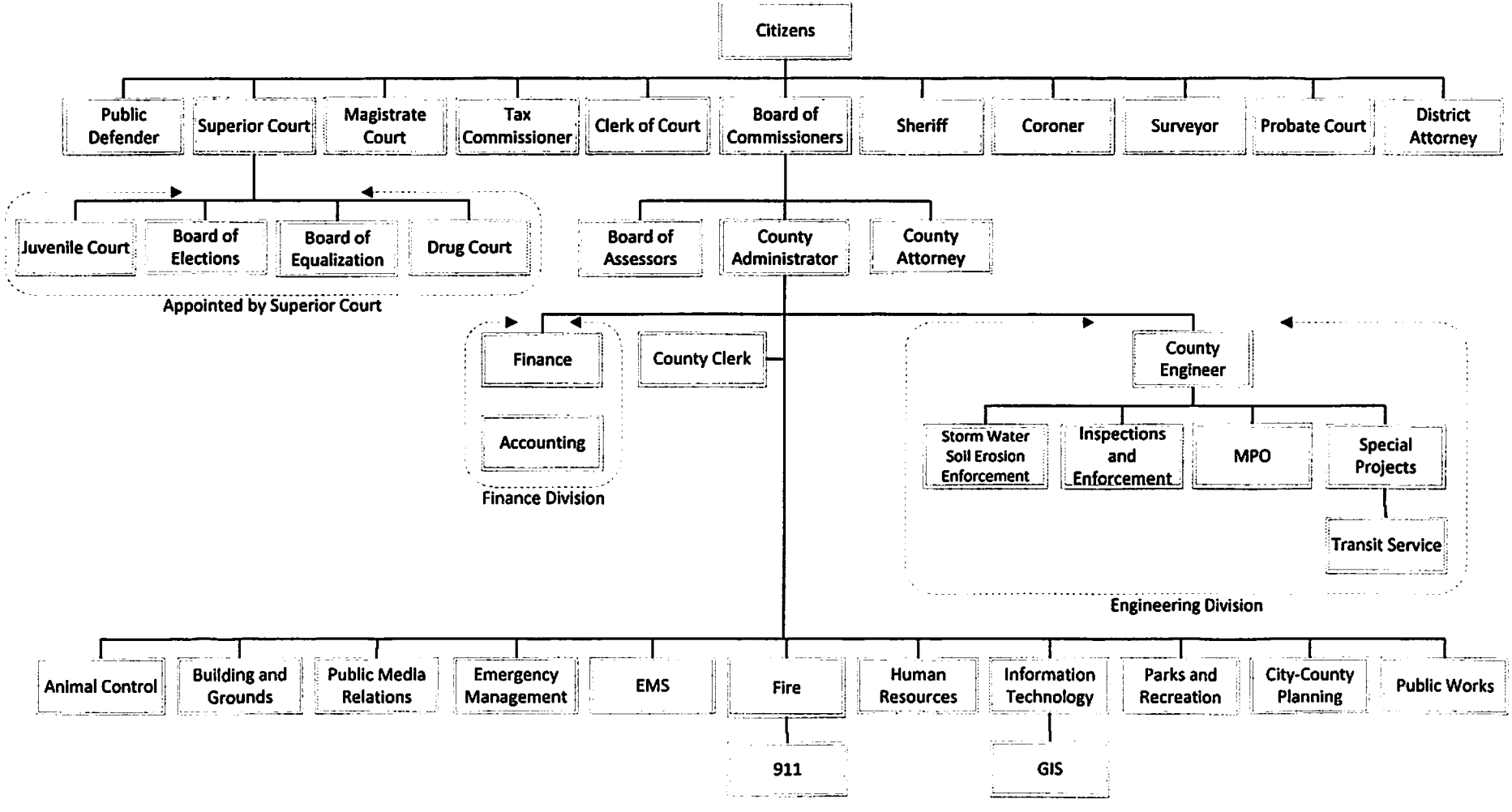
CONSTITUTIONAL OFFICERS

Scott Chitwood	Sheriff
Melica Kendrick	Clerk of Court
Sheri Blevins	Probate Court Judge
Danny W. Sane	Tax Commissioner

OTHER ELECTED OFFICIALS

Haynes Townsend	Chief Magistrate Court Judge
Christopher Griffin	Magistrate Court Judge
Sidney D. Baxter	Magistrate Court Judge
Kaye Cope	Magistrate Court Judge
Bobbie Jean Dixon	Coroner
Kermit McManus	District Attorney
Joseph R. Evans	Surveyor

Whitfield County Government
Organizational Chart



FINANCIAL SECTION

CHRYSAN THOMAS
Certified Public Accountant
Professional Corporation
Member
American Institute of
Certified Public Accountants
Trion, Georgia

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Whitfield County, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Whitfield County, Georgia, as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Whitfield County, Georgia's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the component unit, Whitfield County Department of Public Health. Those financial statements as of June 30, 2011 were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Whitfield County Department of Public Health, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Whitfield County, Georgia as of December 31, 2011, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 5, 2012 on our consideration of Whitfield County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, 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* and important for assessing the results of our audit.

P.O. Box 1066 Trion, Georgia 30753 (706)734-4377 chrysan@chrysanthomascpa.com

The Management's Discussion and Analysis (pages 10 through 22), and Analysis of Funding Progress (page 68) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Whitfield County, Georgia's basic financial statements. The introductory section, combining and individual non-major fund financial statements and budgetary comparison schedules, the Schedule of Expenditures for Construction Projects Funded by Special Purpose Local Option Sales and Use Tax, and statistical tables are presented for purposes of additional analysis and are 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 U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Whitfield County, Georgia, The combining and individual non-major fund financial statements and budgetary comparison schedules, the Schedule of Expenditures of Federal Awards, and the Schedule of Expenditures for Construction Projects Funded by Special Purpose Local Option Sales and Use Tax have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Chrysan Thomas
CHRYSAN THOMAS
Certified Public Accountant

Dalton, Georgia
June 5, 2012

MANAGEMENT DISCUSSION AND ANALYSIS

WHITFIELD COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended December 31, 2011

Within this section of the Whitfield County, Georgia (The County) Comprehensive Annual Financial Report (CAFR), the County's management provides narrative discussion and analysis of the financial activities of the County for the year ended December 31, 2011. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section. Additional information is available in the transmittal letter which precedes Management's Discussion and Analysis. The discussion focuses on the County's primary government and, unless otherwise noted, component units reported separately from the primary government are not included.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities by $359.9 million (net assets) for the calendar year reported. This represents a decrease of $24.4 million from the prior year.

- Total net assets are comprised of the following:

  (1) Capital assets, net of related debt of $298.2 million includes property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
  (2) Net assets of $41.6 million are restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
  (3) Unrestricted net assets of $20 million represent the portion available to maintain the County's continuing obligations to citizens and creditors.

- The County's governmental funds reported a total ending fund balance of $56.5 million this year. The fund balance decreased by $7.4 million from the prior year fund balance of $63.9 million.

- General fund's unassigned fund balance at the end of the calendar year was $14.5 million, or 38.8% of total general fund expenditures.

- Business-type activities enterprise funds reported total ending net assets of $16.2 million as of December 31, 2011. This reflects a decrease of $556,286 from the prior year.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENT

This discussion and analysis is intended to serve as an introduction to Whitfield County's basic financial statements. The County's basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The County also includes in this report additional information to supplement the basic financial statements. Comparative data is presented when available.

Government-wide Financial Statements (Reporting the County as a Whole)

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The County's government-wide financial statements include the State of Net Assets and the State of Activities. The statement of net assets is the government-wide statement of position presenting information that includes all of the County's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

The Statement of Activities reports the revenues and expenses of the County. This statement is prepared using the accrual basis of accounting where revenues are recognized when earned and expenses are recognized when incurred. All current year revenues and expenses are included regardless of when cash is received or paid. The difference is described as the change in net assets. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Whitfield County divides the Statement of Net Assets and the Statement of Activities into three types of activities:

(1) **Governmental Activities** – The activities reported in this category are the County's basic services such as general administration, judicial, public safety, public works, health and welfare, housing and development and culture and recreation. These activities are principally supported by taxes and intergovernmental transfers.
(2) **Business-type Activities** – The activities reported in this category include the Whitfield Transit System. The County receives capital and operating grants which covers all or a significant portion of costs for the services provided. Also included are the net costs of the Northwest Georgia Trade and Convention Center Authority and the Dalton-Whitfield Regional Solid Waste Management Authority, which are joint ventures with the City of Dalton.
(3) **Discretely Presented Component Unit** – Component units are legally separate organizations for which the elected officials of the County are financially accountable. The Whitfield County Health Department is presented as a component unit for Whitfield County.

The government-wide financial statements are presented on pages 24 through 25 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The County uses funds to track specific resources and expenditures, either for management purposes or because of legal mandates. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The County's funds are divided into three categories:

- ***Governmental Funds*** – These funds account for basically the same functions reported as governmental activities in the government-wide financial statements. However, fund financial statements are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The focus is on the short-term view of the County's general government operations and the services provided. These statements are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

  Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

  The basic governmental fund financial statements are presented on pages 26 through 29 of this report.

  Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

- ***Proprietary Funds*** – These funds are reported in the fund financial statements and generally report services for which the County charges customers a fee. The County proprietary funds are classified as enterprise funds and internal service funds. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the County organization for the 5311 Public Transportation System. Services provided by the two joint ventures to customers include landfill services and a public trade and convention center. Internal service funds are an accounting device used to account for services provided and billed on an internal basis. The County utilizes an internal service fund for workers compensation. The internal service fund is reported as governmental activities on the government-wide statement.

- ***Fiduciary Funds*** – These funds are used to account for assets held by the County in a fiduciary capacity. The County's fiduciary agency funds include the Clerk of Court, Probate Court, Magistrate Court, Sheriff, Juvenile Court and Tax Commissioner. The funds are collected by the County on the behalf of individuals and other governmental entities.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 40 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's budget presentations. Budgetary comparison statements are included as "required supplementary information" for the general fund. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. Budgetary comparison information is also provided for the Whitfield Transit System which is a non-major enterprise fund. These statements and schedules demonstrate compliance with the County's adopted and final revised budget. Required supplementary information can be found on page 68 of this report.

As discussed, the County reports major funds in the basic financial statements. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 69.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Net assets may serve over time as a useful indicator of a government's financial position as information is accumulated on a consistent basis. The County's net assets at December 31, 2011 are $359.9 million. The following table provides a summary of the County's net assets.

WHITFIELD COUNTY, GEORGIA
STATEMENT OF NET ASSETS

	Governmental Activities		Business Activities		Total	
	2011	2010	2011	2010	2011	2010
Assets:						
Current assets	$ 63,440,303	$ 70,747,661	$ 27,546	$ 58,958	$ 63,467,849	$ 70,806,619
Other assets	4,416,558	4,059,508	16,010,052	16,508,415	20,426,610	20,567,923
Capital assets	312,125,493	325,671,809	175,049	683,579	312,300,542	326,355,388
Total assets	379,982,354	400,478,978	16,212,647	17,250,952	396,195,001	417,729,930
Liabilities:						
Current liabilities	6,162,760	5,294,453	18,462	500,481	6,181,222	5,794,934
Non-current liabilities	30,136,292	27,683,652	-	-	30,136,292	27,683,652
Total liabilities	36,299,052	32,978,105	18,462	500,481	36,317,514	33,478,586
Net assets:						
Invested in capital assets	298,068,417	314,908,444	175,051	195,913	298,243,468	315,104,357
Restricted	41,623,716	49,906,086	-	-	41,623,716	49,906,086
Unrestricted	3,991,169	2,686,344	16,019,134	16,554,558	20,010,303	19,240,902
Total net assets	$ 343,683,302	$ 367,500,874	$ 16,194,185	$ 16,750,471	$ 359,877,487	$ 384,251,345

As a whole, the County's net assets decreased $24.4 million during 2011. The governmental activities net assets decreased $23.8 million while the business-type activities net assets only decreased $556,286. The decrease in governmental activities of 6.5% is attributable to the expiration of SPLOST revenues, continuation of SPLOST projects, and depreciation expense. Business-type activities decreased 3.3% due to a loss of the Dalton-Whitfield Solid Waste Management Authority and the Northwest Georgia Trade and Convention Center. Total spent for buildings, land and infrastructure totaled $9.9 million.

Net assets invested in capital assets, net of related debt is the largest of net assets at $298.2 million (82.8%) and reflects the County's investments in capital assets net of any debt associated with those assets. Capital assets include buildings, vehicles, equipment and fixtures and infrastructure. Restricted assets total $41.6 million (11.6%) of total net assets and represent the portion of net assets that are restricted for use by externally imposed constraints or constraints imposed by law in regards to use.

The unrestricted portion of the County's net assets totals $20 million (5.6%). Unrestricted net assets are the portion of net assets that is available for spending.

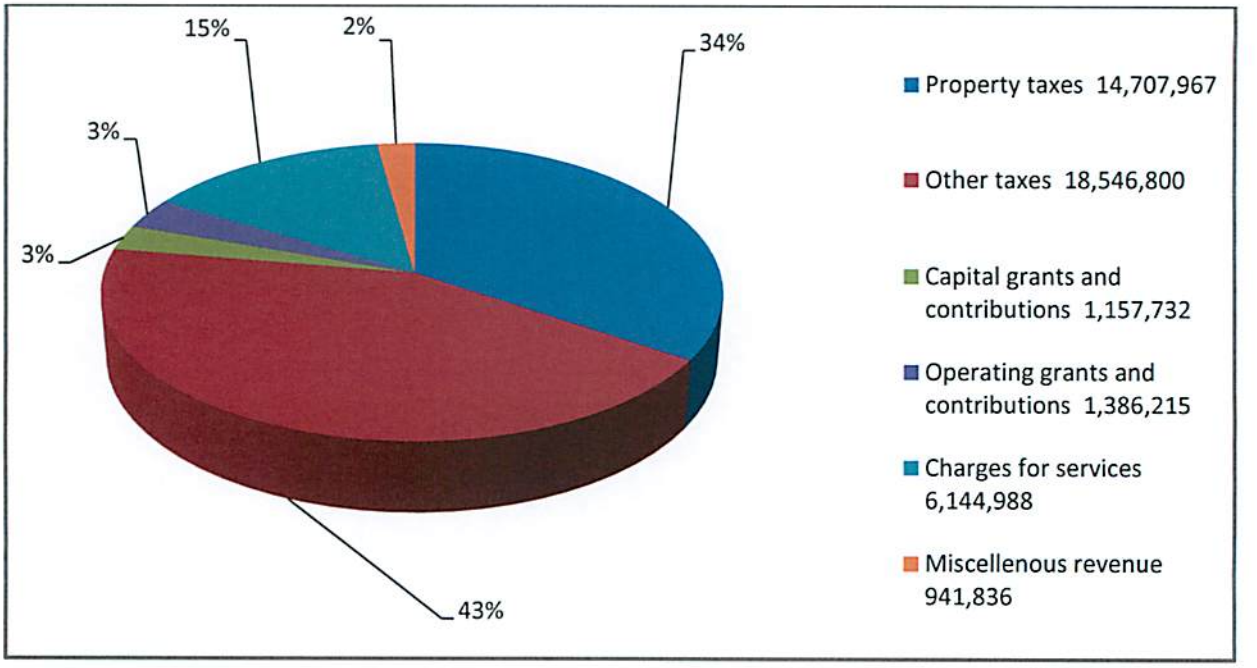
The following table provides a summary of the County's changes in net assets:

	Governmental Activities		Business Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program:						
Charges for services	$ 6,144,988	$ 6,285,048	$ 247,812	$ 277,987	$ 6,392,800	$ 6,563,035
Operating grants	1,386,215	2,916,647	280,751	226,208	1,666,966	3,142,855
Capital grants	1,157,732	1,394,657	125,265	43,498	1,282,997	1,438,155
General:						
Property taxes	14,707,967	14,946,978	-	-	14,707,967	14,946,978
Sales taxes	14,710,223	31,150,595	-	-	14,710,223	31,150,595
Insurance premium taxes	2,769,341	2,492,460	-	-	2,769,341	2,492,460
Alcoholic beverage taxes	381,470	404,704	-	-	381,470	404,704
Hotel/Motel taxes	215,275	200,674	-	-	215,275	200,674
Miscellaneous taxes	470,491	464,033	-	-	470,491	464,033
Miscellaneous	908,525	826,862	-	-	908,525	826,862
Investment earnings	33,311	57,895	-	-	33,311	57,895
Total revenues	42,885,538	61,140,553	653,828	547,693	43,539,366	61,688,246
Program Expenses:						
General government	7,510,940	9,037,213	-	-	7,510,940	9,037,213
Judicial	5,576,945	6,606,481	-	-	5,576,945	6,606,481
Public safety	18,841,608	21,619,839	-	-	18,841,608	21,619,839
Public works	26,920,990	29,446,224	-	-	26,920,990	29,446,224
Health and welfare	767,338	1,482,510	-	-	767,338	1,482,510
Culture and recreation	1,098,824	1,418,981	-	-	1,098,824	1,418,981
Housing and development	4,786,369	2,887,052	-	-	4,786,369	2,887,052
Interest on long-term debt	677,121	299,174	-	-	677,121	299,174
Northwest Georgia Trade and Convention Center	-	-	756,092	588,783	756,092	588,783
Other programs	-	-	976,997	2,239,153	976,997	2,239,153
Total expenses	66,180,135	72,797,474	1,733,089	2,827,936	67,913,224	75,625,410
Excess	(23,294,597)	(11,656,921)	(1,079,261)	(2,280,243)	(24,373,858)	(13,937,164)
Transfers	(522,975)	(677,601)	522,975	677,601	-	-
Increase (decrease) in net assets	(23,817,572)	(12,334,522)	(556,286)	(1,602,642)	(24,373,858)	(13,937,164)
Net assets - beginning of year-restated	367,500,874	379,835,396	16,750,471	18,353,113	384,251,345	398,188,509
Net assets - end of year	$ 343,683,302	$ 367,500,874	$ 16,194,185	$ 16,750,471	$ 359,877,487	$ 384,251,345

Governmental Activities

The following chart depicts revenues of the governmental activities for the year ended December 31, 2011:

Revenues by Source – Governmental Activities



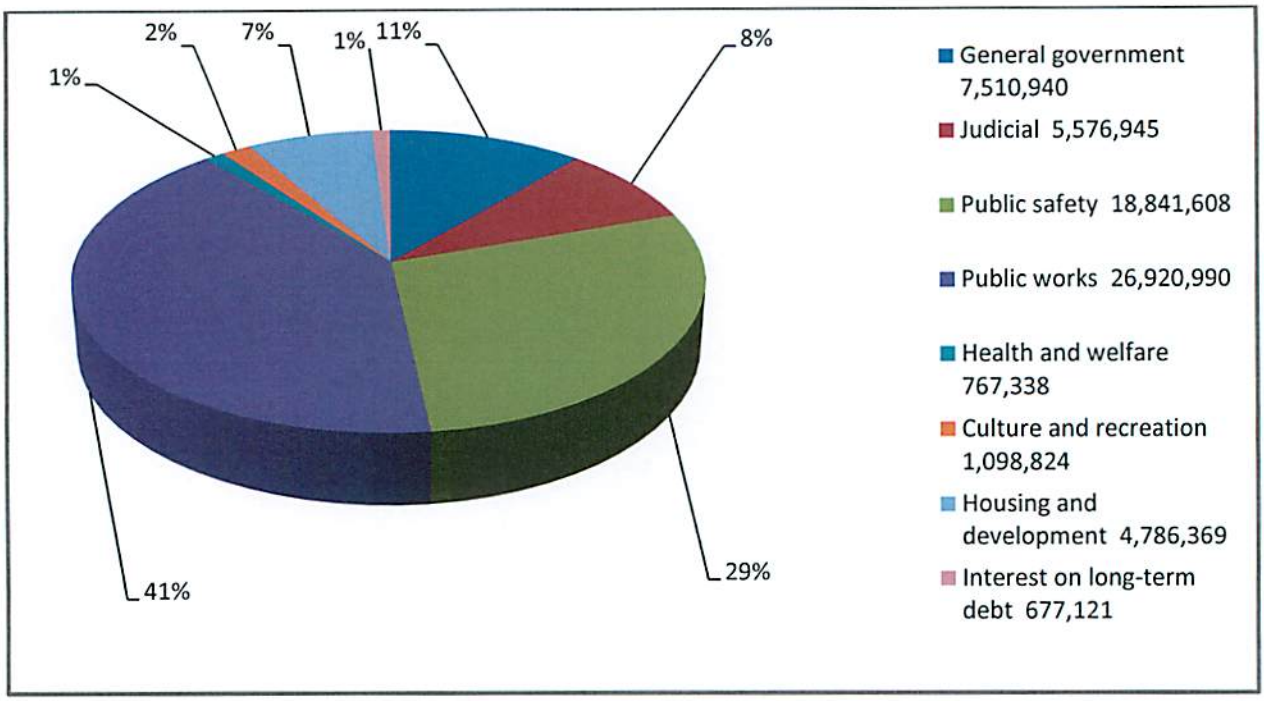
As indicated by the revenue chart, other taxes were the largest source for governmental activities which include sales tax, insurance premium tax, hotel motel tax and alcohol beverage tax. Sales taxes for the current year were $14,710,223, only slightly above property taxes. The County's governmental activities total revenues decreased $18.2 million (29.9%).

Revenue:

- Property taxes only decreased $239,011 even with a 2% decrease in assessed property values and the implementation of a 100% Freeport exemption.
- Sales taxes decreased $16,440,373 (53%) due to the expiration of SPLOST revenues.
- Operating grants and contributions decreased $1.5 million (52%) primarily due to a one-time payment of $1.5 million from the Dalton-Whitfield Solid Waste Authority in 2010.
- Charge for services decreased $140,060 from various sources, with the most significant decrease from 911 subscriber fees.
- Capital grants and contributions decreased $247,108 primarily due to the conclusion of existing grants and the reduction of funds awarded.

The following chart depicts expenses of the governmental activities for the year ended December 31, 2011:

Expenses by Function – Governmental Activities



As indicated by the expense chart, the largest use of County resources was for public works followed by public safety services such as Sheriff's Department, Jail, Fire, Coroner, Animal Control and Emergency Management. The County's governmental activities total expenses decreased $6.6 million (9.1%). The decrease was primarily due to an overall implementation of furloughs, reduction in health costs and a one-time waiver of pension contributions.

Expenses:

- General government decreased $1.5 million due to the above reasons.
- Public works decreased $2.5 million due to the above reasons.
- Public safety decreased $2.8 million due to the above reasons.
- Judicial decreased $1 million due to the above reasons.
- Health and welfare decreased $715,172 due to a reduction in contributions to the Whitfield County Health Department and Family and Children Services.
- Culture and recreation decreased $320,157 due to the above reasons
- Housing and development increased $1.9 million due to the costs of land acquisition and site development for "Project Shield" to expand industry within the County.
- Interest and long-term debt increased $377,947 for note payments to Spring Creek Properties, capital lease payments and long-term debt payments on bonds that have been issued.

Business-type Activities

The County's business-type activities total revenues increased $106,135 and expenses decreased $1,094,847.

Revenues:

- Charges for services decreased $30,175 which is attributable to the operational income in 2010 for the Northwest Georgia Trade and Convention Center versus a loss in 2011, netted with an increase in farebox rates and ridership for the Whitfield Transit System.
- Operating grant and contributions increased $54,543 due to additional grant funds received through the 5311 Transit grant for operational purposes.
- Capital grant and contributions increased $81,767 due to two additional buses received through the 5311 Transit grant for the Whitfield Transit System.

Expenses:

- Expenses for the Northwest Georgia Trade and Convention Center increased $167,309. Bonds have been retired and assets transferred to the NWGTCC authority; therefore, the activity is reflected as a joint venture.
- Expenses for the Dalton-Whitfield Regional Solid Waste Management Authority decreased $1.3 million over 2010 expenses, which is attributable to a one-time intergovernmental expense paid out in 2010 to the City and County. The County and City share equally in operations of the Dalton-Whitfield Regional Solid Waste Management which operates solid waste disposal sites within Whitfield County.
- Whitfield Transit System reflects no significant change in expenses.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

As discussed, the focus of governmental funds is on current financial resources. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of $56.5 million. Of this year-end total, $1.7 million will be used to retire debt and $36.9 million will be used to satisfy other restricted purposes.

The total ending fund balances of governmental funds reflect a decrease of $7.4 million from the prior year. The general fund reported an increase of $861,758 (6.2%) and other governmental funds reported a decrease of $8.3 million (16.6%), primarily due to the expiration of SPLOST and the continuation of SPLOST construction projects.

Major Governmental Funds

General Fund:

The General Fund is the County's primary operating fund and is used to account for all governmental financial resources not restricted by state or federal laws, local ordinances, or other externally imposed requirements. At the end of 2011, the fund balance of the General Fund was $14.8 million. Unassigned

fund balance represents 38.8% of General Fund expenditures, an increase from the prior year, which was at 30.4% of total expenditures.

General Fund revenues of $39.5 million exceeded the budget by $590,004, and the expenditures of $37.3 million were slightly under the budget by $266,732. Other financing sources and uses were under budget by $5,022.

The General Fund's ending fund balance increased $861,758 and is primarily attributable to a one-time waiver of pension contributions.

Capital Projects Funds:

- The SPLOST-Capital Projects Fund is used to account for the acquisition and construction of major capital assets. Revenues are derived primarily from the special purpose local option sales taxes and earnings on investments. This SPLOST expired at the end of 2010; however these funds are restricted to complete various infrastructure projects. At the end of 2011, the fund balance was $32 million which reflects a decrease of 18.4% from the prior year.

  Total revenues for 2011 were $628,617 of which $205,752 was special purpose local option sales tax adjustments, $375,915 from federal and state awards, and investment earnings of $46,950.

  Total expenditures were $7.9 million for various infrastructure projects.

- Capital Projects Acquisition Fund is used to account for the acquisition of capital expenditures. Revenues are derived from financing resources transferred from the general fund, bond proceeds and capital lease financing. At the end of 2011, the fund balance was $5.6 million which reflects a decrease of 5.6% from the prior year.

  Total revenues for 2011 were $4.3 million. The Board of Commissioners issued a new bond for $3.2 million for the land acquisition and site development for "Project Shield" to expand industry within the County. The other major source of revenue was a transfer from the general fund of $939,250.

  Total expenditures were $4.6 million of which $2.6 was spent on land acquisition and site development for "Project Shield", $855,853 was spent on the Carbondale Business Park, $116,193 was spent at the Westside Park and other expenditures were for the acquisition of vehicles and equipment for various departments.

Proprietary Funds

The proprietary funds share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. This provides a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

GENERAL FUND BUDGETARY HIGHLIGHTS

Throughout the year, the Board of Commissioners revised the adopted budget by various budget transfers and amendments. The General Fund adopted budget had five amendments that resulted in budgeted revenues being slightly increased by $211,854, budgeted expenditures being decreased by $3,138,232, and other financing sources (uses) decreased $14,989. The following addresses the major differences between the original adopted and the final adjusted budget:

Revenue:

- Increase of $999,700 for motor vehicle and mobile home taxes that was omitted from the original budget.
- Increase of $150,000 for increase in local option sales taxes.
- Increase of $269,000 for increase in insurance premium taxes.
- Decrease of $1,179,108 to remove $1.5 million projected from the Dalton-Whitfield Solid Waste Management Authority that was erroneously included in the original budget. The difference accounts for additional federal funds for various grants or programs.
- Decrease of $281,050 in charges for services primarily to reduce the amount of commissions and fees collected by the Tax Commissioner.
- Increase of $99,500 from the various courts for fines and forfeitures.

Expenditures:

- Decrease of $1,691,903 in departmental expenditures for a one-time waiver of pension contributions.
- Decrease of $1,275,902 in departmental expenditures for reduction in health care costs.
- Increase of $296,700 for longevity pay.
- Decrease of $317,411 in overtime pay.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets, net of accumulated depreciation for governmental and business-type activities as of December 31, 2011, was $312 million and $175,049, respectively. Total capital assets activity for the County as a whole decreased by $14 million. See Note 4 for additional information about changes in capital assets during the calendar year. The following table provides a summary of capital assets activity.

Whitfield County's Capital Assets
(Net of Depreciation)

	Governmental Activities		Business Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Land	$ 7,126,238	$ 7,093,738	$ -	$ -	$ 7,126,238	$ 7,093,738
Construction in progress	14,887,105	11,535,150	-	-	14,887,105	11,535,150
Buildings and land improvements	46,610,301	48,421,310	-	545,589	46,610,301	48,966,899
Equipment and fixtures	1,723,078	2,365,067	-	-	1,723,078	2,365,067
Vehicles	724,502	883,705	175,049	137,990	899,551	1,021,695
Infrastructure	241,054,269	255,372,840	-	-	241,054,269	255,372,840
Total	$312,125,493	$325,671,810	$ 175,049	$ 683,579	$312,300,542	$326,355,389

Long-term Debt

As of December 31, 2011, Whitfield County had total capital leases, revenue bonds, notes payable and intergovernmental liabilities of $18.2 million. This is an increase of $1.4 million from the prior year. Whitfield County issued economic development bonds in the amount of $3.2 million. These funds will be used for land acquisition and site development for "Project Shield" to expand industry within the County. See Note 10 for additional information on Whitfield County's long-term debt.

	Governmental Activities		Business-Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
Notes payable	$ 759,680	$ 854,640	$ -	$ -	$ 759,680	$ 854,640
Capital lease	185,451	231,828	-	487,665	185,451	719,493
Intergovernmental liability	1,552,024	2,135,388	-	-	1,552,024	2,135,388
Revenue bonds	15,740,000	13,170,000	-	-	15,740,000	13,170,000
Total	$18,237,155	$16,391,856	$ -	$ 487,665	$ 18,237,155	$ 16,879,521

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Whitfield County's unemployment rate of 11.8% continues to exceed the state and national rates. The high unemployment rate is still attributable to the downturn in the nation's housing industry that directly influences the manufacturing jobs in the flooring industry.

The County's assessed net taxable digest decreased 2.2% in 2011. With the 100% Freeport tax exemption that was implemented during this calendar year, the County expects the assessed taxable digest to further decrease for 2012. In 2011, the millage rate remained the same. Even with the downturn in the economy, the County has been able to keep the same millage rate for the past four years.

The 2012 General Fund budget reflects a 10.3% decrease in revenues when compared to 2011 actual revenues. The majority of the decrease is attributable to a very conservative projection for property taxes due to an anticipated decrease in the net assessed taxable digest and the assumption that more businesses will be taking advantage of the 100% Freeport. Budgeted expenditures for 2012 reflect a 7.2% increase when compared to 2011 actual expenditures. The County's adopted 2012 General Fund operating budget anticipates revenues falling short of expenditures and other financing sources (uses) by $6.1 million. It is the County's expectation that revenues can be adjusted in 2012 to offset a portion of this shortfall; however, a millage increase is anticipated.

Other factors considered when preparing the 2012 budget included:

- The County reinstated the pension contribution that was eliminated from the 2011 budget.
- The OPEB costs will be funded on the pay-as-you-go basis.
- Even though health cost decreased for 2011, the County anticipates it to trend upward in 2012.
- Limited capital requests for equipment and vehicles were considered for budgeted purposes. These requests will be reviewed on an as needed basis.
- The County continues to evaluate the level of services desired by citizens and how to provide those services as economically as possible. The Charter Commission formed in 2011 is still in the process of evaluating City and County operations for possible consolidation.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact:

Whitfield County Finance Department
301 West Crawford Street
Dalton, Georgia 30720

Telephone: 706-275-7500
Website: www.whitfieldcountyga.com

BASIC FINANCIAL STATEMENTS

BASIC FINANCIAL STATEMENTS

The basic financial statements include the government-wide statement of net assets and government-wide statement of activities, which include all of the primary government's governmental activities, business-type activities and component units. In addition, the basic financial statements include the fund financial statements and the notes to the financial statements.

WHITFIELD COUNTY, GEORGIA
STATEMENT OF NET ASSETS
December 31, 2011

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Whitfield County Health Department
Assets				
Current Assets				
Cash and cash equivalents	$ 49,450,231	$ -	$ 49,450,231	$ 2,786,674
Investments	7,676,726	-	7,676,726	-
Receivables, net	5,774,476	14,829	5,789,305	176,642
Prepaid items	396,561	12,040	408,601	-
Internal Balances	142,309	(142,309)	-	-
Due from other governments	-	142,986	142,986	50,000
Inventory	-	-	-	724
Total current assets	63,440,303	27,546	63,467,849	3,014,040
Non-Current Assets				
Nondepreciable capital assets	22,013,343	-	22,013,343	-
Depreciable capital assets, net	290,112,150	175,049	290,287,199	31,260
Unamortized bond costs	507,987	-	507,987	-
Net pension asset	3,801,550	-	3,801,550	-
Investment in joint venture	107,021	16,010,052	16,117,073	-
Total non-current assets	316,542,051	16,185,101	332,727,152	31,260
Total assets	$ 379,982,354	$ 16,212,647	$ 396,195,001	$ 3,045,300
Liabilities				
Current Liabilities				
Accounts payable	$ 2,039,212	$ 6,228	$ 2,045,440	$ 2,000
Accrued liabilities	1,738,652	10,731	1,749,383	68,021
Unearned revenue	62,800	1,503	64,303	-
Current portion of capital lease obligation	103,459	-	103,459	-
Due to other governments	-	-	-	109,811
Notes payable - current	570,706	-	570,706	-
Bonds payable	1,240,000	-	1,240,000	-
Compensated absences	407,931	-	407,931	-
Total current liabilities	6,162,760	18,462	6,181,222	179,832
Non-Current Liabilities				
Compensated absences	426,302	-	426,302	228,517
Deferred portion of capital lease	81,992	-	81,992	-
Notes payable (net of current portion)	1,740,998	-	1,740,998	-
Bonds payable (net of current portion)	14,500,000	-	14,500,000	-
Net OPEB obligation	13,387,000	-	13,387,000	-
Total non-current liabilities	30,136,292	-	30,136,292	228,517
Total liabilities	$ 36,299,052	$ 18,462	$ 36,317,514	$ 408,349
Net Assets				
Invested in capital assets, net of related debt	$ 298,068,417	$ 175,051	$ 298,243,468	$ 31,260
Restricted for-				
Capital projects	37,655,341	-	37,655,341	-
Debt service	1,718,340	-	1,718,340	-
Special Programs	2,250,035	-	2,250,035	-
Unrestricted	3,991,169	16,019,134	20,010,303	2,605,691
Total net assets	$ 343,683,302	$ 16,194,185	$ 359,877,487	$ 2,636,951

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
Year Ended December 31, 2011

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Unit: Whitfield County Health Department
Primary Government								
Governmental Activities:								
General government	$ 7,510,940	$ 1,446,966	$ 959,083	$ -	$ (5,104,891)	$ -	$ (5,104,891)	$ -
Judicial	5,576,945	2,542,433	92,209	152,871	(2,789,432)	-	(2,789,432)	-
Public safety	18,841,608	2,037,259	10,421	42,159	(16,751,769)	-	(16,751,769)	-
Public works	26,920,990	14,842	-	926,992	(25,979,156)	-	(25,979,156)	-
Health and welfare	767,338	-	-	-	(767,338)	-	(767,338)	-
Culture and recreation	1,098,824	29,034	234,973	35,710	(799,107)	-	(799,107)	-
Housing and development	4,786,369	74,454	89,529	-	(4,622,386)	-	(4,622,386)	-
Interest on long-term debt	677,121	-	-	-	(677,121)	-	(677,121)	-
Total governmental activities	66,180,135	6,144,988	1,386,215	1,157,732	(57,491,200)	-	(57,491,200)	-
Business-type activities:								
Northwest Georgia Trade & Convention Center	756,092	-	-	-	-	(756,092)	(756,092)	-
Whitfield Transit System	674,449	247,812	280,751	125,265	-	(20,621)	(20,621)	-
Dalton-Whitfield SWM Authority	302,548	-	-	-	-	(302,548)	(302,548)	-
Total business-type activities	1,733,089	247,812	280,751	125,265	-	(1,079,261)	(1,079,261)	-
Total primary government	$ 67,913,224	$ 6,392,800	$ 1,666,966	$ 1,282,997	$ (57,491,200)	$ (1,079,261)	$ (58,570,461)	$ -
Component Unit								
Whitfield County Health Department	$ 5,337,226	$ 3,428,893	$ 1,368,949	$ -	$ -	$ -	$ -	$ (539,384)
General revenues:								
Property taxes					$ 14,707,967	$ -	$ 14,707,967	$ -
Sales taxes					14,710,223	-	14,710,223	-
Insurance premium tax					2,769,341	-	2,769,341	-
Alcoholic beverage tax					381,470	-	381,470	-
Hotel/Motel tax					215,275	-	215,275	-
Miscellaneous taxes					470,491	-	470,491	-
Miscellaneous					908,525	-	908,525	-
Investment earnings					33,311	-	33,311	-
Intra/inter agency					-	-	-	228,946
Transfers					(522,975)	522,975	-	-
Total general revenues and transfers					33,673,628	522,975	34,196,603	228,946
Change in net assets					(23,817,572)	(556,286)	(24,373,858)	(310,438)
Net assets - beginning of year-restated					367,500,874	16,750,471	384,251,345	2,947,389
Net assets - end of year					$ 343,683,302	$ 16,194,185	$ 359,877,487	$ 2,636,951

The notes to the financial statements are an integral part of this statement.

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WHITFIELD COUNTY, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2011

	General Fund	Capital Projects SPLOST Fund	Capital Projects Acquisition Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 4,765,984	$ 33,426,307	$ 5,665,251	$ 3,755,169	$ 47,612,711
Investments	7,676,726	-	-	-	7,676,726
Receivables (net of allowance for uncollectibles) -					
Taxes	2,745,310	-	-	-	2,745,310
Accounts	652,110	764	-	307,480	960,354
Due from other funds	1,680,267	-	-	-	1,680,267
Due from other governments	1,547,299	309,276	-	212,236	2,068,811
Prepaid items	323,618	-	-	72,943	396,561
TOTAL ASSETS	$ 19,391,314	$ 33,736,347	$ 5,665,251	$ 4,347,828	$ 63,140,740
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 860,179	$ 310,263	$ 63,753	$ 96,054	$ 1,330,249
Accrued liabilities	996,975	2,144	-	42,595	1,041,714
Due to other funds	-	1,370,097	-	167,861	1,537,958
Due to other governments	615,248	-	-	-	615,248
Deferred revenues -					
Uncollected property taxes	2,072,044	-	-	-	2,072,044
Alcoholic beverage licenses	62,800	-	-	-	62,800
Total liabilities	4,607,246	1,682,504	63,753	306,510	6,660,013
FUND BALANCES					
Nonspendable	323,618	-	-	72,943	396,561
Restricted for:					
Judicial	-	-	-	768,486	768,486
Public safety	-	-	-	1,435,431	1,435,431
Culture and recreation	-	-	-	46,118	46,118
Construction and capital outlay	-	32,053,843	2,628,055	-	34,681,898
Debt service	-	-	-	1,718,340	1,718,340
Committed for:					
Construction and capital outlay	-	-	2,973,443	-	2,973,443
Unassigned	14,460,450	-	-	-	14,460,450
TOTAL FUND BALANCES	14,784,068	32,053,843	5,601,498	4,041,318	56,480,727
TOTAL LIABILITIES AND FUND BALANCES	$ 19,391,314	$ 33,736,347	$ 5,665,251	$ 4,347,828	$ 63,140,740

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
December 31, 2011

TOTAL GOVERNMENTAL FUND BALANCES			$ 56,480,727
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets are not reported in this fund financial statement because they are not current financial resources, but they are reported in the statement of net assets.			312,125,493
Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net			
Interfund receivables	$ 1,537,958		
Interfund payables	(1,537,958)		
			-
Other long-term assets are not available to pay for current - period expenditures and therefore are deferred in the funds.			
Taxes			2,072,045
Net pension asset			3,801,550
Investment in joint venture			107,021
Internal service funds are used by management to charge the costs of self-insurance. The assets and liabilities of the internal service funds are included in governmental activities columns in the statement of net assets.			1,046,867
Bond issuance costs are reported as debt service expenditures in the governmental fund financial statements but capitalized on the government-wide statement of net assets			507,987
Certain liabilities (including loan payments) are not reported in this fund financial statement because they are not due and payable, but they are presented as liabilities in the statement of net assets.			
Intergovernmental liability	$ (1,552,024)		
Note payable	(759,680)		
Capital Lease	(185,451)		
Compensated absences	(834,233)		
Bonds payable	(15,740,000)		
Net OPEB obligation	(13,387,000)		
			(32,458,388)
NET ASSETS OF GOVERNMENTAL ACTIVITIES			$ 343,683,302

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

	General Fund	Capital Projects SPLOST Fund	Capital Projects Acquisition Fund	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 33,075,652	$ 205,752	$ -	$ 215,275	$ 33,496,679
Licenses and permits	287,160	-	-	-	287,160
Intergovernmental revenues	959,083	375,915	-	622,162	1,957,160
Charges for services	2,905,077	-	-	1,726,268	4,631,345
Fines, forfeitures and penalties	1,301,751	-	-	303,875	1,605,626
Investment earnings	32,328	46,950	7,987	983	88,248
Contributions and donations	10,480	-	35,710	-	46,190
Miscellaneous	895,827	-	-	12,698	908,525
Total revenues	39,467,358	628,617	43,697	2,881,261	43,020,933
EXPENDITURES					
Current -					
General government	6,257,854	-	-	-	6,257,854
Judicial	5,035,173	-	-	372,501	5,407,674
Public safety	15,133,430	-	-	1,854,085	16,987,515
Public works	6,024,199	-	-	-	6,024,199
Health and welfare	608,063	-	-	-	608,063
Culture and recreation	1,018,263	-	-	238,380	1,256,643
Housing and development	1,799,508	-	-	330,675	2,130,183
Capital outlay	-	7,360,161	4,363,834	-	11,723,995
Intergovernmental	-	513,558	-	-	513,558
Debt Service	1,383,671	-	227,598	681,288	2,292,557
Total expenditures	37,260,161	7,873,719	4,591,432	3,476,929	53,202,241
Excess (deficiency) of revenues over expenditures	2,207,197	(7,245,102)	(4,547,735)	(595,668)	(10,181,308)
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	32,063	-	-	-	32,063
Bond proceeds	-	-	3,220,000	-	3,220,000
Loan proceeds	-	-	50,359	-	50,359
Transfers in	118,384	-	939,250	33,661	1,091,295
Transfers out	(1,495,886)	-	-	(118,384)	(1,614,270)
Total other financing sources (uses)	(1,345,439)	-	4,209,609	(84,723)	2,779,447
Net change in fund balances	861,758	(7,245,102)	(338,126)	(680,391)	(7,401,861)
FUND BALANCES - beginning of year	13,922,310	39,298,945	5,939,624	4,721,709	63,882,588
FUND BALANCES - end of year	$ 14,784,068	$ 32,053,843	$ 5,601,498	$ 4,041,318	$ 56,480,727

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL ACTIVITIES TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2011

NET CHANGES IN FUND BALANCES- TOTAL GOVERNMENTAL FUNDS			$ (7,401,861)
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 as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay in the current period.			
	Depreciation expense	$ (21,574,645)	
	Capital outlay	8,028,328	(13,546,317)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
	Taxes	$ (241,912)	
	Equity investment in joint venture	74,454	(167,458)
The current years additions to certain assets reduced the net expenses of those functions on the statement of activities.			
	Net pension asset		92,221
Other postemployment expenses are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			(1,122,000)
Repayments of long-term principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.			1,425,061
Amortization of debt issuance costs and debt premiums are not reported at the fund level but are reported in the government wide statement of activities.			190,375
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets.			(3,270,359)
Some expenses reported in the statement of activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Compensated absences		34,709
The internal service funds used by management to charge the costs of workers' compensation to individual funds are not reported in the government-wide statement of activities.			(51,943)
CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES			$ (23,817,572)

The notes to the financial statements are an integral part of this statement.

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WHITFIELD COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
REVENUES					
Taxes -					
Property taxes	$ 13,500,000	$ 13,500,000	$ 13,688,899	$ 188,899	$ 13,629,237
Motor vehicle and mobile home taxes	-	999,700	1,260,980	261,280	1,179,504
Local option sales taxes	14,350,000	14,500,000	14,504,471	4,471	14,175,942
Transfer taxes	30,000	27,000	27,032	32	28,924
Franchise taxes	300,000	334,000	334,054	54	351,557
Alcoholic beverage taxes	410,000	381,500	381,470	(30)	404,704
Business license taxes	85,000	109,000	109,405	405	83,553
Insurance premium taxes	2,500,000	2,769,000	2,769,341	341	2,492,460
Total taxes	31,175,000	32,620,200	33,075,652	455,452	32,345,881
Licenses and permits	271,000	278,680	287,160	8,480	264,582
Intergovernmental revenues	2,090,000	910,892	959,083	48,191	2,300,604
Charges for services	3,143,500	2,862,450	2,905,077	42,627	2,650,497
Fines, forfeitures and penalties	1,193,000	1,292,500	1,301,751	9,251	1,128,818
Investment earnings	25,000	29,000	32,328	3,328	46,589
Contributions and donations	-	10,480	10,480	-	85,385
Miscellaneous	768,000	873,152	895,827	22,675	788,116
TOTAL REVENUES	**$ 38,665,500**	**$ 38,877,354**	**$ 39,467,358**	**$ 590,004**	**$ 39,610,472**

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES					
General Government -					
Adiministration and Human Resources	$ 341,089	$ 303,667	$ 299,104	$ 4,563	$ 753,667
Board of Elections	286,540	255,796	249,061	6,735	434,698
Finance	395,144	368,160	364,002	4,158	461,951
Information Technology	941,704	918,302	914,382	3,920	1,127,955
Human Resources	353,459	209,058	206,193	2,865	-
Tax Commissioner	1,048,696	1,065,864	1,054,780	11,084	1,312,538
Tax Assessor	1,195,884	1,050,417	1,039,275	11,142	1,311,006
Board of Equalization	14,000	10,400	10,255	145	10,277
Buildings and Grounds	1,390,696	1,315,844	1,307,109	8,735	1,488,148
Public Information	25,748	32,233	32,180	53	25,819
Contingency	884,000	-	-	-	-
Attorney Fees	175,000	193,750	193,735	15	210,030
Liability Insurance	450,000	412,600	412,506	94	446,269
Claims and judgments	-	-	-	-	30,725
Audit Fees	103,500	105,300	105,255	45	99,709
General Administrative Fees	68,500	70,036	70,017	19	65,650
Total General Government	**7,673,960**	**6,311,427**	**6,257,854**	**53,573**	**7,778,442**
Judicial -					
Judicial Administration	520,906	510,940	506,581	4,359	560,384
Judge Morris' Office	55,434	52,691	52,199	492	51,231
Judge Boyett's Office	55,448	49,875	49,447	428	51,577
Judge Adams' Office	56,136	56,890	56,741	149	56,338
Judge Partain's Office	57,840	57,037	56,803	234	56,491
Drug Court	63,486	59,046	58,488	558	66,897
Clerk of Superior Court	791,808	697,571	690,040	7,531	906,438
District Attorney	971,888	979,540	983,486	(3,946)	1,253,812
Magistrate Court	831,492	782,914	777,052	5,862	950,859
Probate Court	415,752	387,847	383,885	3,962	517,455
Juvenile Court	978,988	803,506	795,798	7,708	1,022,616
Public Defender	600,647	624,746	624,653	93	635,973
Total Judicial	**5,399,825**	**5,062,603**	**5,035,173**	**27,430**	**6,130,071**
Public Safety -					
Sheriff's Department	6,425,177	5,803,331	5,735,991	67,340	7,184,925
Correctional Center	4,853,366	4,663,226	4,633,109	30,117	5,552,957
Fire Department	4,361,668	3,912,906	3,884,104	28,802	4,840,088
Coroner	139,986	113,403	112,688	715	128,075

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES-continued					
Public Safety - continued					
Animal Control	$ 162,453	$ 146,158	$ 145,149	$ 1,009	$ 189,212
Emergency Management	95,396	137,971	137,389	582	100,137
American Red Cross	1,000	-	-	-	-
Emergency Medical Services	485,000	485,000	485,000	-	485,000
Total Public Safety	**16,524,046**	**15,261,995**	**15,133,430**	**128,565**	**18,480,394**
Public Works -					
Public Works	5,751,204	5,435,986	5,389,636	46,350	6,328,795
Solid Waste Disposal	425,000	378,000	377,910	90	417,968
Intergovernmental Payments	178,000	256,700	256,653	47	178,000
Total Public Works	**6,354,204**	**6,070,686**	**6,024,199**	**46,487**	**6,924,763**
Health and Welfare -					
Physical and Mental Health	250,000	250,000	250,000	-	950,000
Family Support Council	8,000	8,000	8,000	-	7,000
Family and Children Services	130,000	130,000	130,000	-	148,678
Department of Veterans Service	1,000	1,000	984	16	984
Pauper Fund	55,000	67,000	67,000	-	63,000
Senior Citizens Center	150,000	152,079	152,079	-	153,573
Total Health and Welfare	**594,000**	**608,079**	**608,063**	**16**	**1,323,235**
Culture and Recreation -					
Parks and Recreation	945,040	823,429	818,263	5,166	953,793
Dalton Regional Library	200,000	200,000	200,000	-	226,000
Total Culture and Recreation	**1,145,040**	**1,023,429**	**1,018,263**	**5,166**	**1,179,793**
Housing and Development -					
County Extension Service	109,510	106,530	106,337	193	120,369
Inspections and Enforcement	395,252	386,187	385,539	648	450,606
County Planner	152,806	84,797	84,042	755	176,754
Metropolitan Planning Organization	133,156	156,221	155,417	804	85,189
County Engineer	271,260	316,503	313,634	2,869	319,897

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

concluded

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES-continued					
Housing and Development - continued					
Timber Protection	$ 3,600	$ 10,045	$ 10,043	$ 2	$ 3,090
D/W Chamber of Commerce	157,250	157,250	157,250	-	157,250
D/W Community Development Corp.	80,000	80,000	80,000	-	93,500
Intergovernmental Payments	458,750	507,250	507,246	4	598,404
Total Housing and Development	**1,761,584**	**1,804,783**	**1,799,508**	**5,275**	**2,005,059**
Debt Service -					
Principal payments	1,212,466	845,466	845,267	199	413,428
Interest payments	-	538,425	538,404	21	228,110
Total Debt Service	**1,212,466**	**1,383,891**	**1,383,671**	**220**	**641,538**
TOTAL EXPENDITURES	**40,665,125**	**37,526,893**	**37,260,161**	**266,732**	**44,463,295**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(1,999,625)**	**1,350,461**	**2,207,197**	**856,736**	**(4,852,823)**
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	32,000	32,063	63	38,594
Transfers in	171,000	118,300	118,384	84	180,367
Transfers out	(1,536,450)	(1,500,761)	(1,495,886)	4,875	(3,530,963)
Total other financing sources (uses)	**(1,365,450)**	**(1,350,461)**	**(1,345,439)**	**5,022**	**(3,312,002)**
Net change in fund balances	(3,365,075)	-	861,758	861,758	(8,164,825)
FUND BALANCES - beginning of year	13,922,310	13,922,310	13,922,310	-	22,087,135
FUND BALANCES - end of year	$ 10,557,235	$ 13,922,310	$ 14,784,068	$ 861,758	$ 13,922,310

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
BALANCE SHEET
December 31, 2011

continued

	Business-type Activities - Enterprise Funds				
	Dalton/ Whitfield Solid Waste Management	Northwest Georgia Trade and Convention Center	Total Non-Major Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
ASSETS					
CURRENT ASSETS					
Cash	$ -	$ -	$ -	$ -	$ 1,837,520
Receivables (net of allowance for uncollectibles) -					
Accounts	-	-	14,829	14,829	-
Prepaid items	-	-	12,040	12,040	-
Due from other governments	-	-	142,986	142,986	-
Total current assets	-	-	169,855	169,855	1,837,520
NON-CURRENT ASSETS					
Building and land improvement	-	-	-	-	-
Equipment and fixtures	-	-	-	-	-
Vehicles	-	-	406,841	406,841	-
Total property and equipment	-	-	406,841	406,841	-
Less accumulated depreciation	-	-	(231,792)	(231,792)	-
Property and equipment, net	-	-	175,049	175,049	-
Investment in Joint Venture	12,547,939	3,462,113	-	16,010,052	-
Total non-current assets	12,547,939	3,462,113	175,049	16,185,101	-
TOTAL ASSETS	$ 12,547,939	$ 3,462,113	$ 344,904	$ 16,354,956	$ 1,837,520

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
BALANCE SHEET
December 31, 2011

concluded

	Business-type Activities - Enterprise Funds				
	Dalton/ Whitfield Solid Waste Management	Northwest Georgia Trade and Convention Center	Total Non-Major Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
CURRENT LIABILITIES					
Accounts payable	$ -	$ -	$ 6,228	$ 6,228	$ 93,715
Accrued liabilities	-	-	10,731	10,731	696,938
Due to other funds	-	-	142,309	142,309	-
Unearned revenue	-	-	1,503	1,503	-
Current portion of capital lease obligation	-	-	-	-	-
Total current liabilities	-	-	160,771	160,771	790,653
NET ASSETS					
Invested in capital assets, net of related debt	-	-	175,049	175,049	-
Unrestricted	12,547,939	3,462,113	9,084	16,019,136	1,046,867
Total net assets	12,547,939	3,462,113	184,133	16,194,185	1,046,867
TOTAL LIABILITIES AND NET ASSETS	$ 12,547,939	$ 3,462,113	$ 344,904	$ 16,354,956	$ 1,837,520

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
Year Ended December 31, 2011

	Business-type Activities - Enterprise Funds				
	Dalton/ Whitfield Solid Waste Management	Northwest Georgia Trade and Convention Center	Total Non-Major Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
OPERATING REVENUES					
Charge for services	$ -	$ -	$ 247,812	$ 247,812	$ 748,144
Miscellaneous	-	-	-	-	27,655
Total operating revenues	-	-	247,812	247,812	775,799
OPERATING EXPENSES					
Personal services and employee benefits	-	-	383,635	383,635	-
Purchased and contracted services	-	-	61,981	61,981	-
Supplies	-	-	136,308	136,308	-
Depreciation	-	545,589	92,525	638,114	-
Self-insured insurance	-	-	-	-	827,742
Total operating expenses	-	545,589	674,449	1,220,038	827,742
Operating income (loss)	-	(545,589)	(426,637)	(972,226)	(51,943)
NONOPERATING REVENUES (EXPENSES)					
Intergovernmental revenues	-	-	280,751	280,751	-
Income on joint venture	(302,548)	(195,815)	-	(498,363)	-
Interest expense	-	(14,688)	-	(14,688)	-
Total nonoperating revenues (expenses)	(302,548)	(210,503)	280,751	(232,300)	-
Income (loss) before transfers and capital contributions	(302,548)	(756,092)	(145,886)	(1,204,526)	(51,943)
Capital contributions	-	-	125,265	125,265	-
Transfers in	-	502,354	20,621	522,975	-
Change in net assets	(302,548)	(253,738)	-	(556,286)	(51,943)
NET ASSETS - beginning of year restated	12,850,487	3,715,851	184,133	16,750,471	1,098,810
NET ASSETS - end of year	$ 12,547,939	$ 3,462,113	$ 184,133	$ 16,194,185	$ 1,046,867

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
Year Ended December 31, 2011

continued

	Business-type Activities - Enterprise Funds				
	Dalton/ Whitfield Solid Waste Management	Northwest Georgia Trade and Convention Center	Total Non-Major Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers and other revenues	$ -	$ -	$ 248,445	$ 248,445	$ 775,799
Cash payments for personnel services	-	-	(383,042)	(383,042)	-
Cash payments for goods and services	-	-	(194,301)	(194,301)	(554,692)
Net cash provided (used) by operating activities	-	-	(328,898)	(328,898)	221,107
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	502,354	155,398	657,752	-
Intergovernmental transfers	-	-	183,677	183,677	-
Net cash provided (used) by noncapital financing activities	-	502,354	339,075	841,429	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	-	-	(135,442)	(135,442)	-
Principal paid on debt	-	(487,666)	-	(487,666)	-
Interest paid on debt	-	(14,688)	-	(14,688)	-
Capital contributions from (to) other governments	-	-	125,265	125,265	-
Net cash used by capital and related financing activities	-	(502,354)	(10,177)	(512,531)	-
Net increase (decrease) in cash and cash equivalents	-	-	-	-	221,107
CASH AND CASH EQUIVALENTS - beginning of year	-	-	-	-	1,616,413
CASH AND CASH EQUIVALENTS - end of year	$ -	$ -	$ -	$ -	$ 1,837,520

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
Year Ended December 31, 2011

concluded

	Business-type Activities - Enterprise Funds				
	Dalton/ Whitfield Solid Waste Management	Northwest Georgia Trade and Convention Center	Total Non-Major Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	$ -	$ (545,589)	$ (426,637)	$ (972,226)	$ (51,943)
Depreciation	-	545,589	92,525	638,114	-
Changes in operating assets and liabilities -					
Decrease (increase) in -					
Accounts receivable	-	-	(432)	(432)	-
Increase (decrease) in -					
Prepaid items	-	-	-	-	-
Accounts payable	-	-	3,988	3,988	273,050
Accrued liabilities	-	-	593	593	-
Unearned revenue	-	-	1,065	1,065	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ -	$ -	$ (328,898)	$ (328,898)	$ 221,107

The notes to the financial statements are an integral part of this statement.

WHITFIELD COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
December 31, 2011

(with comparative totals for 2010)

	2011	2010
ASSETS		
Cash and cash equivalents	$ 17,731,397	$ 6,315,989
Receivables (net of allowance for uncollectibles) -		
Accounts	27,359	26,731
Taxes	11,169,198	15,841,860
Due from other governments	82,390	80,916
TOTAL ASSETS	$ 29,010,344	$ 22,265,496
LIABILITIES		
LIABILITIES		
Accrued liabilities	$ 9,327,680	$ 8,857,174
Due to other governments	19,682,664	13,408,322
TOTAL LIABILITIES	$ 29,010,344	$ 22,265,496

The notes to the financial statements are an integral part of this statement.

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NOTES TO FINANCIAL STATEMENTS

1. Summary of significant accounting policies

Whitfield County, Georgia (County) was incorporated in 1851 under the provisions of the Constitution of the State of Georgia. The County operates under a Board-Administrator form of government and provides the following services as authorized by its charter: public safety - 911 and fire, public works, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services.

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

A. Reporting Entity - As required by generally accepted accounting principles, these financial statements present the government and its component units, entities with which the government has a significant financial or operational relationship. Blended component units, although legally separate entities, are, in substance, part of the government's operations, so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the government.

Joint Ventures

- The County participates with the City of Dalton in the Dalton-Whitfield Regional Solid Waste Management Authority ("DWRSWMA"). The County has fifty percent equity in this entity. Separately issued financial statements of the DWRSWMA can be obtained from their administrative office located at 4350 Gazaway Drive SE, Dalton, Georgia 30720.

- The County participates with the City of Dalton in the Northwest Georgia Trade and Convention Center Authority ("Trade Center"). The Trade Center became a separate authority in 2003. The County and City retained their respective shares of their equity balances as of December 31, 2002. The City and County each now have fifty percent interest in the income or loss of this entity. Separately issued financial statements of the Northwest Georgia Trade and Convention Center Authority can be obtained from their administrative office located at 2211 Dug Gap Battle Road, Dalton, Georgia 30720.

- The County participates with the City of Dalton in the Dalton-Whitfield Joint Development Authority. The County has fifty percent equity in this entity. Separately issued financial statements of the Dalton-Whitfield Joint Development Authority can be obtained from their administrative office located at 890 College Drive, Dalton, Georgia 30720.

1. **Summary of significant accounting policies - continued**

Discretely Presented Component Unit

- **Whitfield County Department of Public Health** - A voting majority of the members of the Board of Health is appointed by the Whitfield County Board of Commissioners. The Whitfield County Board of Commissioners is authorized by state law to approve environmental health service fees. The Board of Commissioners approves the budget of the Board of Health and provides regular operating subsidies. The Whitfield County Department of Public Health issues a separately audited financial statement. A copy of the component unit report can be obtained from the Director of Management, North Georgia Health District, District 1 Unit 2, 100 West Walnut Avenue, Suite 92, Dalton, Georgia 30720.

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

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

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

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

1. **Summary of significant accounting policies - continued**

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of contractual services and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

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

Governmental funds are those funds through which most governmental functions are typically financed. The measurement focus of governmental funds is on the sources, uses and balances of current financial resources.

The County has presented the following major governmental funds:

General Fund - The general fund is the principal operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

SPLOST Capital Projects Fund – SPLOST capital projects fund is used to account for financial resources to be used for the construction of roads and bridges financed through a special local option sales tax.

SPLOST Acquisition Fund – This fund is used to account for the acquisition of capital expenditures. Revenues are derived from transfers from the general fund.

The County has presented the following major business-type funds:

Dalton/Whitfield Solid Waste Management – The Dalton/Whitfield Solid Waste Management fund is used to account for the 50% equity interest in the joint venture with the City of Dalton.

Northwest Georgia Trade and Convention Center – The Northwest Georgia Trade and Convention Center fund is used to account for the 50% equity interest in the joint venture with the City of Dalton.

1. **Summary of significant accounting policies - continued**

Additionally the County reports the following funds:

Internal Service Fund – The internal service fund is to account for the self-insured workers' compensation program.

Fiduciary Funds – The County's fiduciary funds are agency funds used by the County's Constitutional Officers. These agency funds are custodial in nature and do not involve measurement of results of operations. They include the Tax Commissioner, Clerk of Superior Court, Sheriff, Probate Court, Magistrate Court and the Juvenile Court.

C. **Measurement Focus and Basis of Accounting** - The accounting and reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred. Gains or losses resulting from disposals are included in operating income in the year of disposal.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, debt service requirements, as well as expenditures related to compensated absences are recorded only when payment is due.

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the County are recognized as revenue. Property taxes received generally after 60 days are shown as deferred revenues. Fines, permits and forfeitures are not susceptible to accrual because generally they are not measurable until received in cash.

1. **Summary of significant accounting policies – continued**

Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred revenue rather than revenue.

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

D. **Budgetary Control** - The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- On or before September 1, the County Administrator submits to the Whitfield County Board of Commissioners a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted which allow for taxpayer comments.
- Budgets are legally adopted by the Board of Commissioners at the first regular meeting in December for the General, Special Revenue, Debt Service and Capital Projects Funds.

Any revisions to the budgets, other than intradepartmental transfers, must be approved by the Board in a regular scheduled meeting. The legal level of budgetary control is the department level.

Intradepartmental transfers, not affecting salaries or benefit accounts, must be requested in writing and approved by the County Administrator.

Formal budgetary integration is employed as a management control device during the year.

The County's budgets are prepared on a basis consistent with generally accepted accounting principles in the United States of America. Budgetary comparisons are presented on this basis.

All unexpended appropriations lapse at the end of the year.

E. **Cash** - The County uses a centralized cash account for a large portion of its operations. The monies deposited and disbursed are reflected in the individual funds. Negative balances incurred in pooled cash at year-end are treated as interfund receivable of the General Fund and interfund payable of the deficit fund. Cash includes demand deposits, certificates of deposit, and money market accounts.

1. **Summary of significant accounting policies – continued**

F. **Investments** – Investments include United States government and government agency securities. Money market investments that have a remaining maturity at the time of purchase of one year or less are reported at amortized cost, which approximates fair value. All other investments are stated at fair value based on quoted market prices.

Georgia law authorizes local governments to invest in the following types of obligations:

- 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;
- Obligations of any corporation of the United States government;
- Prime bankers' acceptances;
- Georgia Fund I state investment pool;
- Georgia Extended Asset Pool (GEAP);
- Repurchase agreements; and
- Obligations of other political subdivisions of the State of Georgia.

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

G. **Inventory** - The cost of inventory is recorded as an expenditure at the time the individual inventory items are purchased. The County does not maintain significant levels of inventory items.

H. **Prepaid Items** - Certain payments to vendors reflect cost applicable to future accounting periods and are recorded as prepaid items. The expense or expenditure is recognized during the benefiting period.

I. **Interfund Transactions** – On the fund financial statements, receivables and payables resulting from interfund loans are classified as "due to/from other funds." Any residual balances outstanding between the governmental activities and business type activities are reported in the government-wide financial statements as "internal balances."

J. **Capital assets** – Capital assets, which include property, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $10,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Beginning in 2007, general infrastructure assets acquired prior to January 1, 2003 were reported in the basic financial statements.

1. **Summary of significant accounting policies – continued**

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

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

Assets	Years
Buildings and structures	35
Equipment and fixtures	3 – 7
Vehicles	5
Infrastructure	10 – 40

K. **Compensated Absences** – It is the County's policy to allow employees to accumulate paid time off up to 20 days. Any earned leave in excess is credited to an extended leave bank. There is no liability for unpaid extended leave since the County does not have a policy to pay any amounts when employees separate from service with the government. All paid time off is accrued when incurred in the government-wide, and proprietary financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

L. **Long-term Obligations** – In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

M. **Fund Equity** – At the governmental fund financial reporting level, fund equity is classified as "fund balance." Fund equity for all other reporting is classified as "net assets."

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. Amounts are classified as nonspendable, restricted, committed, assigned, or unassigned. The nonspendable fund balance includes amounts that are not available to fund expenditures such as inventories and prepaid amounts. The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated

1. **Summary of significant accounting policies – continued**

by constitution, external resource provider, or through enabling legislation. The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes, but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purpose for which amounts have been restricted, committed, or assigned.

Net Assets – Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets 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 and regulations of other governments. All other net assets are reported as unrestricted.

N. **Estimates** - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

O. **Comparative Data** - Comparative total data for the prior year has been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

P. **Interfund Activity** – Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them are presented as reductions in internal balances.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

2. Cash and investments

Cash and investments – custodial credit risk

Custodial credit risk for deposits and investments is the risk that, in the event of the failure of a depository financial institution, the County's deposits and investments might not be recovered. The County's policy and state statutes require all deposits and investments to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties or municipalities. As of December 31, 2011, all of the County's deposits were insured or collateralized.

Investments

As of December 31, 2011, the County had the following investments:

Type	Fair Value	Interest Rate Risk
Georgia Fund 1	$6,610,815	Weighted Average Maturity - 60 days
GEAP	1,065,911	Duration - .54
Total investments	$7,676,726	

The County invests funds throughout the year in a Local Government Investment Pool (Georgia Fund 1). Georgia Fund I, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAm rated money market funds and is regulated by the Georgia Office of the State Treasurer. However, Georgia Fund I operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the Securities and Exchange Commission (SEC) as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1.00 per share. Investments in the Georgia Fund I LGIP are rated AAAm. Due to the nature of the accounts, this fund is exempt from disclosure of custodial credit risk.

The Georgia Extended Asset Pool (GEAP) is offered by the State of Georgia to counties, municipalities, public colleges and universities, board of education, special districts, state agencies, and other authorized entities as an alternative to Georgia Fund I. A primary objective of GEAP is the prudent management of public funds on behalf of state and local governments. GEAP was designed for those investors seeking taxable income higher than money market rates and willing to accept price fluctuations. Investments in GEAP are rated aa+f. The fund is marked- to-market daily to maintain an accurate NAV. Minimum investment is $1,000,000, and GEAP operates in a manner consistent with Georgia Fund I.

2. **Cash and investments - continued**

Deposit and investment transactions are subject to a variety of risks. The County's adopted investment policies seek to promote the safety of principal, provide adequate liquidity for operation needs, earn market rates of return on investments consistent with liquidity needs and investment quality, and conform with legal requirements.

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The County's investment policy states that the Government will structure its portfolio to meet cash requirements for ongoing operations. The policy also emphasizes the purchase of shorter term or more liquid investment. The County limits its investments to those with maturities of five years or less.

Credit Risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. The County's investment policy seeks to minimize credit risk through diversification of investments within the choices allowed under state statutes.

3. **Property taxes**

State law requires that property taxes be based on assessed value, which is 40% of fair market value. With the exception of motor vehicles and the property of public utilities, which are valued by the State Revenue Department, the Board of Tax Assessors of Whitfield County makes all assessments. Upon completion of all assessments and tax returns, the information is turned over to the Whitfield County Tax Commissioner for compilation of the tax digest. The completed tax digest must be submitted to the State Revenue Commissioner for approval. The State Revenue Commissioner must ascertain that real property on the tax digest has been assessed at the state mandated forty percent (40%) of fair market value. If not, the State Revenue Commissioner may issue a consent order to reassess real property. The County Tax Commissioner distributes tax notices and collects tax payments.

The County Tax Commissioner also collects taxes for the Whitfield County Board of Education, the City of Dalton, the City of Dalton Board of Education, the City of Varnell, Dalton Downtown Development Authority, and the State of Georgia. Motor vehicle taxes must be paid by the birth date of the owner of the vehicle. Property taxes are levied each October based on values as of January 1st and are due on December 20th each year. The 2011 property taxes were levied on October 20, 2011 with taxes being due on December 20, 2011. Taxes are considered delinquent after December 20th. Collections of property taxes are made throughout the year. Property taxes are attached as an enforceable lien on the day the taxes become delinquent. The total real and personal tax levy is recorded as revenue in the fiscal year in which such amounts will be available (collected within 60 days of year-end) as net current assets. In the accompanying financial statements, the portion of the property tax levy for the tax year 2011 collected during the current year has been recognized as revenue.

4. **Capital assets**

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activites:				
Capital assets, not being depreciated:				
Land	$ 7,093,738	$ 32,500	$ -	$ 7,126,238
Construction in progress	11,535,150	5,203,972	(1,852,017)	14,887,105
Total capital assets, not being depreciated	18,628,888	5,236,472	(1,852,017)	22,013,343
Capital assets, being depreciated:				
Buildings	64,967,230	-	-	64,967,230
Vehicles	5,521,328	329,456	(251,280)	5,599,504
Equipment and fixtures	15,771,237	72,853	(202,718)	15,641,372
Infrastructure	742,749,798	4,241,564	-	746,991,362
Total capital assets, being depreciated	829,009,593	4,643,873	(453,998)	833,199,468
Less accumulated depreciation for:				
Buildings	(16,545,920)	(1,811,009)	-	(18,356,929)
Vehicles	(4,637,623)	(488,659)	251,280	(4,875,002)
Equipment and fixtures	(13,406,170)	(714,842)	202,718	(13,918,294)
Infrastructure	(487,376,958)	(18,560,135)	-	(505,937,093)
Total accumulated depreciation	(521,966,671)	(21,574,645)	453,998	(543,087,318)
Total capital assets, being depreciated, net	307,042,922	(16,930,772)	-	290,112,150
Governmental activities capital assets, net	$ 325,671,810	$ (11,694,300)	$ (1,852,017)	$ 312,125,493

4. **Capital assets - continued**

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, being depreciated:				
Building and land improvements	$ 5,605,000	$ -	$ (5,605,000)	$ -
Vehicles	425,247	129,584	(147,990)	406,841
Equipment and fixtures	10,457	-	(10,457)	-
Total capital assets, being depreciated	6,040,704	129,584	(5,763,447)	406,841
Less accumulated depreciation for:				
Building and land improvements	(5,059,411)	(545,589)	5,605,000	-
Vehicles	(287,257)	(92,525)	147,990	(231,792)
Equipment and fixtures	(10,457)	-	10,457	-
Total accumulated depreciation	(5,357,125)	(638,114)	5,763,447	(231,792)
Business-type activites capital assets, net	$ 683,579	$ (508,530)	$ -	$ 175,049

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

Governmental Activities:

General government	$ 1,131,511
Judicial	29,278
Public safety	1,282,603
Public works	18,887,765
Health and welfare	159,275
Culture and recreation	57,291
Housing and development	26,922
Total depreciation expense - governmental activities	$ 21,574,645

5. Defined Benefit Pension Plan

A. Plan Description

The County sponsors the Association County Commissioners of Georgia Restated Pension Plan for Whitfield County Employees (The Plan), which is a defined benefit pension plan.

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 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 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.

The pension plan is audited by an independent auditor and a separate report is issued. A copy can be obtained from GEBCorp, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits vest after five years of service. Participants become eligible to retire at the earlier of: a) age 65 with 5 years vested service or b) age 60 with 10 years of service. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.0% of average annual compensation up to $6,600 plus 1.5% of average annual compensation in excess of $6,600 plus $36 for each year of service payable as a life annuity. For participants hired after January 1, 2003 the annual benefit is 1% of average annual compensation multiplied by years of service. Compensation is averaged over a five year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

County employees are not required to contribute to the Plan. The County contributes the entire cost of the Plan, using the actuarial basis described in the annual valuation report.

Retirees, beneficiaries, and disables receiving benefits	139
Terminated plan participants entitled to but not yet receiving benefits	275
Active employees participating in the plan	455
Total number of plan participants	869

B. Contributions

The County is required to contribute an actuarially determined amount annually to the Pension 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. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement.

5. **Defined Benefit Pension Plan - continued**

The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish, and amend from time to time the contribution rates for the County and its plan participants.

The County's payroll for employees covered by the Plan as of January 1, 2011 (the most recent actuarial valuation date) was $16,785,946, (based on covered earnings for the preceding year).

The required contributions for the plan years 2011, 2010, and 2009 were $1,493,745, $1,467,532, and $1,460,073, respectively. These amounts represent 8.9%, 9.2%, and 9.7% of covered payroll, respectively. No contribution was made for the plan year 2011 which represents 0% of the annual pension cost.

Annual pension cost: The County's annual pension cost and net pension obligation (asset) for the pension plan for the current year were determined as follows:

Derivation of Annual Pension Cost	2011
Annual required contribution	$ 1,493,745
Interest on net pension asset	(294,620)
Amortization of net pension asset	315,237
Annual pension cost	$ 1,514,362
Derivation of Net Pension Obligation (Asset)	
Net pension obligation (asset) as of beginning of prior year	$ (3,709,329)
Annual pension cost for prior year	1,487,649
Actual contributions to plan for prior year	(1,579,870)
Increase in net pension obligation (asset)	(92,221)
Net pension obligation (asset) as of beginning of the year	$ (3,801,550)

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of January 1, 2011. The following summarizes the actuarial methods and assumptions used in that valuation:

Valuation date:	January 1, 2011
Actuarial cost method:	Projected Unit Credit
Asset valuation method:	Market Value
Actuarial assumptions:	
Assumed rate of return on assets:	7.75% per annum
Expected future salary increases:	5.0% - 7.5% based on age
Expected annual inflation:	3.0% per annum

5. **Defined Benefit Pension Plan - continued**

Funded status – At December 31, 2011, the actuarial accrued liability for pension benefits was $29,672,099 and actuarial value of assets set aside to fund this liability was $27,790,430. The resulting unfunded accrued actuarial liability was $1,881,669, and the funded ratio was 93.7%. The covered payroll was $16,785,946, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 11.2%

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

The unfunded actuarial accrued liability is being amortized as a level percent of pay on a closed basis. The weighted average remaining amortization period as of January 1, 2011 was 10 years.

Trend Information for the Plan

Year Ended December 31,	Annual Pension Cost (APC)	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation
2011	$ 1,514,362	N/A	N/A	$ (3,801,550)
2010	1,487,649	1,579,870	106%	(3,709,329)
2009	1,479,448	1,616,319	109%	(3,572,458)
2008	1,157,070	1,199,649	104%	(3,529,879)
2007	1,089,134	1,159,757	106%	(3,459,256)
2006	1,192,830	1,268,206	106%	(3,383,880)
2005	1,164,598	4,284,403	368%	(264,076)
2004	999,190	1,118,295	112%	(144,971)
2003	993,265	1,138,001	115%	(234)
2002	753,645	753,645	100%	(234)

6. **Other Postemployment Benefits (OPEB) – Healthcare**

Plan Description – The Whitfield County Retiree Health Insurance Plan was established to provide post employment benefits for eligible retirees and beneficiaries. The plan is a single-employer defined benefit health care plan providing coverage for medical and prescription drug benefits. The Board of Commissioners established the benefit provisions and may amend them as necessary. The Plan does not issue separate financial statements.

To be eligible for OPEB benefits, an employee must have been covered under the medical plan as an active member immediately prior to retirement, must be 1) at least age 60 with 10 years of service or 2) at least age 65 with 5 years of service. Participants who are not eligible for retirement at the time of termination are not eligible for benefits from the plan. Retirees may not resume coverage under the plan once coverage has lapsed. For 2011, there were 12 retirees and dependents receiving benefits.

6. Other Postemployment Benefits (OPEB) – Healthcare – continued

Funding policy – The funding policy of the County is to contribute to the plan the net claims paid during the year. The County covers the cost of administering the plan. The Board of Commissioners set the monthly contribution rates for active employees and retirees.

Coverage	Retirees Cost
Retiree	229.32
Retiree + spouse	417.48
Retiree + child	370.44
Retiree + family	515.40

The Plan's required employer contributions for the plan years 2011, 2010, and 2009 were $385,000, $493,000 and $779,000, respectively. Of the required employer contributions, the percentage contributed for plan years 2011, 2010 and 2009 were 25.6%, 32.7% and 12.3%, respectively.

Annual OPEB cost and Net OPEB obligation – The County had an actuarial valuation performed for the plan as of January 1, 2010 for the plan year ending December 31, 2011 to determine the employer's annual required contribution (ARC) for the period. The following summarizes the cost and contribution at December 31, 2011.

Annual OPEB Percentage of Annual OPEB Cost

Year Ended December 31,	Annual OPEB Cost	% of Annual OPEB Contributed	Net OPEB Asset (Liability)
2011	$ 1,507,000	25.60%	$ (13,387,000)
2010	1,509,000	32.70%	(12,265,000)
2009	6,306,000	12.30%	(11,249,000)

Schedule of Funding Progress

Actuarial Valuation Date	Plan Assets	Accrued Liability	Unfunded Liability (UL)	Normal Cost	Funded Ratio	Annual Covered Payroll	UL as % of Covered Payroll
1/1/2010	0	13,357,000	13,357,000	952,000	0%	17,503,000	76.3%
1/1/2008	0	56,496,000	56,496,000	3,890,000	0%	17,779,000	317.8%

6. **Other Postemployment Benefits (OPEB) – Healthcare – continued**

Schedule of Net OPEB Obligation (NOO)

		Annual OPEB Cost					
Plan Year	BOY NOO	ARC	Int	Adj	Total	Contribution	EOY NOO
2011	12,265,000	1,527,000	491,000	511,000	1,507,000	385,000	13,387,000
2010	11,249,000	1,527,000	450,000	468,000	1,509,000	493,000	12,265,000
2009	5,722,000	6,320,000	229,000	243,000	6,306,000	779,000	11,249,000
2008	0	6,320,000	0	0	6,320,000	598,000	5,722,000

Actuarial methods and assumptions – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The actuarial 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 plan members to that point. Actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the goal to reflect a long-term perspective.

Basis of Valuation

Current valuation date	January 1, 2010
Actuarial cost method	Projected Unit Credit
Amortization method	Level dollar, open, 30 years
Investment rate of return	4.0%
Inflation rate	2.5%
Medical cost trend rate	10% graded to 5% over 10 years

7. **Deferred compensation plan**

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is available to all full-time County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, and rights (until paid or made available to the employee or other beneficiary) are held in trust for the exclusive benefit of participants and their beneficiaries.

8. Cafeteria Plan

Whitfield County offers its employees a cafeteria plan created in accordance with Internal Revenue Code Section 125. The plan, available to all full-time County employees, allows any one or more of the following benefits to be acquired through salary redirection:

- Health Care Reimbursement (expenses not covered by group medical plan)
- Dependent Care Assistance
- Insurance Premium Payments
  (a) Group Medical
  (b) Group Term Life
  (c) Dental
  (d) Vision

The amount of salary redirection is determined by each participant prior to the beginning of the plan year end and is irrevocable for such year.

Excess salary redirection amounts resulting from the failure of a participant to incur a qualified expense or to seek reimbursement in a timely manner is forfeited and credited to the benefit plan surplus. Surplus amounts are first used to defray administrative costs and experience losses with the remainder, if any, being distributed to participants on a per capita basis. Any potential charges for the administration of the plan are paid by the County. In 2011, there were no charges incurred.

9. 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; and natural disasters for which the Government carries commercial insurance. Only liability coverage is maintained for County vehicles. The County established a limited risk management program for employee health insurance in 1992. Premiums are available to pay claims, claims reserve, excess insurance coverage and administrative costs of the program. During the fiscal year 2011, a total of $4,332,194, was paid in benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of $75,000. Based upon past claims history, claims incurred but not reported are considered to be immaterial and have not been accrued.

The County has joined together with other governments in the State as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association County Commissioners of Georgia (ACCG) Workers' Compensation Self Insurance Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments. As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The funds are to pay all costs taxed against members in any legal

9. **Risk-management – continued**

proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Settled claims in the current year have not exceeded the coverages.

Claims and Judgments – Description

Significant losses experienced by the County are covered by commercial insurance for all risks except employee health care for which the County retains the risk of loss. For insured risks there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or through prior years.

Claims Liabilities

The County records an estimated liability for indemnity health care, torts and other claims against the County. Claim liabilities are based on estimates of the ultimate cost of reportable claims (including future claim adjustment expenses) and an estimate for claims incurred but not reported based on historical experience.

Unpaid Claim Liabilities

The fund establishes a liability for both reported and unreported events, which includes estimates of both future payments of losses and related claims adjustment expenses.

The following represents the changes in approximate aggregate liabilities for the County from January 1, 2009 to December 31, 2011:

	HEALTH CARE
Liability balance December 31, 2008	$ 289,125
Claims and changes in estimates	4,001,843
Claims payments	(3,998,632)
Liability balance December 31, 2009	292,336
Claims and changes in estimates	6,852,017
Claims payments	(6,608,491)
Liability balance December 31, 2010	535,862
Claims and changes in estimates	4,131,499
Claims payments	(4,332,194)
Liability balance December 31, 2011	$ 335,167

10. Long-term debt

Note Payable – On April 6, 2010, the County executed a note to Spring Creek Properties, LLC for the purpose of purchasing real estate for the development of a recreational park in the west side of the County. The principal sum of the note is $949,600 with annual payments of $94,960 plus interest at 4.25% until December 31, 2019.

Note payable debt service requirements to maturity are as follows:

	Principal	Interest	Total
2012	$ 94,960	$ 32,286	$ 127,246
2013	94,960	28,251	123,211
2014	94,960	24,215	119,175
2015	94,960	20,179	115,139
2016	94,960	16,143	111,103
2017-2019	284,880	24,214	309,094
	$ 759,680	$ 145,288	$ 904,968

Capital lease

The County is obligated under capital leases that expire over the next three years. Included are the following amounts applicable to capital leases:

	Governmental Activities	Business-Type Activities
Building	$ -	$ 5,605,000
Equipment	363,870	-
Accumulated depreciation	(56,874)	(5,605,000)
Net leased property	$ 306,996	$ -

The present value of future minimum capital lease payments as of December 31, 2011 is as follows:

	Governmental Activities
2012	$ 109,016
2013	59,907
2014	10,797
2015	10,797
2016	2,699
Total minimum lease payments	193,216
Less amount representing interest	(7,765)
Present value of minimum lease payments	$ 185,451

10. Long-term debt - continued

Intergovernmental Liability – In 1998, the County entered into a Utility Service Agreement with Dalton Utilities for the construction of water lines in the west side area of the county. In 2003, another agreement was entered into for the construction of water lines in the north side area. In 2007, the final phase of water lines was constructed. Dalton Utilities funded the costs of construction and Whitfield County guaranteed the payment of the interest on the outstanding debt for the projects. The payments on the first debt, beginning in 1999, are due quarterly over a twelve year period. The second agreement has payments beginning in 2003 for a nine year period, and the third agreement, beginning in 2007, has quarterly payments for ten years. Original debt on all phases was $9,742,966. The annual requirements to amortize the intergovernmental liability outstanding at December 31, 2010 are as follows:

	Principal	Interest	Total
2012	$ 475,747	$ 70,521	$ 546,268
2013	395,438	47,495	442,933
2014	310,347	28,705	339,052
2015	220,215	14,405	234,620
2016	124,769	4,861	129,630
2017	25,508	329	25,837
	$ 1,552,024	$ 166,316	$ 1,718,340

Revenue Bonds

On December 18, 2009, the County issued bonds through the Dalton-Whitfield Joint Development Authority in the amount of $3,625,000. The bonds bear interest of 3.63% with a final maturity of December 15, 2019. Proceeds from the sale of these bonds were used for the acquisition and development of land, including sewer for the Commerce Park I project. This project is to promote trade, commerce and economic development for the citizens of Whitfield County.

On June 29, 2010, the County issued Series 2010A bonds through the Dalton-Whitfield Joint Development Authority in the amount of $3,775,000. These bonds bear interest of 2.97% with a final maturity of June 15, 2020. Proceeds from these bonds were used to acquire and develop land, including roads for the Carbondale Business Park.

On June 29, 2010, the County issued Series 2010B bonds through the Dalton-Whitfield Joint Development Authority in the amount of $6,075,000. These bonds bear interest of 5.51% and have a final maturity of June 15, 2025. Proceeds from these bonds were used to acquire land for commercial and industrial development for the Carbondale Business Park.

On July 7, 2011, the County issued Series 2011 bonds through the Dalton-Whitfield Joint Development Authority in the amount of $3,220,000. These bonds bear interest of 2.825% with a final maturity of June 15, 2021. Proceeds from these bonds were used to acquire land and the grading thereof, which is to be leased by the Authority to a company pursuant to a ground lease agreement for their construction of an advanced manufacturing facility.

Pursuant to these bond issues, the County entered into intergovernmental contracts with the Dalton-Whitfield Joint Development Authority whereby the County has an unconditional obligation to provide funds for the bond payments. The County will exercise its power of taxation to the extent necessary, up to one mill per dollar of the assessed value of taxable property, to fulfill its obligation.

10. Long-term debt - continued

A summary of annual debt service requirements to the maturity for the bonds follows:

	Principal	Interest	Total
2012	$ 1,240,000	$ 619,786	$ 1,859,786
2013	1,300,000	572,637	1,872,637
2014	1,350,000	523,440	1,873,440
2015	1,395,000	472,224	1,867,224
2016	1,450,000	419,103	1,869,103
2017-2021	6,785,000	1,240,003	8,025,003
2022-2025	2,220,000	252,909	2,472,909
	$ 15,740,000	$ 4,100,102	$ 19,840,102

Changes in long-term liabilities –

Long-term liability activity for the year ended December 31, 2011 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Notes Payable	$ 854,640	$ -	$ (94,960)	$ 759,680	$ 94,960
Capital Lease	231,828	50,359	(96,736)	185,451	103,459
Intergovernmental Liabilities	2,135,389	-	(583,365)	1,552,024	475,747
Revenue Bonds	13,170,000	3,220,000	(650,000)	15,740,000	1,240,000
Compensated Absences	868,942	1,014,189	(1,048,898)	834,233	407,931
Total Governmental Activities	$ 17,260,799	$ 4,284,548	$ (2,473,959)	$ 19,071,388	$ 2,322,097
Business-Type Activities:					
Capital Lease	$ 487,665	$ -	$ (487,665)	$ -	$ -
Total Business-Type Activities	$ 487,665	$ -	$ (487,665)	$ -	$ -

10. Long-term debt - continued

Intergovernmental liabilities are liquidated by funds set aside from the special purpose local option sales tax in the debt service fund. The note payable, capital lease, revenue bonds and compensated absences liability is liquidated by the general fund.

11. Interfund receivables/payables and transfers

Interfund balances at December 31, 2011, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

Receivable Fund	Payable Fund	Amount
General	SPLOST – Capital Projects	$ 1,370,097
General	Non-major governmental funds	167,861
General	Non-major enterprise fund	142,309
		$ 1,680,267

	Transfers out:		
Transfers in:	General Fund	Non-major Governmental Funds	Total
General Fund	$ -	$ 118,384	$ 118,384
Non-major Enterprise Funds	20,621	-	20,621
Capital Projects Fund	939,250	-	939,250
Non-major Governmental Fund	33,661	-	33,661
NW GA Trade & Convention Center	502,354	-	502,354
	$ 1,495,886	$ 118,384	$ 1,614,270

Transfers are primarily used to move funds from the general fund to finance various programs accounted for in other funds. Transfers to the capital projects fund are resources for future capital expenditures. Transfers from non-major governmental funds to the general fund are to reimburse the general fund for personnel cost associated with grants. Interfund receivables/payables are due to timing differences and are expected to be reimbursed during the fiscal year ending December 31, 2012.

12. Joint ventures

Dalton-Whitfield Solid Waste Management

The County and the City of Dalton share equally in operations of the Dalton-Whitfield Regional Solid Waste Management which operates solid waste disposal sites within Whitfield County. All budgetary and financial records are maintained by the City of Dalton. Administration is accomplished through a five member board with each government appointing two members and the fifth member being elected by the affirmative vote of the majority of the four appointed. Current expenses are funded through user fees and, if necessary, equal transfers from both governments. The County's equity interest in this joint venture is shown within the proprietary fund. The County's share of the resulting income or loss from the joint venture is shown separately as charge for services on the Statement of Activities.

State and federal laws and regulations require the Dalton-Whitfield Regional Solid Waste Management Authority to place a final cover on its landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the Authority reports a portion of the closure and post-closure care costs as a non-operating expense in each period based on landfill capacity used as of each balance sheet date.

The accrual for closure and post-closure cost is summarized by location as follows:

Landfill sites:	Westside	Old Dixie Phases 2,4 and 5	Old Dixie Phase 6 Cells 1 and 2	Old Dixie Phase 6 Cells 3 and 4	Balefill	Total
Estimated future costs:						
Closure	Completed	Completed	$ 3,220,000	$ 2,210,000	$ 1,765,000	$ 7,195,000
Post-closure	$ 780,000	$ 1,890,000	2,160,000	1,490,000	1,240,000	7,560,000
	780,000	1,890,000	5,380,000	3,700,000	3,005,000	14,755,000
Percentage of total landfill capacity used as of 12/31/11	100%	100%	100%	44.0%	49.0%	-
	780,000	1,890,000	5,380,000	1,628,000	1,472,000	11,150,000
Land acquisition	50,000	-	-	-	-	50,000
Accrual at 12/31/11	$ 830,000	$ 1,890,000	$ 5,380,000	$ 1,628,000	$ 1,472,000	$ 11,200,000

The Authority will record the remaining estimated cost of closure and post-closure care costs of $3,605,000 as the remaining capacity is filled. Estimated remaining landfill life is more than 30 years. The above estimates are based on what it would cost to perform all closure and post-closure care in 2011. Actual costs when incurred may be higher due to inflation, changes in technology, or changes in laws and regulations.

12. **Joint ventures - continued**

The Authority's landfill closure and post-closure requirements are being funded from user fees and interest earned from investments. If these revenues are inadequate or additional post-closure care requirements are determined, these costs may need to be covered by charges to future landfill users.

According to the latest inspection reports issued by the Georgia Department of Natural Resources, dated February 17, 2012, the Dalton-Whitfield Regional Solid Waste Management Authority was in compliance for closure and post-closure care financial assurance requirement as of December 31, 2011.

Condensed audited financial statements for the DWRSWMA at December 31, 2011 are as follows:

Assets	
Current assets	$ 15,492,193
Capital assets-net	21,619,356
Total assets	$ 37,111,549
Liabilities and Net Assets	
Current liabilities	$ 307,961
Non-current liabilities	11,707,709
Net assets	25,095,879
Total liabilities and net assets	$ 37,111,549
Statements of Revenues and Expenses	
Operating revenues	$ 5,246,381
Operating expenses	(4,467,682)
Depreciation	(1,446,071)
Operating loss	(667,372)
Non-operating revenues (expenses)	62,276
Decrease in net assets	$ (605,096)

Northwest Georgia Trade & Convention Center Authority

The County participates with the City of Dalton in the Northwest Georgia Trade and Convention Center Authority. All budgetary and financial records are maintained by the City of Dalton. The County and City of Dalton share equally in the operations of the NWGTCCA, which operates to promote tourism, conventions, special events, and trade shows. Current expenses are funded through user fees, and, if necessary, equal transfers from both governments.

In 1991, Whitfield County and the City of Dalton entered into a twenty-year lease for the Northwest Georgia Trade & Convention Center facilities from the City of Dalton Building Authority. Lease

12. Joint ventures - continued

payments, which correspond with payment on the Building Authority's revenue bonds, are due on January 1, and July 1, of each year. The lease contains a bargain purchase option, which can be exercised at any time after the bonds are retired or in conjunction with the early retirement of the bonds. These bonds were retired during 2011.

In 2003, the contractual authority converted to a legislative authority containing a seven member board composed of two members appointed by the City, two members appointed by the County, and three members, appointed by the four City and County appointees, representing the lodging, restaurant, and tourism industries respectively.

Due to the 2003 legislative act mentioned above and the retirement of the bonds as stated in the first paragraph, the assets will transfer to the Authority. It is on this basis that the County is amortizing its capital investment including land over the remaining life of the bonds. The County's ownership interests ends upon the retirement of the bond. During 2011, the bond was retired and the assets transferred to the Authority.

The City of Dalton and Whitfield County shall each be required to fund one half (1/2) of an agreed-upon annual appropriation as the local government contributions to the Northwest Georgia Trade & Convention Center Authority as well as the debt service of the current 2003 bonds used to refinance the 1993 construction bond.

In 2011, the County changed from the cost to the equity method of accounting for this joint venture. See Note 13 for change in fund equity.

Condensed audited financial statements for the Northwest Georgia Trade and Convention Center Authority at December 31, 2011 are as follows:

Assets	
Current assets	$ 296,135
Capital assets-net	9,951,186
Total assets	$ 10,247,321
Liabilities and Net Assets	
Current liabilities	$ 319,252
Net assets	9,928,069
Total liabilities and net assets	$ 10,247,321
Statements of Revenues and Expenses	
Operating revenues	$ 1,063,986
Operating expenses	(2,042,385)
Depreciation	(407,822)
Operating loss	(1,386,221)
Non-operating revenues	2,448
Transfers in	992,143
Decrease in net assets	$ (391,630)

12. **Joint ventures - continued**

Dalton-Whitfield Joint Development Authority

The County participates with the City of Dalton in the Dalton-Whitfield Joint Development Authority. All budgetary and financial records are maintained by the City of Dalton. The Dalton-Whitfield Joint Development Authority issued separate audited financial statements

The County and City of Dalton share equally in operations of the Dalton-Whitfield Joint Development Authority, which operates to promote economic development within the City of Dalton and Whitfield County. Current expenditures are funded through equal transfer from both governments. The County's share of the resulting income or loss from the joint venture is shown separately as charge for services on the Statement of Activities.

Condensed audited financial statements for the Dalton-Whitfield Joint Development Authority at December 31, 2011 are as follows:

Assets		
Current assets	$	295,696
Capital assets-net		8,264
Total assets	$	303,960
Liabilities and Net Assets		
Current liabilities	$	89,919
Net assets		214,041
Total liabilities and net assets	$	303,960
Statements of Revenues and Expenses		
Operating revenues	$	627,130
Operating expenses		(793,222)
Operating loss		(166,092)
Transfers in		315,000
Increase in net assets		148,908
Net assets - beginning		65,133
Net assets - ending	$	214,041

Northwest Georgia Regional Commission

Under Georgia law, the County, in conjunction with other cities and counties in the Northwest area, is a member of the Northwest Georgia Regional Commission (NWGRC). Membership in NWGRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the NWGRC. Membership in the NWGRC includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for obligations of the NWGRC. During the year, the County paid $61,430 in dues to the NWGRC. The financial requirements of the County related to the NWGRC are limited to the amount of its annual dues. Separate financial statements may be obtained from the NWGRC, 503 W. Waugh Street, Dalton, Georgia 30720.

13. Changes in Beginning Net Assets

The following discloses the restatement of proprietary fund equity for the Northwest Georgia Trade and Convention Center.

	NW GA Trade & Convention Center	Total Proprietary Funds
Fund equity, beginning of year, as originally stated	$ 57,923	$ 13,092,543
Increase due to changing to equity method to account for joint venture	3,657,928	3,657,928
Fund equity, beginning of year as restated	$ 3,715,851	$ 16,750,471

14. Component Unit

The Whitfield County Department of Public Health is the only discretely presented component unit in the financial statements of Whitfield County, Georgia at December 31, 2011. The information shown on the component unit is extracted from the June 30, 2011 audited financial statements.

15. Commitments and contingencies

Legal Proceedings - The County is a defendant in various lawsuits. An accrual of $100,000, representing the County's liability insurance deductible, was recorded at December 31, 2011 in the general fund.

Self-insurance programs - The County is self-insured for employee health claims

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

Ambulance and Emergency Rescue Services – On September 14, 2009, the County entered into a new agreement with Hamilton Emergency Medical Services, Inc. The County pays for ambulance and emergency rescue services. The amount expended in 2011 and 2010 was $485,000 for each year. The contract terminates December 31, 2012.

16. Hotel/Motel Tax

Whitfield County, Georgia levies a hotel/motel tax in accordance with the provisions of OCGA 48-13-51. The amount expended for 2011 was $215,275, which represents 100% of the tax receipts.

WHITFIELD COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2011

ACTUARIAL VALUATION DATE 12/31	(1) ACTUARIAL VALUE OF ASSETS		(2) ACTUARIAL ACCRUED LIABILITY (AAL)	(3) FUNDED RATIO (1)/(2)	(4) UNFUNDED AAL(UAAL) (2) - (1)	(5) ANNUAL COVERED PAYROLL (PRIOR YEAR)	(6) UAAL AS A PERCENTAGE OF COVERED PAYROLL (4)/(5)
2002	11,204,601		14,039,770	79.8%	2,835,169	10,672,061	26.6%
2003	13,251,187		16,729,824	79.2%	3,478,637	10,579,806	32.9%
2004	14,767,459		18,270,347	80.8%	3,502,888	11,068,393	31.7%
2005	19,322,674		20,405,471	94.7%	1,082,797	11,988,947	9.0%
2006	21,839,331		21,088,880	103.6%	(750,451)	11,449,066	-6.6%
2007	23,963,872		23,058,259	103.9%	(905,613)	12,731,373	-7.1%
2008	23,618,963		24,492,734	96.4%	873,771	13,883,788	6.3%
2009	25,904,426	*	27,202,762	95.2%	1,298,336	14,981,485	8.7%
2010	27,783,187	*	28,449,620	97.7%	666,433	15,990,170	4.2%
2011	27,790,430	*	29,672,099	93.7%	1,881,669	16,785,946	11.2%

Analysis of the dollar amounts of actuarial value of assets available for benefits, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing the actuarial value of assets as a percentage of the actuarial accrued liability provides one indication of funded status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Plan.

Trends in unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the Plan's progress in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the Plan.

* Reflects change to asset smoothng adopted by the ACCG Pension Plan and Trust Board of Trustees.

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COMBINING AND INDIVIDUAL FUND STATEMENTS

WHITFIELD COUNTY, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
December 31, 2011

	Non-Major Special Revenue Funds	Non-Major Debt Service Fund	Total Non-Major Governmental Funds
ASSETS			
Cash and cash equivalents	$ 2,031,408	$ 1,723,761	$ 3,755,169
Receivables (net of allowance for uncollectibles) -			
Accounts	307,480	-	307,480
Due from other governments	212,236	-	212,236
Prepaid items	72,943	-	72,943
TOTAL ASSETS	$ 2,624,067	$ 1,723,761	$ 4,347,828
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 90,633	$ 5,421	$ 96,054
Accrued liabilities	42,595	-	42,595
Due to other funds	167,861	-	167,861
Total liabilities	301,089	5,421	306,510
FUND BALANCES			
Nonspendable	72,943	-	72,943
Restricted for:			
Judicial	768,486	-	768,486
Public safety	1,435,431	-	1,435,431
Culture and recreation	46,118	-	46,118
Debt service	-	1,718,340	1,718,340
TOTAL FUND BALANCES	2,322,978	1,718,340	4,041,318
TOTAL LIABILITIES AND FUND BALANCES	$ 2,624,067	$ 1,723,761	$ 4,347,828

WHITFIELD COUNTY, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

	Non-Major Special Revenue Funds	Non-Major Debt Service Fund	Total Non-Major Governmental Funds
REVENUES			
Taxes	$ 215,275	$ -	$ 215,275
Intergovernmental revenues	622,162	-	622,162
Charges for services	1,726,268	-	1,726,268
Fines, forfeitures and penalties	303,875	-	303,875
Investment earnings	983	-	983
Miscellaneous	12,698	-	12,698
Total revenues	2,881,261	-	2,881,261
EXPENDITURES			
Current -			
Judicial	372,501	-	372,501
Public safety	1,854,085	-	1,854,085
Culture and recreation	238,380	-	238,380
Housing and development	330,675	-	330,675
Debt service			
Principal retirement	-	583,364	583,364
Interest and fiscal charges	-	97,924	97,924
Total expenditures	2,795,641	681,288	3,476,929
Excess (deficiency) of revenues over expenditures	85,620	(681,288)	(595,668)
OTHER FINANCING SOURCES (USES)			
Transfers in	33,661	-	33,661
Transfers out	(118,384)	-	(118,384)
Total other financing sources (uses)	(84,723)	-	(84,723)
Net change in fund balances	897	(681,288)	(680,391)
FUND BALANCES - beginning of year	2,322,081	2,399,628	4,721,709
FUND BALANCES - end of year	$ 2,322,978	$ 1,718,340	$ 4,041,318

GENERAL FUND

GENERAL FUND
A MAJOR FUND

The General Fund accounts for all sources and uses of financial resources applicable to the general operations of county government which are not properly accounted for in another fund.

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	2011	2010
ASSETS		
Cash and cash equivalents	$ 4,765,984	$ 1,379,368
Investments	7,676,726	9,911,765
Receivables (net of allowance for uncollectibles of $50,000) -		
Taxes	2,745,310	4,182,316
Accounts	652,110	255,277
Due from other funds	1,680,267	1,052,279
Due from other governments	1,547,299	1,436,985
Prepaid items	323,618	396,586
TOTAL ASSETS	$ 19,391,314	$ 18,614,576
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$ 860,179	$ 715,840
Accrued liabilities	996,975	1,307,109
Due to other governments	615,248	297,561
Deferred revenues-		
Uncollected property taxes	2,072,044	2,313,956
Alcoholic beverage licenses	62,800	57,800
Total liabilities	4,607,246	4,692,266
FUND BALANCE		
Nonspendable:		
Prepaid items	323,618	396,586
Unassigned	14,460,450	13,525,724
Total fund balances	14,784,068	13,922,310
TOTAL LIABILITIES AND FUND BALANCES	$ 19,391,314	$ 18,614,576

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011	2010
REVENUES		
Taxes	$ 33,075,652	$ 32,345,881
Licenses and permits	287,160	264,582
Intergovernmental revenues	959,083	2,300,604
Charges for services	2,905,077	2,650,497
Fines, forfeitures and penalties	1,301,751	1,128,818
Investment earnings	32,328	46,589
Contributions and donations	10,480	85,385
Miscellaneous	895,827	788,116
Total revenues	39,467,358	39,610,472
EXPENDITURES		
General government	6,257,854	7,778,442
Judicial	5,035,173	6,130,071
Public safety	15,133,430	18,480,394
Public works	6,024,199	6,924,763
Health and welfare	608,063	1,323,235
Culture and recreation	1,018,263	1,179,793
Housing and development	1,799,508	2,005,059
Debt service	1,383,671	641,538
Total expenditures	37,260,161	44,463,295
Excess (deficiency) of revenues over expenditures	2,207,197	(4,852,823)
OTHER FINANCING SOURCES (USES)		
Sale of capital assets	32,063	38,594
Transfers in	118,384	180,367
Transfers out	(1,495,886)	(3,530,963)
Total other financing sources (uses)	(1,345,439)	(3,312,002)
Net change in fund balances	861,758	(8,164,825)
FUND BALANCES - beginning of year	13,922,310	22,087,135
FUND BALANCES - end of year	$ 14,784,068	$ 13,922,310

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
REVENUES					
Taxes -					
Property taxes	$ 13,500,000	$ 13,500,000	$ 13,688,899	$ 188,899	$ 13,629,237
Motor vehicle and mobile home taxes	-	999,700	1,260,980	261,280	1,179,504
Local option sales taxes	14,350,000	14,500,000	14,504,471	4,471	14,175,942
Transfer taxes	30,000	27,000	27,032	32	28,924
Franchise taxes	300,000	334,000	334,054	54	351,557
Alcoholic beverage taxes	410,000	381,500	381,470	(30)	404,704
Business license taxes	85,000	109,000	109,405	405	83,553
Insurance premium taxes	2,500,000	2,769,000	2,769,341	341	2,492,460
Total taxes	**31,175,000**	**32,620,200**	**33,075,652**	**455,452**	**32,345,881**
Licenses and permits -					
Alcoholic beverage licenses	65,000	65,000	68,650	3,650	64,550
Zoning and business licenses	5,000	4,680	1,680	(3,000)	2,110
Building and mobile home permits	200,000	208,000	216,360	8,360	196,702
Other	1,000	1,000	470	(530)	1,220
Total licenses and permits	**271,000**	**278,680**	**287,160**	**8,480**	**264,582**
Intergovernmental revenues -					
United States Government	590,000	825,292	870,204	44,912	797,317
State of Georgia	-	5,600	8,787	3,187	3,287
Dalton-Whitfield Solid Waste Authority	1,500,000	-	-	-	1,500,000
Dalton Utilities	-	80,000	80,092	92	-
Total intergovernmental revenues	**2,090,000**	**910,892**	**959,083**	**48,191**	**2,300,604**
Charges for services -					
Clerk of Court	483,000	376,500	377,485	985	433,998
Probate Court	135,000	145,000	147,485	2,485	139,947
Magistrate Court	220,000	296,000	297,342	1,342	219,679
Sheriff's Department	75,000	100,600	104,320	3,720	59,007
State of Georgia	328,000	488,000	496,140	8,140	345,216
Federal Government	-	75,000	75,594	594	
City of Dalton, Georgia	36,000	47,000	47,981	981	36,699
Other cities	18,000	8,150	7,874	(276)	15,987
Jail	190,000	173,700	173,782	82	181,155

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
REVENUES-continued	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Charges for services - continued					
Tax Commissioner's Office	$ 1,515,000	$ 1,045,400	$ 1,041,212	$ (4,188)	$ 1,013,930
Public Works	20,000	14,800	14,842	42	17,742
Board of Elections and Registrar	-	-	-	-	9,186
Animal Control	3,500	5,400	5,455	55	3,324
Parks and Recreation	44,000	28,000	29,034	1,034	43,543
Other	76,000	58,900	86,531	27,631	131,084
Total charges for services	**3,143,500**	**2,862,450**	**2,905,077**	**42,627**	**2,650,497**
Fines, forfeitures and penalties -					
Clerk of Court	455,000	545,000	545,677	677	425,514
Probate Court	665,000	684,000	684,828	828	625,543
Magistrate Court	68,000	58,500	58,532	32	63,778
Juvenile Court	5,000	5,000	12,714	7,714	13,983
Total fines, forfeitures and penalties	**1,193,000**	**1,292,500**	**1,301,751**	**9,251**	**1,128,818**
Investment earnings -					
Interest	25,000	29,000	32,328	3,328	46,589
Contributions & Donations-Private Source -					
Private contributions	-	10,480	10,480	-	85,385
Miscellaneous -					
Whitfield County Board of Education	150,000	151,000	152,076	1,076	147,119
Murray County Board of Commissioners	300,000	296,200	296,252	52	303,760
State of Georgia	106,000	128,000	128,441	441	88,434
Other	212,000	297,952	319,058	21,106	248,803
Total miscellaneous	**768,000**	**873,152**	**895,827**	**22,675**	**788,116**
TOTAL REVENUES	**$ 38,665,500**	**$ 38,877,354**	**$ 39,467,358**	**$ 590,004**	**$ 39,610,472**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES					
General Government -					
Administration -					
Personal services and employee benefits	$ 246,939	$ 211,714	$ 208,147	$ 3,567	$ 542,979
Purchased and contracted services	69,300	70,050	69,116	934	167,592
Supplies	24,850	21,903	21,841	62	43,096
Total Administration	341,089	303,667	299,104	4,563	753,667
Board of Elections -					
Personal services and employee benefits	206,340	197,726	195,632	2,094	345,823
Purchased and contracted services	74,350	52,210	51,105	1,105	84,631
Supplies	5,850	5,860	2,324	3,536	4,244
Total Board of Elections	286,540	255,796	249,061	6,735	434,698
Finance -					
Personal services and employee benefits	346,128	317,009	312,945	4,064	398,194
Purchased and contracted services	44,016	44,631	44,539	92	48,072
Supplies	5,000	6,520	6,518	2	15,685
Total Finance	395,144	368,160	364,002	4,158	461,951
Information Technology -					
Personal services and employee benefits	382,674	412,644	409,582	3,062	658,098
Purchased and contracted services	504,430	449,782	449,195	587	407,811
Supplies	54,600	55,876	55,605	271	62,046
Total Information Technology	941,704	918,302	914,382	3,920	1,127,955
Human Resources -					
Personal services and employee benefits	234,969	173,018	171,000	2,018	-
Purchased and contracted services	93,240	23,740	23,083	657	-
Supplies	25,250	12,300	12,110	190	-
Total Human Resources	353,459	209,058	206,193	2,865	-
Tax Commissioner -					
Personal services and employee benefits	892,706	920,004	909,418	10,586	1,166,877
Purchased and contracted services	134,950	123,824	123,500	324	124,602
Supplies	21,040	22,036	21,862	174	21,059
Total Tax Commissioner	1,048,696	1,065,864	1,054,780	11,084	1,312,538

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
General Government - continued					
Tax Assessor -					
Personal services and employee benefits	$ 1,010,219	$ 909,167	$ 899,442	$ 9,725	$ 1,171,388
Purchased and contracted services	146,980	118,958	118,498	460	118,333
Supplies	38,685	22,292	21,335	957	21,285
Total Tax Assessor	1,195,884	1,050,417	1,039,275	11,142	1,311,006
Board of Equalization -					
Purchased and contracted services	13,800	10,400	10,255	145	10,277
Supplies	200	-	-	-	-
Total Board of Equalization	14,000	10,400	10,255	145	10,277
Buildings and Grounds -					
Personal services and employee benefits	733,516	619,997	612,230	7,767	838,482
Purchased and contracted services	133,250	147,050	146,546	504	121,378
Supplies	523,930	548,797	548,333	464	528,288
Total Buildings and Grounds	1,390,696	1,315,844	1,307,109	8,735	1,488,148
Public Information -					
Personal services and employee benefits	22,873	26,308	26,287	21	25,819
Purchased and contracted services	2,375	1,350	1,326	24	-
Supplies	500	4,575	4,567	8	-
Total Public Information	25,748	32,233	32,180	53	25,819
Non-departmental -					
Contingency	884,000	-	-	-	-
Attorney Fees	175,000	193,750	193,735	15	210,030
Liability Insurance	450,000	412,600	412,506	94	446,269
Claims and Judgments	-	-	-	-	30,725
Audit Fees	103,500	105,300	105,255	45	99,709
General Administrative Fees	68,500	70,036	70,017	19	65,650
Total Non-departmental	1,681,000	781,686	781,513	173	852,383
Total General Government	**7,673,960**	**6,311,427**	**6,257,854**	**53,573**	**7,778,442**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Judicial -					
Judicial Administration -					
Personal services and employee benefits	$ 303,021	$ 274,405	$ 270,783	$ 3,622	$ 333,718
Purchased and contracted services	204,685	220,910	220,342	568	218,147
Supplies	13,200	15,625	15,456	169	8,519
Total Judicial Administration	520,906	510,940	506,581	4,359	560,384
Judge Morris' Office -					
Personal services and employee benefits	21,634	19,558	19,555	3	20,303
Purchased and contracted services	29,950	29,710	29,629	81	27,375
Supplies	3,850	3,423	3,015	408	3,553
Total Judge Morris' Office	55,434	52,691	52,199	492	51,231
Judge Boyett's Office -					
Personal services and employee benefits	21,648	19,572	19,572	-	21,220
Purchased and contracted services	30,100	27,423	27,120	303	28,278
Supplies	3,700	2,880	2,755	125	2,079
Total Judge Boyett's Office	55,448	49,875	49,447	428	51,577
Judge Adams' Office -					
Personal services and employee benefits	21,636	19,560	19,560	-	22,324
Purchased and contracted services	29,950	33,880	33,775	105	30,452
Supplies	4,550	3,450	3,406	44	3,562
Total Judge Adams' Office	56,136	56,890	56,741	149	56,338
Judge Partain's Office -					
Personal services and employee benefits	21,640	19,564	19,564	-	22,328
Purchased and contracted services	32,400	34,144	33,975	169	30,755
Supplies	3,800	3,329	3,264	65	3,408
Total Judge Partain's Office	57,840	57,037	56,803	234	56,491
Drug Court -					
Personal services and employee benefits	63,486	59,046	58,488	558	66,897
Total Drug Court	63,486	59,046	58,488	558	66,897
Clerk of Superior Court -					
Personal services and employee benefits	671,208	605,667	598,791	6,876	805,793
Purchased and contracted services	90,900	73,649	73,160	489	76,030
Supplies	29,700	18,255	18,089	166	24,615
Total Clerk of Superior Court	791,808	697,571	690,040	7,531	906,438

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Judicial - continued					
District Attorney -					
Personal services and employee benefits	$ -	$ 59,352	$ 59,246	$ 106	$ -
Purchased and contracted services	927,788	881,979	881,339	640	1,205,292
Supplies	44,100	38,209	42,901	(4,692)	48,520
Total District Attorney	971,888	979,540	983,486	(3,946)	1,253,812
Magistrate Court -					
Personal services and employee benefits	688,292	691,764	686,521	5,243	855,210
Purchased and contracted services	112,700	65,570	65,141	429	71,886
Supplies	30,500	25,580	25,390	190	23,763
Total Magistrate Court	831,492	782,914	777,052	5,862	950,859
Probate Court -					
Personal services and employee benefits	362,759	349,423	346,392	3,031	471,642
Purchased and contracted services	41,018	29,461	29,170	291	34,686
Supplies	11,975	8,963	8,323	640	11,127
Total Probate Court	415,752	387,847	383,885	3,962	517,455
Juvenile Court -					
Personal services and employee benefits	766,809	614,652	608,160	6,492	793,273
Purchased and contracted services	190,420	177,175	176,280	895	210,286
Supplies	21,759	11,679	11,358	321	19,057
Total Juvenile Court	978,988	803,506	795,798	7,708	1,022,616
Public Defender -					
Purchased and contracted services	596,022	618,573	618,490	83	622,869
Supplies	4,625	6,173	6,163	10	13,104
Total Public Defender	600,647	624,746	624,653	93	635,973
Total Judicial	**5,399,825**	**5,062,603**	**5,035,173**	**27,430**	**6,130,071**
Public Safety -					
Sheriff's Department -					
Personal services and employee benefits	5,517,777	4,933,730	4,869,337	64,393	6,366,844
Purchased and contracted services	302,300	257,856	256,473	1,383	262,328
Supplies	605,100	611,745	610,181	1,564	555,753
Total Sheriff's Department	6,425,177	5,803,331	5,735,991	67,340	7,184,925

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Public Safety - continued					
Correctional Center -					
Personal services and employee benefits	$ 3,406,041	$ 3,105,181	$ 3,076,890	$ 28,291	$ 3,940,058
Purchased and contracted services	1,018,325	1,089,070	1,087,522	1,548	1,101,596
Supplies	429,000	468,975	468,697	278	511,303
Total Correctional Center	4,853,366	4,663,226	4,633,109	30,117	5,552,957
Fire Department -					
Personal services and employee benefits	3,912,348	3,484,991	3,457,256	27,735	4,379,080
Purchased and contracted services	209,134	201,355	200,812	543	208,100
Supplies	240,186	226,560	226,036	524	252,908
Total Fire Department	4,361,668	3,912,906	3,884,104	28,802	4,840,088
Coroner -					
Personal services and employee benefits	44,176	39,028	38,528	500	49,607
Purchased and contracted services	89,250	72,150	72,064	86	74,141
Supplies	6,560	2,225	2,096	129	4,327
Total Coroner	139,986	113,403	112,688	715	128,075
Animal Control -					
Personal services and employee benefits	126,003	117,202	116,344	858	150,203
Purchased and contracted services	12,110	16,091	16,010	81	12,601
Supplies	24,340	12,865	12,795	70	26,408
Total Animal Control	162,453	146,158	145,149	1,009	189,212
Emergency Management -					
Personal services and employee benefits	62,896	61,726	61,670	56	68,887
Purchased and contracted services	21,900	41,660	41,292	368	16,590
Supplies	10,600	34,585	34,427	158	14,660
Total Emergency Management	95,396	137,971	137,389	582	100,137
American Red Cross	1,000	-	-	-	-
Emergency Medical Services	485,000	485,000	485,000	-	485,000
Total Public Safety	**16,524,046**	**15,261,995**	**15,133,430**	**128,565**	**18,480,394**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Public Works -					
Public Works -					
Personal services and employee benefits	$ 3,267,274	$ 2,765,221	$ 2,730,934	$ 34,287	$ 4,112,340
Purchased and contracted services	373,440	425,020	414,347	10,673	437,497
Supplies	2,110,490	2,245,745	2,244,355	1,390	1,778,958
Total Public Works	5,751,204	5,435,986	5,389,636	46,350	6,328,795
Solid Waste Disposal	425,000	378,000	377,910	90	417,968
Intergovernmental Payments	178,000	256,700	256,653	47	178,000
Total Public Works	**6,354,204**	**6,070,686**	**6,024,199**	**46,487**	**6,924,763**
Health and Welfare -					
Physical and Mental Health	250,000	250,000	250,000	-	950,000
Family Support Council	8,000	8,000	8,000	-	7,000
Family and Children Services	130,000	130,000	130,000	-	148,678
Department of Veterans Services	1,000	1,000	984	16	984
Pauper fund	55,000	67,000	67,000	-	63,000
Senior Citizens Center	150,000	152,079	152,079	-	153,573
Total Health and Welfare	**594,000**	**608,079**	**608,063**	**16**	**1,323,235**
Culture and Recreation -					
Parks and Recreation -					
Personal services and employee benefits	450,240	413,248	409,436	3,812	509,550
Purchased and contracted services	135,500	105,020	104,596	424	124,178
Supplies	359,300	305,161	304,231	930	320,065
Total Parks and Recreation	945,040	823,429	818,263	5,166	953,793
Dalton Regional Library	200,000	200,000	200,000	-	226,000
Total Culture and Recreation	**1,145,040**	**1,023,429**	**1,018,263**	**5,166**	**1,179,793**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Housing and Development -					
County Extension Service -					
Personal services and employee benefits	$ 85,110	$ 82,130	$ 82,019	$ 111	$ 93,864
Purchased and contracted services	12,200	12,430	12,374	56	14,124
Supplies	12,200	11,970	11,944	26	12,381
Total County Extension Service	109,510	106,530	106,337	193	120,369
Inspections and Enforcement -					
Personal services and employee benefits	330,577	346,822	346,523	299	393,516
Purchased and contracted services	39,125	22,365	22,225	140	38,463
Supplies	25,550	17,000	16,791	209	18,627
Total Inspections and Enforcement	395,252	386,187	385,539	648	450,606
County Planner -					
Personal services and employee benefits	139,786	77,907	77,410	497	156,182
Purchased and contracted services	11,020	6,325	6,089	236	13,606
Supplies	2,000	565	543	22	6,966
Total County Planner	152,806	84,797	84,042	755	176,754
Metropolitan Planning Organization -					
Personal services and employee benefits	94,356	67,161	66,753	408	68,745
Purchased and contracted services	32,800	85,960	85,646	314	15,910
Supplies	6,000	3,100	3,018	82	534
Total Metropolitan Planning Organization	133,156	156,221	155,417	804	85,189
County Engineer -					
Personal services and employee benefits	251,275	292,518	289,906	2,612	307,346
Purchased and contracted services	13,635	18,560	18,387	173	8,108
Supplies	6,350	5,425	5,341	84	4,443
Total County Engineer	271,260	316,503	313,634	2,869	319,897

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

concluded

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Housing and Development - continued					
Non-departmental -					
Timber Protection	$ 3,600	$ 10,045	$ 10,043	$ 2	$ 3,090
D/W Chamber of Commerce	157,250	157,250	157,250	-	157,250
D/W Community Development Corp.	80,000	80,000	80,000	-	93,500
Intergovernmental Payments	458,750	507,250	507,246	4	598,404
Total non-departmental	699,600	754,545	754,539	6	852,244
Total Housing and Development	1,761,584	1,804,783	1,799,508	5,275	2,005,059
Debt Service -					
Principal payments	1,212,466	845,466	845,267	199	413,428
Interest payments	-	538,425	538,404	21	228,110
Total Debt Service	1,212,466	1,383,891	1,383,671	220	641,538
TOTAL EXPENDITURES	40,665,125	37,526,893	37,260,161	266,732	44,463,295
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ (1,999,625)	$ 1,350,461	$ 2,207,197	$ 856,736	$ (4,852,823)

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SPECIAL REVENUE FUNDS

NON-MAJOR SPECIAL REVENUE FUNDS

These operating funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or for major capital projects) that are legally restricted as to use by the Federal or State Government and special purpose funds established by the County Board of Commissioners.

Governmental Law Library Fund - accounts for revenues and expenditures associated with maintaining a law library for attorneys practicing in state and county courts.

District Attorney Forfeiture Fund - accounts for revenues and expenditures associated with seized property through court ordered forfeitures for the purpose of enhancing law enforcement.

Sheriff's Forfeiture Fund - accounts for revenues and expenditures associated with seized property through court ordered forfeitures for the purpose of enhancing law enforcement.

911 Emergency System – accounts for revenues and expenditures associated with providing emergency services to telephone subscribers in Whitfield County.

Whitfield County Neighborhood Stabilization Program – accounts for revenues and expenditures associated with the purchase and redevelopment of foreclosed upon homes and residential properties, and can be used to purchase and rehabilitate homes and residential properties that have been abandoned or foreclosed upon in order to sell, rent, or redevelopment.

Tunnel Hill Transportation Enhancement Grant – accounts for revenues and expenditures associated with the construction of sidewalks and multi-use trails in and near the park in Tunnel Hill to link residential neighborhood and main highway to the park. This project will be complimented by picnic tables, kiosks, trash receptacles, and other amenities.

Conasauga A.D.R. Program - accounts for revenues and expenditures used to resolve cases before they reach the main court system by arbitration or mediation.

Divorce Seminar Fund - accounts for revenues and expenditures associated with the mandated course for anyone seeking divorce who has children.

Juvenile Service Fund - accounts for revenues and expenditures associated with juvenile court ordered supervision fees.

Local Victim Assistance Program - accounts for revenues and expenditures associated with a program to assist victims of crimes or abuse.

Drug Abuse Treatment and Education - accounts for revenues and expenditures associated with drug abuse treatment and education programs relating to controlled substances and marijuana.

Community Development Block Grant – accounts for revenues and expenditures associated with a grant funded through Georgia Department of Community Affairs for the extension of sewer service and housing rehabilitation in the Sherwood Forest Neighborhood.

Byrne Memorial Justice Assistance Grant Programs – accounts for revenues and expenditures associated with funds provided under the American Recovery and Reinvestment Act of 2009. Funds are used to purchase vehicles, equipment and software for various departments.

Community HOME Investment Program (CHIP) - accounts for revenues and expenditures associated with the Community Development Block Grant (CDBG) to assist a special population of seven homeowners with the reconstruction of their homes.

Scenic By-Way Grant – accounts for revenues and expenditures associated with the construction of three trailheads; two in Whitfield County and one in Murray County. The trailheads are funded by a grant via the Federal Highway Administration and the Georgia Department of Transportation.

Homeland Security Grant – accounts for revenues and expenditures associated with funds provided by the Department of Homeland Security to help build and enhance capabilities to prevent, protect against, respond to, and recover from terrorist attacks, major disasters and other emergencies in accordance with the goals and objectives of the State Strategic Plan.

Crime Victim Assistance Grant - accounts for revenues and expenditures associated with providing approved services directly to victims of child abuse, spousal abuse, sexual assault or previously underserved victims of violent crimes.

Juvenile Offenders Grant – accounts for revenues and expenditures associated with the juvenile offenders program. The funds are used for psychological evaluations for juvenile offenders.

Georgia Civil War Heritage Trails – accounts for revenues from other governments and expenditures associated with the State of Georgia Civil War Heritage Trails project.

Hotel/Motel Tax Fund - accounts for revenues and expenditures associated with the county's hotel/motel room tax.

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WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	Governmental Law Library Fund	District Attorney Forfeiture Fund
ASSETS		
Cash and cash equivalents	$ 24,785	$ 16,286
Receivables (net of allowance for uncollectibles) -		
Accounts	-	-
Due from other governments	-	-
Prepaid items	-	-
TOTAL ASSETS	$ 24,785	$ 16,286
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	$ -	$ 106
Accrued liabilities	-	-
Due to other funds	-	-
Due to other governments	-	-
Total liabilities	-	106
FUND BALANCES		
Nonspendable	-	-
Restricted for:		
Judicial	24,785	16,180
Public safety	-	-
Culture and recreation	-	-
Total fund balances	24,785	16,180
TOTAL LIABILITIES AND FUND BALANCES	$ 24,785	$ 16,286

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

continued

	Sheriff's Forfeiture Fund	911 Emergency System	Whitfield County Neighborhood Stabilization Program	Tunnel Hill Transportation Enhancement Grant
$	88,848	$ 1,122,794	$ 100	$ -
	-	289,149	-	-
	-	-	8,550	9,000
	-	72,943	-	-
$	88,848	$ 1,484,886	$ 8,650	$ 9,000
$	3,023	$ 19,742	$ -	$ -
	-	42,595	-	-
	-	-	8,650	9,000
	-	-	-	-
	3,023	62,337	8,650	9,000
	-	72,943	-	-
	-	-	-	-
	85,825	1,349,606	-	-
	-	-	-	-
	85,825	1,422,549	-	-
$	88,848	$ 1,484,886	$ 8,650	$ 9,000

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	Conasauga A.D.R. Program	Divorce Seminar Fund
ASSETS		
Cash and cash equivalents	$ 110,719	$ 2,858
Receivables (net of allowance for uncollectibles) -		
Accounts	-	-
Due from other governments	1,155	-
Prepaid items	-	-
TOTAL ASSETS	$ 111,874	$ 2,858
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	$ -	$ 145
Accrued liabilities	-	-
Due to other funds	-	-
Due to other governments	-	-
Total liabilities	-	145
FUND BALANCES		
Nonspendable	-	-
Restricted for:		
Judicial	111,874	2,713
Public safety	-	-
Culture and recreation	-	-
Total fund balances	111,874	2,713
TOTAL LIABILITIES AND FUND BALANCES	$ 111,874	$ 2,858

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

continued

	Juvenile Service Fund	Local Victim Assistance Program	Drug Abuse Treatment and Education	Community Development Block Grant
$	20,250	$ 5,213	$ 593,315	$ 100
	-	-	-	-
	-	1,881	582	6,333
	-	-	-	-
$	20,250	$ 7,094	$ 593,897	$ 6,433
$	-	$ 4,287	$ 1,213	$ 992
	-	-	-	-
	-	2,807	-	5,441
	-	-	-	-
	-	7,094	1,213	6,433
	-	-	-	-
	20,250	-	592,684	-
	-	-	-	-
	-	-	-	-
	20,250	-	592,684	-
$	20,250	$ 7,094	$ 593,897	$ 6,433

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	Byrne Memorial Justice Assistance Grant Programs	Community HOME Investment Program (CHIP)
ASSETS		
Cash and cash equivalents	$ -	$ 22
Receivables (net of allowance for uncollectibles) -		
Accounts	-	652
Due from other governments	52,630	37,301
Prepaid items	-	-
TOTAL ASSETS	$ 52,630	$ 37,975
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	$ 30,989	$ -
Accrued liabilities	-	-
Due to other funds	21,641	37,975
Due to other governments	-	-
Total liabilities	52,630	37,975
FUND BALANCES		
Nonspendable	-	-
Restricted for:		
Judicial	-	-
Public safety	-	-
Culture and recreation	-	-
Total fund balances	-	-
TOTAL LIABILITIES AND FUND BALANCES	$ 52,630	$ 37,975

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

continued

Scenic By-Way Grant	Homeland Security Grant	Crime Victim Assistance Grant
$ -	$ -	$ -
-	-	-
69,451	3,417	21,936
-	-	-
$ 69,451	$ 3,417	$ 21,936
$ 24,021	$ 1,170	$ -
-	-	-
45,430	2,247	21,936
-	-	-
69,451	3,417	21,936
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
$ 69,451	$ 3,417	$ 21,936

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	Juvenile Offenders Grant	Georgia Civil War Heritage Trails
ASSETS		
Cash and cash equivalents	$ -	$ 46,118
Receivables (net of allowance for uncollectibles) -		
Accounts	-	-
Due from other governments	-	-
Prepaid items	-	-
TOTAL ASSETS	$ -	$ 46,118
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	$ -	$ -
Accrued liabilities	-	-
Due to other funds	-	-
Due to other governments	-	-
Total liabilities	-	-
FUND BALANCES		
Nonspendable	-	-
Restricted for:		
Judicial	-	-
Public safety	-	-
Culture and recreation	-	46,118
Total fund balance	-	46,118
TOTAL LIABILITIES AND FUND BALANCES	$ -	$ 46,118

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

concluded

Hotel/ Motel Tax Fund	Totals 2011	Totals 2010
$ -	$ 2,031,408	$ 2,056,415
17,679	307,480	317,781
-	212,236	253,552
-	72,943	54,192
$ 17,679	$ 2,624,067	$ 2,681,940
$ 4,945	$ 90,633	$ 141,558
-	42,595	45,586
12,734	167,861	172,455
-	-	260
17,679	301,089	359,859
-	72,943	54,192
-	768,486	687,345
-	1,435,431	1,539,433
-	46,118	41,111
-	2,322,978	2,322,081
$ 17,679	$ 2,624,067	$ 2,681,940

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

	Governmental Law Library Fund	District Attorney Forfeiture Fund
REVENUES		
Taxes	$ -	$ -
Intergovernmental revenues	-	-
Charges for services	-	-
Fines, forfeitures and penalties	35,003	9,461
Investment earnings	296	-
Miscellaneous	-	-
Total revenues	35,299	9,461
EXPENDITURES		
General government	-	-
Judicial	37,071	18,431
Public safety	-	-
Culture and recreation	-	-
Housing and development	-	-
Total expenditures	37,071	18,431
Excess (deficiency) of revenues over expenditures	(1,772)	(8,970)
OTHER FINANCING SOURCES (USES)		
Transfers in	-	-
Transfers out	-	-
Total other financing sources (uses)	-	-
Net change in fund balances	(1,772)	(8,970)
FUND BALANCES - beginning of year	26,557	25,150
FUND BALANCES - end of year	$ 24,785	$ 16,180

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

Sheriff's Forfeiture Fund	911 Emergency System	Whitfield County Neighborhood Stabilization Program	Tunnel Hill Transportation Enhancement Grant
$ -	$ -	$ -	$ -
-	-	-	-
-	1,622,253	-	-
81,811	-	-	-
109	-	-	-
-	12,046	-	-
81,920	1,634,299	-	-
-	-	-	-
-	-	-	-
125,464	1,676,006	-	-
-	-	-	3,250
-	-	-	-
125,464	1,676,006	-	3,250
(43,544)	(41,707)	-	(3,250)
-	-	-	3,250
-	-	-	-
-	-	-	3,250
(43,544)	(41,707)	-	-
129,369	1,464,256	-	-
$ 85,825	$ 1,422,549	$ -	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

	Conasauga A.D.R. Program	Divorce Seminar Fund
REVENUES		
Taxes	$ -	$ -
Intergovernmental revenues	-	-
Charges for services	75,978	16,003
Fines, forfeitures and penalties	-	-
Investment earnings	571	-
Miscellaneous	-	-
Total revenues	76,549	16,003
EXPENDITURES		
General government	-	-
Judicial	62,068	19,262
Public safety	-	-
Culture and recreation	-	-
Housing and development	-	-
Total expenditures	62,068	19,262
Excess (deficiency) of revenues over expenditures	14,481	(3,259)
OTHER FINANCING SOURCES (USES)		
Transfers in	-	-
Transfers out	-	-
Total other financing sources (uses)	-	-
Net change in fund balances	14,481	(3,259)
FUND BALANCES - beginning of year	97,393	5,972
FUND BALANCES - end of year	$ 111,874	$ 2,713

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

Juvenile Service Fund	Local Victim Assistance Program	Drug Abuse Treatment and Education	Community Development Block Grant
$ -	$ -	$ -	$ -
-	-	-	49,634
12,034	-	-	-
-	90,250	87,350	-
-	-	-	-
-	-	-	-
12,034	90,250	87,350	49,634
-	-	-	-
11,375	27,075	7,348	-
-	-	-	-
-	-	-	-
-	-	-	74,853
11,375	27,075	7,348	74,853
659	63,175	80,002	(25,219)
-	-	-	25,219
-	(63,175)	-	-
-	(63,175)	-	25,219
659	-	80,002	-
19,591	-	512,682	-
$ 20,250	$ -	$ 592,684	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

	Byrne Memorial Justice Assistance Grant Programs	Community HOME Investment Program (CHIP)
REVENUES		
Taxes	$ -	$ -
Intergovernmental revenues	195,030	39,895
Charges for services	-	-
Fines, forfeitures and penalties	-	-
Investment earnings	-	-
Miscellaneous	-	652
Total revenues	195,030	40,547
EXPENDITURES		
General government	-	-
Judicial	152,871	-
Public Safety	42,194	-
Culture and recreation	-	-
Housing and development	-	40,547
Total expenditures	195,065	40,547
Excess (deficiency) of revenues over expenditures	(35)	-
OTHER FINANCING SOURCES (USES)		
Transfers in	35	-
Transfers out	-	-
Total other financing sources (uses)	35	-
Net change in fund balances	-	-
FUND BALANCES - beginning of year	-	-
FUND BALANCES - end of year	$ -	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

Scenic By-Way Grant	Homeland Security Grant	Crime Victim Assistance Grant
$ -	$ -	$ -
234,973	10,421	85,209
-	-	-
-	-	-
-	-	-
-	-	-
234,973	10,421	85,209
-	-	-
-	-	30,000
-	10,421	-
235,130	-	-
-	-	-
235,130	10,421	30,000
(157)	-	55,209
157	-	-
-	-	(55,209)
157	-	(55,209)
-	-	-
-	-	-
$ -	$ -	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

	Juvenile Offenders Grant	Georgia Civil War Heritage Trails
REVENUES		
Taxes	$ -	$ -
Intergovernmental revenues	7,000	-
Charges for services	-	-
Fines, forfeitures and penalties	-	-
Investment earnings	-	7
Miscellaneous	-	-
Total revenues	7,000	7
EXPENDITURES		
General government	-	-
Judicial	7,000	-
Public Safety	-	-
Culture and recreation	-	-
Housing and development	-	-
Total expenditures	7,000	-
Excess (deficiency) of revenues over expenditures	-	7
OTHER FINANCING SOURCES (USES)		
Transfers in	-	5,000
Transfers out	-	-
Total other financing sources (uses)	-	5,000
Net change in fund balances	-	5,007
FUND BALANCES - beginning of year	-	41,111
FUND BALANCES - end of year	$ -	$ 46,118

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2011

(with comparative totals for 2010)

concluded

Hotel/ Motel Tax Fund	Totals 2011	2010
$ 215,275	$ 215,275	$ 200,674
-	622,162	835,244
-	1,726,268	1,835,144
-	303,875	327,270
-	983	1,123
-	12,698	150
215,275	2,881,261	3,199,605
-	-	21,264
-	372,501	359,105
-	1,854,085	2,371,230
-	238,380	111,487
215,275	330,675	592,727
215,275	2,795,641	3,455,813
-	85,620	(256,208)
-	33,661	72,944
-	(118,384)	(186,950)
-	(84,723)	(114,006)
-	897	(370,214)
-	2,322,081	2,692,295
$ -	$ 2,322,978	$ 2,322,081

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
GOVERNMENTAL					
LAW LIBRARY FUND					
REVENUES					
Fines, forfeitures and penalties	$ 40,000	$ 35,000	$ 35,003	$ 3	$ 35,123
Investment earnings	500	500	296	(204)	300
Total revenues	40,500	35,500	35,299	(201)	35,423
EXPENDITURES					
Judicial	47,570	37,370	37,071	299	43,993
Total expenditures	47,570	37,370	37,071	299	43,993
Excess (deficiency) of revenues over expenditures	(7,070)	(1,870)	(1,772)	98	(8,570)
FUND BALANCES - beginning of year	26,557	26,557	26,557	-	35,127
FUND BALANCES - end of year	$ 19,487	$ 24,687	$ 24,785	$ 98	$ 26,557

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
DISTRICT ATTORNEY FORFEITURE FUND					
REVENUES					
Fines, forfeitures and penalties	$ 5,000	$ 9,400	$ 9,461	$ 61	$ 12,334
Total revenues	5,000	9,400	9,461	61	12,334
EXPENDITURES					
Judicial	15,000	18,450	18,431	19	6,546
Total expenditures	15,000	18,450	18,431	19	6,546
Excess (deficiency) of revenues over expenditures	(10,000)	(9,050)	(8,970)	80	5,788
FUND BALANCES - beginning of year	25,150	25,150	25,150	-	19,362
FUND BALANCES - end of year	$ 15,150	$ 16,100	$ 16,180	$ 80	$ 25,150

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
SHERIFF'S FORFEITURE FUND					
REVENUES					
Fines, forfeitures and penalties	$ 60,000	$ 81,000	$ 81,811	$ 811	$ 108,153
Investment earnings	100	100	109	9	100
Total revenues	60,100	81,100	81,920	820	108,253
EXPENDITURES					
Public safety	141,500	126,500	125,464	1,036	132,380
Total expenditures	141,500	126,500	125,464	1,036	132,380
Excess (deficiency) of revenues over expenditures	(81,400)	(45,400)	(43,544)	1,856	(24,127)
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	-	-	(6,583)
Net change in fund balances	(81,400)	(45,400)	(43,544)	1,856	(30,710)
FUND BALANCES - beginning of year	129,369	129,369	129,369	-	160,079
FUND BALANCES - end of year	$ 47,969	$ 83,969	$ 85,825	$ 1,856	$ 129,369

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
911 EMERGENCY SYSTEM					
REVENUES					
Charges for services	$ 1,341,500	$ 1,622,000	$ 1,622,253	$ 253	$ 1,722,165
Miscellaneous	100	12,000	12,046	46	150
Total revenues	1,341,600	1,634,000	1,634,299	299	1,722,315
EXPENDITURES					
Public safety	2,068,921	1,681,077	1,676,006	5,071	2,077,270
Total expenditures	2,068,921	1,681,077	1,676,006	5,071	2,077,270
Excess (deficiency) of revenues over expenditures	(727,321)	(47,077)	(41,707)	5,370	(354,955)
FUND BALANCES - beginning of year	1,464,256	1,464,256	1,464,256	-	1,819,211
FUND BALANCES - end of year	$ 736,935	$ 1,417,179	$ 1,422,549	$ 5,370	$ 1,464,256

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
WHITFIELD COUNTY NEIGHBORHOOD STABILIZATION PROGRAM					
REVENUES					
Intergovernmental revenues	$ -	$ -	$ -	$ -	$ 240,691
Total revenues	-	-	-	-	240,691
EXPENDITURES					
Housing and development	-	-	-	-	307,052
Total expenditures	-	-	-	-	307,052
Excess (deficiency) of revenues over expenditures	-	-	-	-	(66,361)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	66,361
Net change in fund balances	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
TUNNEL HILL TRANSPORTATION ENHANCEMENT GRANT					
REVENUES					
Intergovernmental revenues	$ 300,000	$ -	$ -	$ -	$ 2,000
Total revenues	300,000	-	-	-	2,000
EXPENDITURES					
Culture and recreation	300,000	3,250	3,250	-	2,000
Total expenditures	300,000	3,250	3,250	-	2,000
Excess (deficiency) of revenues over expenditures	-	(3,250)	(3,250)	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	3,250	3,250	-	-
Net change in fund balances	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
CONASAUGA A.D.R. PROGRAM					
REVENUES					
Charges for services	$ 90,120	$ 75,743	$ 75,978	$ 235	$ 84,472
Investment earnings	700	700	571	(129)	715
Total revenues	90,820	76,443	76,549	106	85,187
EXPENDITURES					
Judicial	111,210	62,495	62,068	427	115,332
Total expenditures	111,210	62,495	62,068	427	115,332
Excess (deficiency) of revenues over expenditures	(20,390)	13,948	14,481	533	(30,145)
FUND BALANCES - beginning of year	97,393	97,393	97,393	-	127,538
FUND BALANCES - end of year	$ 77,003	$ 111,341	$ 111,874	$ 533	$ 97,393

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
DIVORCE SEMINAR FUND					
REVENUES					
Charges for services	$ 15,000	$ 16,000	$ 16,003	$ 3	$ 15,280
Total revenues	15,000	16,000	16,003	3	15,280
EXPENDITURES					
Judicial	20,000	19,475	19,262	213	18,338
Total expenditures	20,000	19,475	19,262	213	18,338
Excess (deficiency) of revenues over expenditures	(5,000)	(3,475)	(3,259)	216	(3,058)
FUND BALANCES - beginning of year	5,972	5,972	5,972	-	9,030
FUND BALANCES - end of year	$ 972	$ 2,497	$ 2,713	$ 216	$ 5,972

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
JUVENILE SERVICE FUND					
REVENUES					
Charges for services	$ 12,000	$ 12,000	$ 12,034	$ 34	$ 13,227
Total revenues	12,000	12,000	12,034	34	13,227
EXPENDITURES					
Judicial	12,000	11,400	11,375	25	11,915
Total expenditures	12,000	11,400	11,375	25	11,915
Excess (deficiency) of revenues over expenditures	-	600	659	59	1,312
FUND BALANCES - beginning of year	19,591	19,591	19,591	-	18,279
FUND BALANCES - end of year	$ 19,591	$ 20,191	$ 20,250	$ 59	$ 19,591

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
LOCAL VICTIM ASSISTANCE PROGRAM					
REVENUES					
Fines, forfeitures and penalties	$ 99,200	$ 90,700	$ 90,250	$ (450)	$ 91,222
Total revenues	99,200	90,700	90,250	(450)	91,222
EXPENDITURES					
Judicial	29,760	27,260	27,075	185	27,367
Total expenditures	29,760	27,260	27,075	185	27,367
Excess (deficiency) of revenues over expenditures	69,440	63,440	63,175	(265)	63,855
OTHER FINANCING SOURCES (USES)					
Transfers out	(69,440)	(63,440)	(63,175)	265	(63,855)
Net changes in fund balances	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
DRUG ABUSE TREATMENT AND EDUCATION					
REVENUES					
Fines, forfeitures and penalties	$ 67,800	$ 87,400	$ 87,350	$ (50)	$ 80,438
Total revenues	67,800	87,400	87,350	(50)	80,438
EXPENDITURES					
Judicial	67,800	7,400	7,348	52	16,412
Total expenditures	67,800	7,400	7,348	52	16,412
Excess (deficiency) of revenues over expenditures	-	80,000	80,002	2	64,026
FUND BALANCES - beginning of year	512,682	512,682	512,682	-	448,656
FUND BALANCES - end of year	$ 512,682	$ 592,682	$ 592,684	$ 2	$ 512,682

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
COMMUNITY DEVELOPMENT BLOCK GRANT					
REVENUES					
Intergovernmental revenues	$ -	$ 49,640	$ 49,634	$ (6)	$ 6,000
Total revenues	-	49,640	49,634	(6)	6,000
EXPENDITURES					
Housing and development	-	74,859	74,853	6	6,000
Total expenditures	-	74,859	74,853	6	6,000
Excess (deficiency) of revenues over expenditures	$ -	$ (25,219)	(25,219)	$ -	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	25,219	25,219	-	-
Net change in fund balances	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAMS					
REVENUES					
Intergovernmental revenues	$ 128,753	$ 195,030	$ 195,030	$ -	$ 219,201
Total revenues	128,753	195,030	195,030	-	219,201
EXPENDITURES					
General government	5,906	-	-	-	21,264
Judicial	86,484	152,902	152,871	31	53,042
Public safety	36,363	42,163	42,194	(31)	151,478
Total expenditures	128,753	195,065	195,065	-	225,784
Excess (deficiency) of revenues over expenditures	-	(35)	(35)	-	(6,583)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	35	35	-	6,583
Net change in fund balances	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
COMMUNITY HOME INVESTMENT PROGRAM (CHIP)					
REVENUES					
Intergovernmental revenues	$ 138,500	$ 39,900	$ 39,895	$ (5)	$ 79,001
Other revenue	-	650	652	2	-
Total revenues	138,500	40,550	40,547	(3)	79,001
EXPENDITURES					
Housing and development	138,500	40,550	40,547	3	79,001
Total expenditures	138,500	40,550	40,547	3	79,001
Excess (deficiency) of revenues over expenditures	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
SCENIC BY-WAY GRANT					
REVENUES					
Intergovernmental revenues	$ 200,000	$ 234,000	$ 234,973	$ 973	$ 95,577
Total revenues	200,000	234,000	234,973	973	95,577
EXPENDITURES					
Culture and recreation	200,000	234,157	235,130	(973)	104,487
Total expenditures	200,000	234,157	235,130	(973)	104,487
Excess (deficiency) of revenues over expenditures	-	(157)	(157)	-	(8,910)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	157	157	-	-
Net change in fund balances	$ -	$ -	-	$ -	(8,910)
FUND BALANCES - beginning of year			-		8,910
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
HOMELAND SECURITY GRANT					
REVENUES					
Intergovernmental revenues	$ 11,000	$ 10,500	$ 10,421	$ (79)	$ 10,102
Total revenues	11,000	10,500	10,421	(79)	10,102
EXPENDITURES					
Public safety	11,000	10,500	10,421	79	10,102
Total expenditures	11,000	10,500	10,421	79	10,102
Excess (deficiency) of revenues over expenditures	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
CRIME VICTIM ASSISTANCE GRANT					
REVENUES					
Intergovernmental revenues	$ 84,713	$ 84,713	$ 85,209	$ 496	$ 162,412
Total revenues	84,713	84,713	85,209	496	162,412
EXPENDITURES					
Judicial	36,000	30,000	30,000	-	45,900
Total expenditures	36,000	30,000	30,000	-	45,900
Excess (deficiency) of revenues over expenditures	48,713	54,713	55,209	496	116,512
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(48,713)	(54,713)	(55,209)	(496)	(116,512)
Net change in fund balances	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
JUVENILE OFFENDERS GRANT					
REVENUES					
Intergovernmental revenues	$ 7,000	$ 7,000	$ 7,000	$ -	$ 6,200
Total revenues	7,000	7,000	7,000	-	6,200
EXPENDITURES					
Judicial	7,000	7,000	7,000	-	6,200
Total expenditures	7,000	7,000	7,000	-	6,200
Excess (deficiency) of revenues over expenditures	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
GEORGIA CIVIL WAR HERITAGE TRAILS					
REVENUES					
Investment earnings	$ -	$ -	$ 7	$ 7	$ 8
Contributions & donations	25,000	-	-	-	-
Total revenues	25,000	-	7	7	8
EXPENDITURES					
Culture and recreation	25,000	-	-	-	5,000
Total expenditures	25,000	-	-	-	5,000
Excess (deficiency) of revenues over expenditures	-	-	7	7	(4,992)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	5,000	5,000	-	-
Net change in fund balances	-	5,000	5,007	7	(4,992)
FUND BALANCES - beginning of year	41,111	41,111	41,111	-	46,103
FUND BALANCES - end of year	$ 41,111	$ 46,111	$ 46,118	$ 7	$ 41,111

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
HOTEL/MOTEL TAX FUND					
REVENUES					
Taxes	$ 200,000	$ 215,300	$ 215,275	$ (25)	$ 200,674
Total revenues	200,000	215,300	215,275	(25)	200,674
EXPENDITURES					
Housing and development	200,000	215,300	215,275	25	200,674
Total expenditures	200,000	215,300	215,275	25	200,674
Excess (deficiency) of revenues over expenditures	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

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DEBT SERVICE FUND

NON-MAJOR DEBT SERVICE FUND

The Debt Service Fund accounts for the accumulation of monies for future payments of the water expansion projects funded by special local option sales taxes.

WHITFIELD COUNTY, GEORGIA
DEBT SERVICE FUND
BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	2011	2010
ASSETS		
Cash and cash equivalents	$ 1,723,761	$ 2,418,723
TOTAL ASSETS	$ 1,723,761	$ 2,418,723
LIABILITIES		
Accounts payable	$ 5,421	$ 19,095
TOTAL LIABILITIES	5,421	19,095
FUND BALANCES		
Restricted - debt service	1,718,340	2,399,628
TOTAL LIABILITIES AND FUND BALANCES	$ 1,723,761	$ 2,418,723

WHITFIELD COUNTY, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
REVENUES					
Investment earnings	$ -	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-	-
EXPENDITURES					
Debt service -					
Principal retirement	583,364	583,364	583,364	-	754,297
Interest and fiscal charges	97,925	97,924	97,924	-	131,016
Total expenditures	681,289	681,288	681,288	-	885,313
Excess (deficiency) of revenues over expenditures	(681,289)	(681,288)	(681,288)	-	(885,313)
FUND BALANCES - beginning of year	2,399,628	2,399,628	2,399,628	-	3,284,941
FUND BALANCES - end of year	$ 1,718,339	$ 1,718,340	$ 1,718,340	$ -	$ 2,399,628

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CAPITAL PROJECTS FUNDS

MAJOR CAPITAL PROJECTS FUNDS

The SPLOST-Capital Projects Fund is used to account for the acquisition and construction of major capital assets. Revenues are derived primarily from the special purpose local option sales taxes and earnings on investments.

The Capital Projects Acquisition Fund is used to account for the acquisition of capital expenditures. Revenues are derived from the financing resources transferred from the general fund and bond proceeds.

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	2011	2010
ASSETS		
Cash and cash equivalents	$ 33,426,307	$ 38,387,501
Accounts receivable	764	4,989
Due from other governments	309,276	2,048,529
TOTAL ASSETS	$ 33,736,347	$ 40,441,019
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$ 310,263	$ 268,453
Accrued liabilities	2,144	1,328
Due to other funds	1,370,097	872,293
Total liabilities	1,682,504	1,142,074
FUND BALANCES		
Restricted for:		
Construction and capital outlay	32,053,843	39,298,945
TOTAL LIABILITIES AND FUND BALANCES	$ 33,736,347	$ 40,441,019

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
SPLOST CAPITAL PROJECTS					
REVENUES					
Taxes	$ -	$ 205,700	$ 205,752	$ 52	$ 16,974,653
Intergovernmental revenues	-	375,600	375,915	315	1,084,632
Investment earnings	-	46,900	46,950	50	40,824
Total revenues	-	628,200	628,617	417	18,100,109
EXPENDITURES					
Capital outlay	37,000,000	7,362,122	7,360,161	1,961	4,920,184
Intergovernmental	-	513,558	513,558	-	1,036,641
Total expenditures	37,000,000	7,875,680	7,873,719	1,961	5,956,825
Net change in fund balances	(37,000,000)	(7,247,480)	(7,245,102)	2,378	12,143,284
FUND BALANCES - beginning of year	39,298,945	39,298,945	39,298,945	-	27,155,661
FUND BALANCES - end of year	$ 2,298,945	$ 32,051,465	$ 32,053,843	$ 2,378	$ 39,298,945

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

	2011	2010
ASSETS		
Cash and cash equivalents	$ 5,665,251	$ 6,019,738
TOTAL ASSETS	$ 5,665,251	$ 6,019,738
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$ 63,753	$ 80,114
Total liabilities	63,753	80,114
FUND BALANCES		
Restricted for:		
Construction and capital outlay	2,628,055	3,269,969
Committed for:		
Construction and capital outlay	2,973,443	2,669,655
Total fund balance	5,601,498	5,939,624
TOTAL LIABILITIES AND FUND BALANCES	$ 5,665,251	$ 6,019,738

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
CAPITAL PROJECTS ACQUISITION FUND					
REVENUES					
Intergovernmental revenues	$ 525,000	$ -	$ -	$ -	$ -
Investment earnings	-	7,900	7,987	87	10,183
Contributions and donations	-	35,710	35,710	-	50,000
Total revenues	525,000	43,610	43,697	87	60,183
EXPENDITURES					
Capital outlay -					
General government	569,250	62,450	62,427	23	131,804
Judicial	-	-	-	-	15,243
Public safety	185,000	184,926	183,935	991	-
Public works	400,000	189,525	189,471	54	545,741
Culture and recreation	310,000	217,292	217,284	8	1,459,157
Housing and development	-	3,711,425	3,710,717	708	6,546,940
Debt service -					
Principal payments	-	7,117	7,117	-	-
Interest payments	-	985	981	4	-
Issuance cost	-	219,500	219,500	-	207,235
Total expenditures	1,464,250	4,593,220	4,591,432	1,788	8,906,120
Excess (deficiency) of revenues over expenditures	(939,250)	(4,549,610)	(4,547,735)	1,875	(8,845,937)
OTHER FINANCING SOURCES (USES)					
Bond proceeds	-	3,220,000	3,220,000	-	9,850,000
Loan proceeds	-	50,359	50,359	-	949,600
Transfers in	939,250	939,250	939,250	-	2,787,000
Total other financing sources (uses)	939,250	4,209,609	4,209,609	-	13,586,600
Net change in fund balances	(939,250)	(340,001)	(338,126)	1,875	4,740,663
FUND BALANCES - beginning of year	5,939,624	5,939,624	5,939,624	-	1,198,961
FUND BALANCES - end of year	$ 5,000,374	$ 5,599,623	$ 5,601,498	$ 1,875	$ 5,939,624

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PROPRIETARY FUNDS

NON-MAJOR ENTERPRISE FUND

This fund is used to account for operations (a) that are financed primarily through user charges or (b) where the governing body has decided that determination of net income is appropriate.

Whitfield Transit System - accounts for revenues, expenses and Operating and Capital Contracts awarded under Section 18 of the Federal Transit Act of 1964 associated with providing public transportation services to the residents of Whitfield County.

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

continued

	Whitfield Transit System	
	2011	2010
ASSETS		
CURRENT ASSETS		
Accounts receivable	$ 14,829	$ 14,397
Prepaid items	12,040	5,250
Due from other governments	142,986	46,843
Total current assets	169,855	66,490
PROPERTY AND EQUIPMENT		
Equipment and fixtures	-	10,457
Vehicles	406,841	425,247
Total property and equipment	406,841	435,704
Less accumulated depreciation	(231,792)	(297,714)
Property and equipment, net	175,049	137,990
TOTAL ASSETS	$ 344,904	$ 204,480

WHITFIELD COUNTY, GEORGIA
NON- MAJOR ENTERPRISE FUND
BALANCE SHEET
December 31, 2011

(with comparative totals for 2010)

concluded

	Whitfield Transit System	
	2011	2010
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	$ 6,228	$ 2,239
Accrued liabilities	10,731	10,138
Due to other funds	142,309	7,532
Unearned revenue	1,503	438
Total liabilities	160,771	20,347
NET ASSETS		
Invested in capital assets	175,049	137,990
Unrestricted	9,084	46,143
Total net assets	184,133	184,133
TOTAL LIABILITIES AND NET ASSETS	$ 344,904	$ 204,480

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
Year Ended December 31, 2011

(with comparative totals for 2010)

	Whitfield Transit System	
	2011	2010
OPERATING REVENUES		
User charges	$ 247,812	$ 233,748
Total operating revenues	247,812	233,748
OPERATING EXPENSES		
Personal services and employee benefits	383,635	429,081
Purchased and contracted services	61,981	68,855
Supplies	136,308	99,017
Depreciation	92,525	77,473
Total operating expenses	674,449	674,426
Operating income (loss)	(426,637)	(440,678)
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental revenues	280,751	226,208
Total nonoperating revenues (expenses)	280,751	226,208
Income (loss) before transfers and capital contributions	(145,886)	(214,470)
Capital contributions	125,265	43,498
Transfers in	20,621	170,972
Change in net assets	-	-
NET ASSETS - beginning of year	184,133	184,133
NET ASSETS - end of year	$ 184,133	$ 184,133

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
STATEMENT OF CASH FLOWS
Year Ended December 31, 2011

(with comparative totals for 2010)

continued

	Whitfield Transit System	
	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers and other revenues	$ 248,445	$ 237,881
Cash payments for personnel services	(383,042)	(426,502)
Cash payments for goods and services	(194,301)	(171,447)
Net cash provided (used) by operating activities	(328,898)	(360,068)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	155,398	80,193
Intergovernmental transfers	183,677	285,125
Net cash provided (used) by noncapital financing activities	339,075	365,318
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets	(135,442)	(48,748)
Capital contributions from (to) other governments	125,265	43,498
Net cash used by capital and related financing activities	(10,177)	(5,250)
Net increase (decrease) in cash and cash equivalents	-	-
CASH AND CASH EQUIVALENTS - beginning of year	-	-
CASH AND CASH EQUIVALENTS - end of year	$ -	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
STATEMENT OF CASH FLOWS
Year Ended December 31, 2011

(with comparative totals for 2010)

concluded

	Whitfield Transit System	
	2011	2010
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	$ (426,637)	$ (440,678)
Depreciation	92,525	77,473
Changes in operating assets and liabilities -		
(Increase) decrease in assets		
Accounts receivable	(432)	3,695
Increase (decrease) in liabilities		
Accounts payable	3,988	(3,575)
Accrued liabilities	593	2,579
Unearned revenue	1,065	438
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ (328,898)	$ (360,068)

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011				2010
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
WHITFIELD TRANSIT SYSTEM					
OPERATING REVENUES					
User charges	$ 235,000	$ 247,850	$ 247,812	$ (38)	$ 233,748
Total operating revenues	235,000	247,850	247,812	(38)	233,748
OPERATING EXPENSES					
Personal services and employee benefits	446,887	383,722	383,635	87	429,081
Purchased and contracted services	60,000	62,048	61,981	67	68,855
Supplies	97,700	136,352	136,308	44	99,017
Depreciation	80,000	92,525	92,525	-	77,473
Total operating expenses	684,587	674,647	674,449	198	674,426
Operating income (loss)	(449,587)	(426,797)	(426,637)	160	(440,678)
NONOPERATING REVENUES (EXPENSES)					
Intergovernmental revenues	359,587	280,882	280,751	(131)	226,208
Total nonoperating revenues (expenses)	359,587	280,882	280,751	(131)	226,208
Income (loss) before transfers and capital contributions	(90,000)	(145,915)	(145,886)	29	(214,470)
Capital contributions	-	125,265	125,265	-	43,498
Transfers in	90,000	20,650	20,621	(29)	170,972
Net income (loss)	$ -	$ -	-	$ -	-
NET ASSETS - beginning of year			184,133		184,133
NET ASSETS - end of year			$ 184,133		$ 184,133

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INTERNAL SERVICE FUND

The Internal Service fund is used to account for the financing of goods or services provided by one department or agency to other departments of the County on a cost reimbursement basis.

WHITFIELD COUNTY, GEORGIA
INTERNAL SERVICE FUND
STATEMENT OF ASSETS AND LIABILITIES
December 31, 2011

(with comparative totals for 2010)

	2011	2010
ASSETS		
Cash	$ 1,837,520	$ 1,616,413
TOTAL ASSETS	1,837,520	1,616,413
LIABILITIES		
Accounts payable	$ 93,715	$ 12,550
Accrued workers' compensation	696,938	505,053
Total liabilities	790,653	517,603
NET ASSETS		
Unrestricted	$ 1,046,867	$ 1,098,810

WHITFIELD COUNTY, GEORGIA
INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011	2010
REVENUES		
Charge for services	$ 748,144	$ 823,332
Miscellaneous revenue	27,655	77,503
Total revenues	775,799	900,835
EXPENSES		
Administrative fees	208,271	198,274
Claims cost	619,471	244,654
Total expenses	827,742	442,928
Net income	(51,943)	457,907
Net assets, beginning of year	1,098,810	640,903
Net assets, end of year	$ 1,046,867	$ 1,098,810

WHITFIELD COUNTY, GEORGIA
INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
Year Ended December 31, 2011

(with comparative totals for 2010)

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from charges	$ 775,799	$ 900,835
Cash paid on claims and costs	(554,692)	(289,805)
Net cash provided (used) by operating activities	221,107	611,030
CASH - beginning of year	1,616,413	1,005,383
CASH - end of year	$ 1,837,520	$ 1,616,413
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Net income	$ (51,943)	$ 457,907
Increase (decrease) in prepaid items	-	198,274
Increase (decrease) in payables	273,050	(45,151)
Net cash provided (used) by operating activities	$ 221,107	$ 611,030

FUDUCIARY FUNDS

FIDUCIARY FUNDS

The Fiduciary Funds are used to account for assets held by the County in a fiduciary capacity. The County's Fiduciary Agency funds are as follows:

Constitutional Officers' Fund - accounts for funds collected by the County on the behalf of individuals and other governmental entities.

WHITFIELD COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
Year Ended December 31, 2011

	BALANCE December 31, 2010	ADDITIONS	DEDUCTIONS	BALANCE December 31, 2011
CLERK OF COURT				
Cash	$ 394,839	$ 6,876,106	$ 7,048,926	$ 222,019
Total assets	$ 394,839	$ 6,876,106	$ 7,048,926	$ 222,019
Accrued items and other	$ 297,425	$ 4,432,429	$ 4,584,784	$ 145,070
Due to other funds	-	1,417,176	1,417,176	-
Due to other governments	97,414	1,026,501	1,046,966	76,949
Total liabilities	$ 394,839	$ 6,876,106	$ 7,048,926	$ 222,019
PROBATE COURT				
Cash	$ 45,862	$ 1,350,423	$ 1,333,226	$ 63,059
Accounts receivable	14,759	16,136	14,759	16,136
Total assets	$ 60,621	$ 1,366,559	$ 1,347,985	$ 79,195
Accrued items and other	$ 30,340	$ 85,644	$ 76,057	$ 39,927
Due to other funds	-	970,249	970,249	-
Due to other governments	30,281	310,666	301,679	39,268
			-	
Total liabilities	$ 60,621	$ 1,366,559	$ 1,347,985	$ 79,195
MAGISTRATE COURT				
Cash	$ 122,545	$ 1,932,337	$ 1,956,249	$ 98,633
Accounts receivable	5,852	5,509	5,852	5,509
			-	
Total assets	$ 128,397	$ 1,937,846	$ 1,962,101	$ 104,142
Accrued items and other	$ 116,007	$ 1,411,430	$ 1,433,880	$ 93,557
Due to other funds	-	406,012	406,012	-
Due to other governments	12,390	120,404	122,209	10,585
Total liabilities	$ 128,397	$ 1,937,846	$ 1,962,101	$ 104,142

WHITFIELD COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
Year Ended December 31, 2011

	BALANCE December 31, 2010	ADDITIONS	DEDUCTIONS	BALANCE December 31, 2011
SHERIFF'S DEPARTMENT				
Cash	$ 572,081	$ 1,769,594	$ 1,839,013	$ 502,662
Accounts receivable	6,120	5,714	6,120	5,714
Due from other governments	80,916	82,390	80,916	82,390
Total assets	$ 659,117	$ 1,857,698	$ 1,926,049	$ 590,766
Accrued items and other	$ 658,407	$ 879,947	$ 948,002	$ 590,352
Due to other funds	-	970,204	970,204	-
Due to other governments	710	7,547	7,843	414
Total liabilities	$ 659,117	$ 1,857,698	$ 1,926,049	$ 590,766
JUVENILE COURT				
Cash	$ 1,052	$ 26,323	$ 25,757	$ 1,618
Total assets	$ 1,052	$ 26,323	$ 25,757	$ 1,618
Accrued items and other	$ 999	$ 6,933	$ 6,848	$ 1,084
Due to other funds	-	14,763	14,763	-
Due to other governments	53	4,627	4,146	534
Total liabilities	$ 1,052	$ 26,323	$ 25,757	$ 1,618
TAX COMMISSIONER				
Cash	$ 5,179,610	$ 89,555,292	$ 77,891,496	$ 16,843,406
Taxes receivable	15,841,860	11,169,198	15,841,860	11,169,198
Total assets	$ 21,021,470	$ 100,724,490	$ 93,733,356	$ 28,012,604
Accrued items and other	$ 7,753,996	$ 9,789,258	$ 9,085,564	$ 8,457,690
Due to other funds	-	17,765,650	17,765,650	-
Due to other governments	13,267,474	73,169,582	66,882,142	19,554,914
Total liabilities	$ 21,021,470	$ 100,724,490	$ 93,733,356	$ 28,012,604

WHITFIELD COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
Year Ended December 31, 2011

	BALANCE December 31, 2010	ADDITIONS	DEDUCTIONS	BALANCE December 31, 2011
TOTAL AGENCY FUNDS				
Cash	$ 6,315,989	$ 101,510,075	$ 90,094,667	$ 17,731,397
Accounts receivable	26,731	27,359	26,731	27,359
Due from other governments	80,916	82,390	80,916	82,390
Taxes receivable	15,841,860	11,169,198	15,841,860	11,169,198
Total assets	$ 22,265,496	$ 112,789,022	$ 106,044,174	$ 29,010,344
Accrued items and other	$ 8,857,174	$ 16,605,641	$ 16,135,135	$ 9,327,680
Due to other funds	-	21,544,054	21,544,054	-
Due to other governments	13,408,322	74,639,327	68,364,985	19,682,664
Total liabilities	$ 22,265,496	$ 112,789,022	$ 106,044,174	$ 29,010,344

STATISTICAL SECTION

STATISTICAL SECTION

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

Financial Trends

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

These schedules contain information to help the reader assess the factors affecting the county's ability to generate its property taxes.

Debt Capacity

These schedules contain 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

These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the county's operations and resources to help the reader understand how the county's financial information relates to the services the county provides and the activities it performs.

WHITFIELD COUNTY, GEORGIA
NET ASSETS BY COMPONENT

continued

	2011	2010	2009
Governmental activities			
Invested in capital assets, net of related debt	$ 298,068,417	$ 314,908,444	$ 335,443,861
Restricted	41,623,716	49,906,086	34,331,858
Unrestricted	3,991,169	2,686,344	10,059,677
Total governmental activities net assets	$ 343,683,302	$ 367,500,874	$ 379,835,396
Business-type activities			
Invested in capital assets, net of related debt	$ 175,051	$ 195,913	$ 292,761
Restricted	-	-	-
Unrestricted	16,019,134	16,554,558	14,446,662
Total business-type activities net assets	$ 16,194,185	$ 16,750,471	$ 14,739,423
Primary government			
Invested in capital assets, net of related debt	$ 298,243,468	$ 315,104,357	$ 335,736,622
Restricted	41,623,716	49,906,086	34,331,858
Unrestricted	20,010,303	19,240,902	24,506,339
Total primary government net assets	$ 359,877,487	$ 384,251,345	$ 394,574,819

Note: Accrual-basis financial information for Whitfield County as a whole is available back to 2003 only, the year GASB 34 was implemented.

WHITFIELD COUNTY, GEORGIA
NET ASSETS BY COMPONENT

2008	2007	2006	2005	2004	2003
$ 355,333,747	$ 374,684,055	$ 81,185,089	$ 70,526,451	$ 52,865,951	$ 34,679,421
24,570,411	15,955,414	15,383,073	23,470,652	19,932,568	20,312,255
19,997,376	24,151,281	26,101,369	14,273,215	18,040,518	13,552,254
$ 399,901,534	$ 414,790,750	$ 122,669,531	$ 108,270,318	$ 90,839,037	$ 68,543,930
$ 396,812	$ 561,652	$ 705,872	$ 1,027,950	$ 1,137,796	$ 1,071,125
-	-	-	-	-	-
14,674,763	14,435,982	15,464,455	14,880,107	14,603,307	13,687,261
$ 15,071,575	$ 14,997,634	$ 16,170,327	$ 15,908,057	$ 15,741,103	$ 14,758,386
$ 355,730,559	$ 375,245,707	$ 81,890,961	$ 71,554,401	$ 54,003,747	$ 35,750,546
24,570,411	15,955,414	15,383,073	23,470,652	19,932,568	20,312,255
34,672,139	38,587,263	41,565,824	29,153,322	32,643,825	27,239,515
$ 414,973,109	$ 429,788,384	$ 138,839,858	$ 124,178,375	$ 106,580,140	$ 83,302,316

WHITFIELD COUNTY, GEORGIA
CHANGES IN NET ASSETS

continued

	2011	2010	2009	2008
Expenses				
Governmental activities:				
General government	$ 7,510,940	$ 9,037,213	$ 8,971,621	$ 10,375,059
Judicial	5,576,945	6,606,481	6,703,392	6,677,251
Public safety	18,841,608	21,619,839	21,162,964	22,943,858
Public works	26,920,990	29,446,224	32,050,773	31,679,829
Health and welfare	767,338	1,482,510	1,839,106	1,857,957
Culture and recreation	1,098,824	1,418,981	1,390,013	1,436,614
Housing and development	4,786,369	2,887,052	4,775,999	1,970,716
Interest on long-term debt	677,121	299,174	171,446	218,960
Total governmental activities expenses	$ 66,180,135	$ 72,797,474	$ 77,065,314	$ 77,160,244
Business-type activities:				
Northwest Georgia Trade and Convention Center	$ 756,092	$ 588,783	$ 615,772	$ 641,198
Whitfield Transit System	674,449	674,426	495,783	283,369
Dalton-Whitfield SWM Authority	302,548	1,564,727	223,566	-
Total business-type activities expenses	1,733,089	2,827,936	1,335,121	924,567
Total primary government expenses	$ 67,913,224	$ 75,625,410	$ 78,400,435	$ 78,084,811
Program Revenues				
Governmental activities:				
Charge for services:				
General government	$ 1,446,966	$ 1,412,134	$ 1,930,295	$ 1,878,423
Judicial	2,542,433	2,339,923	2,701,128	2,609,787
Public safety	2,037,259	2,126,490	2,189,184	2,328,042
Public works	14,842	362,958	382,115	33,131
Culture and recreation	29,034	43,543	-	-
Housing and development	74,454	-	34,168	1,639
Operating grants and contributions	1,386,215	2,916,647	822,835	690,138
Capital grants and contributions	1,157,732	1,394,657	-	908,705
Total governmental activities program revenues	$ 8,688,935	$ 10,596,352	$ 8,059,725	$ 8,449,865
Business-type activities:				
Charge for services:				
Whitfield Transit System	$ 247,812	$ 277,987	$ 199,598	$ -
Dalton-Whitfield SWM Authority	-	-	-	207,977
Operating grants and contributions	280,751	226,208	171,913	161,864
Capital grants and contributions	125,265	43,498	95,188	45,309
Total business-type activities program revenues	$ 653,828	$ 547,693	$ 466,699	$ 415,150
Total primary government program revenues	$ 9,342,763	$ 11,144,045	$ 8,526,424	$ 8,865,015
Net (Expense)/ Revenue				
Governmental activities	$ (57,491,200)	$ (62,201,122)	$ (69,005,589)	$ (68,710,379)
Business-type activities	(1,079,261)	(2,280,243)	(868,422)	(509,417)
Total primary government net (expense)/ revenue	$ (58,570,461)	$ (64,481,365)	$ (69,874,011)	$ (69,219,796)

	2011	2010	2009	2008
General revenues and Other Changes in Net Assets				
Governmental activities:				
Property taxes	$ 14,707,967	$ 14,946,978	$ 16,281,253	$ 15,580,219
Sales taxes	14,710,223	31,150,595	28,542,285	33,293,060
Insurance premium tax	2,769,341	2,492,460	2,562,750	2,600,030
Alcoholic beverage tax	381,470	404,704	407,922	433,056
Hotel/Motel tax	215,275	200,674	194,050	197,200
Miscellaneous taxes	470,491	464,033	476,936	485,094
Miscellaneous	908,525	826,862	866,430	877,665
Gain or (loss) on sale of capital assets	-	-	-	-
Investment earnings	33,311	57,895	142,573	938,197
Lease financing	-	-	-	-
Transfers	(522,975)	(677,601)	(534,748)	(583,358)
Total governmental activities	$ 33,673,628	$ 49,866,600	$ 48,939,451	$ 53,821,163
Business-type activities:				
Miscellaneous	$ -	$ -	$ 1,522	$ -
Transfers	522,975	677,601	534,748	583,358
Total business-type activities	$ 522,975	$ 677,601	$ 536,270	$ 583,358
Total primary government	$ 34,196,603	$ 50,544,201	$ 49,475,721	$ 54,404,521
Change in Net Assets				
Governmental activities	$ (23,817,572)	$ (12,334,522)	$ (20,066,138)	$ (14,889,216)
Business-type activities	(556,286)	(1,602,642)	(332,152)	73,941
Total primary government	$ (24,373,858)	$ (13,937,164)	$ (20,398,290)	$ (14,815,275)

Note: Accrual-basis financial information for Whitfield County as a whole is available back to 2003 only, the year GASB 34 was implemented.

WHITFIELD COUNTY, GEORGIA
CHANGES IN NET ASSETS

concluded

	2007	2006	2005	2004	2003
Expenses					
Governmental activities:					
General government	$ 7,732,678	$ 6,935,263	$ 9,462,286	$ 5,799,793	$ 6,456,311
Judicial	5,746,259	5,464,304	5,127,708	4,949,662	4,803,483
Public safety	19,582,532	18,073,679	15,057,399	16,057,207	16,522,290
Public works	28,148,243	8,765,151	9,878,935	9,485,241	7,696,101
Health and welfare	1,847,956	788,822	1,566,688	1,501,564	2,006,387
Culture and recreation	1,122,551	1,142,922	813,660	1,479,458	1,218,541
Housing and development	1,746,315	1,315,405	1,601,086	1,829,084	653,769
Interest on long-term debt	209,880	1,271,198	1,281,473	2,144,301	2,286,073
Total governmental activities expenses	$ 66,136,414	$ 43,756,744	$ 44,789,235	$ 43,246,310	$ 41,642,955
Business-type activities:					
Northwest Georgia Trade and Convention Center	$ 665,129	$ 687,725	$ 586,985	$ 607,137	$ 822,108
Whitfield Transit System	280,997	232,155	260,573	262,452	152,358
Dalton-Whitfield SWM Authority	1,013,513	-	-	-	-
Total business-type activities expenses	1,959,639	919,880	847,558	869,589	974,466
Total primary government expenses	$ 68,096,053	$ 44,676,624	$ 45,636,793	$ 44,115,899	$ 42,617,421
Program Revenues					
Governmental activities:					
Charge for services:					
General government	$ 1,442,138	$ 1,461,182	$ 1,606,482	$ 1,942,953	$ 1,119,634
Judicial	2,663,026	2,601,287	2,576,374	3,035,480	2,980,544
Public safety	2,456,831	2,465,618	2,216,910	2,025,194	1,436,234
Public works	291,213	245,505	81,666	84,894	329,859
Culture and recreation	-	-	-	-	-
Housing and development	3,407	-	176,161	167,369	147,714
Operating grants and contributions	2,162,320	1,277,541	1,114,065	1,354,360	954,744
Capital grants and contributions	1,151,885	3,454,070	3,351,744	5,731,928	4,868,068
Total governmental activities program revenues	$ 10,170,820	$ 11,505,203	$ 11,123,402	$ 14,342,178	$ 11,836,797
Business-type activities:					
Charge for services:					
Whitfield Transit System	$ -	$ -	$ -	$ -	$ -
Dalton-Whitfield SWM Authority	-	439,969	243,939	918,907	1,027,048
Operating grants and contributions	159,073	140,486	130,038	132,432	37,659
Capital grants and contributions	86,333	82,654	45,362	89,262	44,631
Total business-type activities program revenues	$ 245,406	$ 663,109	$ 419,339	$ 1,140,601	$ 1,109,338
Total primary government program revenues	$ 10,416,226	$ 12,168,312	$ 11,542,741	$ 15,482,779	$ 12,946,135
Net (Expense)/ Revenue					
Governmental activities	$ (55,965,594)	$ (32,251,541)	$ (33,665,833)	$ (28,904,132)	$ (29,806,158)
Business-type activities	(1,714,233)	(256,771)	(428,219)	271,012	134,872
Total primary government net (expense)/ revenue	$ (57,679,827)	$ (32,508,312)	$ (34,094,052)	$ (28,633,120)	$ (29,671,286)

	2007	2006	2005	2004	2003
General revenues and Other Changes in Net Assets					
Governmental activities:					
Property taxes	$ 17,287,720	$ 16,471,857	$ 14,150,797	$ 15,760,126	$ 15,170,178
Sales taxes	16,961,600	21,032,749	31,653,434	29,410,329	27,238,232
Insurance premium tax	2,538,164	2,413,822	2,303,331	2,156,925	1,994,950
Alcoholic beverage tax	424,475	425,860	471,816	479,609	465,695
Hotel/Motel tax	206,475	199,093	195,294	187,104	179,937
Miscellaneous taxes	548,270	559,632	574,897	649,593	689,251
Miscellaneous	994,596	905,717	820,147	854,815	862,135
Gain or (loss) on sale of capital assets	-	-	(10,637)	233,864	(376,666)
Investment earnings	1,728,927	1,896,990	1,533,208	1,076,417	1,711,150
Lease financing	-	-	-	1,102,162	-
Transfers	(541,540)	(519,041)	(595,173)	(711,705)	352,858
Total governmental activities	$ 40,148,687	$ 43,386,679	$ 51,097,114	$ 51,199,239	$ 48,287,720
Business-type activities:					
Miscellaneous	$ -	$ -	$ -	$ -	$ -
Transfers	541,540	519,041	595,173	711,705	(352,858)
Total business-type activities	$ 541,540	$ 519,041	$ 595,173	$ 711,705	$ (352,858)
Total primary government	$ 40,690,227	$ 43,905,720	$ 51,692,287	$ 51,910,944	$ 47,934,862
Change in Net Assets					
Governmental activities	$ (15,816,907)	$ 11,135,138	$ 17,431,281	$ 22,295,107	$ 18,481,562
Business-type activities	(1,172,693)	262,270	166,954	982,717	(217,986)
Total primary government	$ (16,989,600)	$ 11,397,408	$ 17,598,235	$ 23,277,824	$ 18,263,576

Note: Accrual-basis financial information for Whitfield County as a whole is available back to 2003 only, the year GASB 34 was implemented.

WHITFIELD COUNTY, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General fund:										
Nonspendable	$ 323,618	$ 396,586	$ 252,655	$ 8,951	$ 8,951	$ 8,288	$ 8,168	$ 1,465	$ -	$ -
Unassigned	14,460,450	13,525,724	21,834,480	23,811,979	23,685,317	22,921,424	16,017,563	19,724,831	14,569,691	12,470,076
Total general fund	$14,784,068	$13,922,310	$22,087,135	$23,820,930	$23,694,268	$22,929,712	$16,025,731	$ 19,726,296	$14,569,691	$12,470,076
All other governmental funds:										
Nonspendable	$ 72,943	$ 54,192	$ 54,193	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Restricted	38,650,273	43,966,462	33,078,704	21,826,363	15,955,414	15,383,073	33,766,756	41,537,362	45,287,064	50,610,915
Committed	2,973,443	5,939,624	1,198,961	2,744,048	-	-	-	-	-	-
Total all other governmental funds	$41,696,659	$49,960,278	$34,331,858	$24,570,411	$15,955,414	$15,383,073	$33,766,756	$ 41,537,362	$45,287,064	$50,610,915

Note: This schedule reports using the modified accrual basis of accounting.

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WHITFIELD COUNTY, GEORGIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS

continued

	2011	2010	2009	2008
REVENUES				
Taxes	$ 33,496,679	$ 49,521,208	$ 48,506,774	$ 52,967,310
Licenses and permits	287,160	264,582	232,945	277,399
Intergovernmental revenues	1,957,160	4,220,480	822,835	1,122,622
Charges for services	4,631,345	4,485,641	5,192,873	5,198,896
Fines, forfeitures and penalties	1,605,626	1,480,845	1,734,905	1,727,014
Investment earnings	88,248	98,719	142,573	938,197
Contributions and donations	46,190	135,385	54,442	55,942
Miscellaneous	908,525	788,266	845,127	871,879
Total revenues	43,020,933	60,995,126	57,532,474	63,159,259
EXPENDITURES				
Current -				
General government	6,257,854	7,799,706	6,825,771	8,660,017
Judicial	5,407,674	6,496,632	5,871,691	6,111,312
Public safety	16,987,515	20,851,624	18,937,643	20,317,234
Public works	6,024,199	6,924,763	7,268,173	9,080,233
Health and welfare	608,063	1,323,235	1,575,662	1,587,062
Culture and recreation	1,256,643	1,291,280	1,189,291	1,912,594
Housing and development	2,130,183	2,597,786	1,946,263	1,903,643
Capital outlay	11,723,995	13,192,429	7,139,027	2,928,305
Intergovernmental	513,558	513,681	841,469	-
Debt service				
Principal retirement	1,435,748	1,374,960	942,487	1,121,667
Interest and fiscal charges	856,809	359,126	294,088	218,960
Total expenditures	53,202,241	62,725,222	52,831,565	53,841,027
Excess (deficiency) of revenues over expenditures	(10,181,308)	(1,730,096)	4,700,909	9,318,232
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	32,063	38,594	236,491	6,786
Lease financing	50,359	-	-	-
Revenue bond proceeds	3,220,000	9,850,000	3,625,000	-
Transfers in	1,091,295	3,040,311	3,583,587	19,319,161
Transfers out	(1,614,270)	(3,735,214)	(4,118,335)	(19,902,520)
Total other financing sources (uses)	2,779,447	9,193,691	3,326,743	(576,573)
Net change in fund balances	$ (7,401,861)	$ 7,463,595	$ 8,027,652	$ 8,741,659
Debt service as a percentage of noncapital expenditures	5.85%	3.37%	2.71%	2.94%

WHITFIELD COUNTY, GEORGIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS

2007	2006	2005	2004	2003	2002
$ 37,006,206	$ 40,667,619	$ 51,033,066	$ 49,750,247	$ 44,557,291	$ 44,587,492
450,723	358,616	245,634	253,099	219,124	205,696
2,391,548	1,229,745	1,601,950	2,341,474	1,980,521	2,971,175
4,247,030	4,437,763	4,241,790	4,354,741	3,349,944	4,026,392
1,868,031	1,973,065	1,682,284	2,144,936	2,026,015	1,737,863
1,728,927	1,896,990	1,533,208	1,076,417	1,711,150	2,513,145
49,902	47,749	-	-	-	-
1,003,959	872,344	820,147	854,815	862,134	542,922
48,746,326	51,483,891	61,158,079	60,775,729	54,706,179	56,584,685
6,953,314	6,630,577	24,054,519	10,471,696	8,966,097	9,645,980
5,709,188	5,447,685	5,044,048	4,913,688	4,674,315	4,535,244
19,027,576	18,058,636	16,281,068	16,228,950	19,432,536	28,360,127
9,507,728	8,378,292	9,124,953	10,407,125	8,282,694	8,246,125
1,565,362	559,323	1,387,073	1,368,343	2,041,513	1,576,285
1,108,681	1,129,392	1,001,401	1,520,093	1,358,027	1,797,665
1,753,598	1,309,529	1,383,043	1,844,219	644,021	1,147,231
1,283,902	5,804,141	-	-	-	-
-	-	-	-	-	-
-	14,179,377	12,150,369	11,562,416	11,135,973	6,851,384
-	947,645	1,607,603	2,215,201	2,286,073	2,730,696
46,909,349	62,444,597	72,034,077	60,531,731	58,821,249	64,890,737
1,836,977	(10,960,706)	(10,875,998)	243,998	(4,115,070)	(8,306,052)
41,461	-	-	772,450	537,974	-
-	-	-	1,102,162	-	-
-	-	-	-	-	-
7,803,866	16,153,969	19,099,230	13,893,965	17,863,019	15,412,239
(8,345,407)	(16,672,965)	(19,694,403)	(14,605,672)	(17,510,159)	(16,163,154)
(500,080)	(518,996)	(595,173)	1,162,905	890,834	(750,915)
$ 1,336,897	$ (11,479,702)	$ (11,471,171)	$ 1,406,903	$ (3,224,236)	$ (9,056,967)
27.27%	27.27%	24.81%	26.45%	26.82%	14.77%

WHITFIELD COUNTY, GEORGIA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
TEN YEAR SUMMARY
December 31, 2011

CALENDAR YEAR	REAL PROPERTY	PERSONAL PROPERTY	PUBLIC UTILITIES
2002	$ 1,337,869,230	$ 791,630,056	$ 56,183,745
2003	$ 1,746,475,721	$ 813,200,411	$ 71,831,176
2004	$ 1,785,770,253	$ 837,231,743	$ 68,346,420
2005	$ 1,864,237,664	$ 872,814,247	$ 68,017,550
2006	$ 1,966,264,328	$ 958,643,306	$ 68,648,143
2007	$ 2,167,302,808	$ 969,766,460	$ 84,191,456
2008	$ 2,310,806,508	$ 968,270,147	$ 71,526,468
2009	$ 2,302,872,888	$ 925,763,433	$ 74,319,939
2010	$ 2,213,856,142	$ 811,906,837	$ 71,798,153
2011	$ 2,117,289,698	$ 876,878,422	$ 70,643,746

NOTES:

1. Real property includes commercial and residential property.
2. All property is assessed at 40% of the estimated actual value.
3. Tax rate is per $1,000 of assessed value

WHITFIELD COUNTY, GEORGIA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
TEN YEAR SUMMARY
December 31, 2011

LESS TAX-EXEMPT PROPERTY	TOTAL		ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE	TOTAL DIRECT TAX RATE
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
$ (317,245,390)	$ 2,314,261,918	$ 5,785,654,795	40%	6.663
$ (363,517,463)	$ 2,327,830,953	$ 5,819,577,383	40%	5.616
$ (373,650,552)	$ 2,431,418,909	$ 6,078,547,273	40%	5.538
$ (388,371,128)	$ 2,605,184,649	$ 6,512,961,623	40%	5.466
$ (399,078,293)	$ 2,822,182,431	$ 7,055,456,078	40%	5.466
$ (409,758,972)	$ 2,811,501,752	$ 7,028,754,380	40%	5.242
$ (418,061,017)	$ 2,932,542,106	$ 7,152,537,875	40%	5.061
$ (422,796,466)	$ 2,880,159,794	$ 7,014,599,638	40%	5.061
$ (478,003,261)	$ 2,619,557,871	$ 6,369,399,295	40%	5.061
$ (491,180,061)	$ 2,573,631,805	$ 6,257,472,435	40%	5.061

WHITFIELD COUNTY, GEORGIA
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
TEN YEAR SUMMARY
December 31, 2011

CALENDAR YEAR	INSIDE DALTON	INSIDE OTHER MUNICIPALITIES	OUTSIDE ALL MUNICIPALITIES
2002	6.663	6.663	6.663
2003	5.616	5.616	5.616
2004	5.538	5.538	5.538
2005	5.466	5.466	5.466
2006	5.466	5.466	5.466
2007	5.242	5.242	5.242
2008	5.061	5.061	5.061
2009	5.061	5.061	5.061
2010	5.061	5.061	5.061
2011	5.061	5.061	5.061

Notes:

1. Tax rates are shown in dollars per $1,000 of assessed value.

WHITFIELD COUNTY, GEORGIA
PRINCIPAL TAXPAYERS
December 31, 2011

2011			2002		
TAXPAYER	TAXES LEVIED	PERCENT OF TOTAL ASSESSED VALUATION	TAXPAYER	TAXES LEVIED	PERCENT OF TOTAL ASSESSED VALUATION
Shaw Industries, Inc.	$ 7,119,192	27.25%	Shaw Industries, Inc.	$ 7,321,020	29.05%
Mohawk Industries, Inc.	$ 2,534,163	10.98%	Mohawk Industries, Inc.	$ 4,004,150	17.74%
Beaulieu Group, LLC	$ 1,831,984	7.33%	Beaulieu Group, LLC	$ 3,465,398	13.94%
J&J Industries, Inc.	$ 898,320	3.07%	J&J Industries, Inc.	$ 892,992	3.16%
Tandus Flooring	$ 785,678	2.85%	Alltel Communication	$ 891,720	4.19%
Windstream Georgia	$ 446,944	1.70%	Collins & Aikman	$ 773,144	2.95%
CBL & Associates	$ 417,111	1.29%	Oriental Weavers USA, Inc.	$ 472,209	2.39%
Oriental Weavers USA, Inc.	$ 400,607	2.13%	Dow Chemical Company	$ 426,758	2.37%
North Georgia EMC	$ 387,629	1.92%	CBL & Associates	$ 379,053	1.34%
Norfolk Southern Corp.	$ 326,917	1.48%	Mattel Carpet Rug, Inc.	$ 332,816	1.17%

Source: Whitfield County Tax Commissioner's Office

WHITFIELD COUNTY, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
TEN YEAR SUMMARY
December 31, 2011

DIGEST YEAR	TAXES LEVIED	ADJUSTMENTS	TOTAL ADJUSTED LEVY	COLLECTED WITHIN THE YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
				AMOUNT	PERCENTAGE OF ORIGINAL LEVY		AMOUNT	PERCENTAGE OF ADJUSTED LEVY
2002	$ 12,449,400	$ (579,539)	$ 11,869,861	$ 10,017,888	80.47%	$ 1,851,890	$ 11,869,778	100.00%
2003	$ 12,737,031	$ (723,744)	$ 12,013,287	$ 1,219,756	9.58%	$ 10,779,569	$ 11,999,325	99.88%
2004	$ 12,835,411	$ (716,648)	$ 12,118,763	$ 10,230,122	79.70%	$ 1,877,383	$ 12,107,505	99.91%
2005	$ 13,209,673	$ (753,696)	$ 12,455,977	$ 11,322,196	85.71%	$ 1,128,114	$ 12,450,310	99.95%
2006	$ 14,181,413	$ (1,584,049)	$ 12,597,364	$ 11,336,394	79.94%	$ 1,239,627	$ 12,576,021	99.83%
2007	$ 14,147,204	$ (125,320)	$ 14,021,884	$ 12,527,244	88.55%	$ 1,465,929	$ 13,993,173	99.80%
2008	$ 14,248,407	$ (170,766)	$ 14,077,641	$ 12,376,592	86.86%	$ 1,545,176	$ 13,921,768	98.89%
2009	$ 14,679,298	$ (31,130)	$ 14,648,168	$ 12,948,851	88.21%	$ 1,319,481	$ 14,268,332	97.41%
2010	$ 13,359,997	$ (10,585)	$ 13,349,412	$ 11,588,615	86.74%	$ -	$ 11,588,615	86.81%
2011	$ 12,900,630	$ (40,759)	$ 12,859,871	$ 11,453,139	88.78%	$ -	$ 11,453,139	89.06%

Source: Whitfield County Tax Commissioner's Office
* Information is unavailable

WHITFIELD COUNTY, GEORGIA
TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS
TEN YEAR SUMMARY
DECEMBER 31, 2011

CALENDAR YEAR	PROPERTY	LOCAL OPTION SALES	SPECIAL PURPOSE LOCAL OPTION SALES	INSURANCE PREMIUM	ALCOHOLIC BEVERAGE	REAL ESTATE TRANSFER	OTHER	TOTAL
2002	15,031,059	13,785,465	12,842,773	1,860,186	489,800	69,830	507,456	44,586,569
2003	13,992,426	13,682,645	13,555,587	1,994,950	462,495	234,922	634,266	44,557,291
2004	16,917,987	14,862,448	14,547,881	2,156,925	428,309	133,795	702,902	49,750,247
2005	15,891,494	15,711,553	15,941,881	2,303,331	414,616	120,373	649,818	51,033,066
2006	16,036,463	16,568,983	4,463,766	2,413,822	425,860	140,924	617,801	40,667,619
2007	16,327,221	16,414,170	547,431	2,538,164	424,475	104,752	649,993	37,006,206
2008	15,958,870	15,357,410	-	2,600,030	433,056	49,732	632,562	35,031,660
2009	16,322,831	12,998,658	15,543,627	2,562,750	407,922	35,514	635,472	48,506,774
2010	14,808,741	14,175,942	16,974,653	2,492,460	404,704	28,924	635,784	49,521,208
2011	14,949,879	14,504,471	205,752	2,769,341	381,470	27,032	658,734	33,496,679
Percentage Change In Dollars Over 10 Years	-0.5%	5.2%	-98.4%	48.9%	-22.1%	-61.3%	29.8%	-24.9%

Note:

Other: Includes financial institution business taxes, franchise taxes and hotel/motel taxes.

WHITFIELD COUNTY, GEORGIA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES				
CALENDAR YEAR	GENERAL OBLIGATION BONDS	REVENUE BONDS	INTER-GOVERNMENTAL LIABILITY	CAPITAL LEASES	CAPITAL LEASES	GEFA LOAN	TOTAL PRIMARY GOVERNMENT	PERCENT OF PERSONAL INCOME	PER CAPITA
2002	-	47,475,000	1,764,363	-	3,531,004	-	52,770,367	2.21	606
2003	-	36,790,000	2,837,251	-	3,227,409	-	42,854,660	1.78	488
2004	-	25,555,000	2,215,166	-	2,900,435	-	30,670,601	1.27	343
2005	-	13,810,000	1,570,988	369,377	2,553,956	-	18,304,321	0.71	201
2006	-	-	1,261,453	-	2,186,066	-	3,447,519	0.12	37
2007	-	-	4,953,840	-	1,799,657	-	6,753,497	0.24	72
2008	-	-	3,832,173	-	1,416,011	-	5,248,184	0.17	56
2009	-	3,625,000	2,889,684	-	970,383	-	7,485,067	0.26	80
2010	-	13,170,000	2,135,388	231,828	487,665	-	16,024,881	0.53	156
2011	-	15,740,000	1,552,024	185,451	-	-	17,477,475	0.59	169

WHITFIELD COUNTY, GEORGIA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
TEN YEAR SUMMARY
December 31, 2011

CALENDAR YEAR	POPULATION	ASSESSED VALUE	GROSS BONDED DEBT	DEBT SERVICE AVAILABLE	NET BONDED DEBT	RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2002	(EST) 87,037	$ 1,059,328,776	$ -	$ -	$ -	0.00%	$ -
2003	(EST) 87,833	$ 2,573,376,809	$ -	$ -	$ -	0.00%	$ -
2004	(EST) 89,461	$ 2,566,769,612	$ -	$ -	$ -	0.00%	$ -
2005	(EST) 90,889	$ 2,601,334,232	$ -	$ -	$ -	0.00%	$ -
2006	(EST) 92,999	$ 2,836,671,624	$ -	$ -	$ -	0.00%	$ -
2007	(EST) 93,379	$ 3,053,703,034	$ -	$ -	$ -	0.00%	$ -
2008	(EST) 93,835	$ 3,217,510,131	$ -	$ -	$ -	0.00%	$ -
2009	(EST) 93,698	$ 3,172,435,681	$ -	$ -	$ -	0.00%	$ -
2010	102,599	$ 2,868,453,190	$ -	$ -	$ -	0.00%	$ -
2011	(EST) 103,184	$ 2,805,174,011	$ -	$ -	$ -	0.00%	$ -

Note:

Gross bonded debt includes all long-term general obligation bonds.

WHITFIELD COUNTY, GEORGIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt limit	$280,517,401	$286,845,319	$317,243,568	$321,751,013	$305,370,303	$283,667,162	$280,506,946	$269,134,842	$263,150,731	$218,568,303
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$280,517,401	$286,845,319	$317,243,568	$321,751,013	$305,370,303	$283,667,162	$280,506,946	$269,134,842	$263,150,731	$218,568,303
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0.00%	0.00%

Legal debt margin calculation for 2011

Assessed value of taxable property	$2,805,174,011
Debt limit (10%) of total assessed value	280,517,401
Debt applicable to limit	-
Legal debt margin	$ 280,517,401

WHITFIELD COUNTY, GEORGIA
DEMOGRAPHIC STATISTICS
TEN YEAR SUMMARY
December 31, 2011

CALENDAR YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2002	(EST) 87,037	$ 2,384,117,504	$ 27,392	3.7%
2003	(EST) 87,833	$ 2,405,921,536	$ 27,392	3.2%
2004	(EST) 89,461	$ 2,421,888,192	$ 27,072	4.3%
2005	(EST) 90,889	$ 2,590,427,389	$ 28,501	4.2%
2006	(EST) 92,999	$ 2,766,661,253	$ 29,747	4.5%
2007	(EST) 93,379	$ 2,786,242,602	$ 29,838	4.5%
2008	(EST) 93,835	$ 2,939,193,705	$ 31,323	7.7%
2009	(EST) 93,698	$ 2,842,328,830	$ 30,335	12.5%
2010	102,599	$ 3,015,384,610	$ 29,390	12.4%
2011	(EST) 103,184	$ 2,949,824,192	$ 28,588	11.8%

WHITFIELD COUNTY, GEORGIA
PRINCIPAL EMPLOYERS
December 31, 2011

2011			2002		
EMPLOYER	EMPLOYEES	PERCENT OF TOTAL EMPLOYMENT	EMPLOYER	EMPLOYEES	PERCENT OF TOTAL EMPLOYMENT
Shaw Industries, Inc.	7,517	19.49%	Shaw Industries, Inc.	*	*
Mohawk Industries	6,015	15.60%	World Carpets, Inc.	*	*
Beaulieu Group, LLC	2,056	5.33%	Beaulieu Group, LLC	*	*
Whitfield Co. Schools	1,500	3.89%	Queen Carpet	*	*
Hamilton Medical Center	1,059	2.74%	Aladdin Manufacturing	*	*
Tandus	879	2.28%	J&J Industries, Inc.	*	*
Dalton City Schools	800	2.07%	Hamilton Medical Center	*	*
J&J Industries, Inc.	665	1.72%	Durkin Pattern	*	*
Whitfield County	551	1.42%	Whitfield Co. School System	*	*
Shiroki North America, Inc.	550	1.42%	Dalton State College	*	*

Source: Dalton-Whitfield Chamber of Commerce
* Information not available

WHITFIELD COUNTY, GEORGIA
FULL-TIME EQUIVALENT WHITFIELD COUNTY EMPLOYEES BY FUNCTION

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government	87	88	91	87	84	81	86	86	84	91
Judicial	54	61	60	60	64	78	82	84	82	82
Public safety	274	268	282	295	271	266	260	260	254	213
Public works	71	83	78	87	89	92	97	97	97	94
Culture and recreation	8	8	8	8	10	10	10	10	10	10
Housing and development	22	18	23	11	12	11	13	13	12	14
Total	516	526	542	548	530	538	548	550	539	504

Source: Whitfield County Human Resources Department

WHITFIELD COUNTY, GEORGIA
OPERATING INDICATORS BY FUNCTION

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government										
Vehicle tags issued	111,075	102,294	98,117	94,835	103,173	103,580	100,997	100,453	95,508	98,034
Public safety										
E-911 calls	227,940	119,714	182,626	266,528	218,211	221,472	261,129	191,214	*	*
Fire/EMS service calls	5,108	5,031	4,985	4,962	5,158	5,051	4,911	4,710	4,732	4,550
Fire/EMS average response time (minutes)	6.6	6.2	6.5	5.9	6.0	5.9	5.8	5.2	4.9	4.7
Public works										
Miles of road resurfacing	31.2	37.7	26.3	54.2	46.5	43.7	71.3	54.4	52.8	94.3
Culture and recreation										
Number of program participants	3,639	2,802	3,196	3,042	3,668	3,901	3,743	3,722	3,865	4,188
Housing and development										
Building permits issued	368	360	298	372	530	665	671	626	594	556

Source: Department managers within each function
* Information not available

WHITFIELD COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government										
County facilities	14	14	14	14	14	14	14	14	14	13
Public safety										
Fire stations	10	10	10	10	10	10	9	9	9	9
Public works										
Miles of roads	787	787	787	787	787	747	744	740	735	735
Culture and recreation										
County owned ball fields	14	14	14	14	14	14	14	14	14	14

Source: Department managers within each function

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SPECIAL REPORTS

CHRYSAN THOMAS
Certified Public Accountant
Professional Corporation
Member
American Institute of
Certified Public Accountants
Trion, Georgia

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*

To the Board of Commissioners
Whitfield County, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Whitfield County, Georgia, as of and for the year ended December 31, 2011, which collectively comprise Whitfield County, Georgia's basic financial statements and have issued our report thereon dated June 5, 2012. Our report includes a reference to 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. Other auditors audited the financial statements of the component unit, Whitfield County Department of Public Health, as described in our report on Whitfield County, Georgia'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 matter that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Whitfield County, Georgia's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Whitfield County, Georgia's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Whitfield County, Georgia's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting 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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting 11-01, 11-02 and 11-03. 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.

P.O. Box 1066 Trion, Georgia 30753 (706)734-4377 chrysan@chrysanthomascpa.com

Compliance and Other Matters

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

We noted certain matters that we reported to management of Whitfield County, Georgia, in a separate letter dated June 5, 2012.

Whitfield County, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Whitfield County, Georgia's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Board of Commissioners, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Chrysan Thomas
CHRYSAN THOMAS
Certified Public Accountant

Dalton, Georgia
June 5, 2012

CHRYSAN THOMAS
Certified Public Accountant
Professional Corporation
Member
American Institute of
Certified Public Accountants
Trion, Georgia

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Commissioners
Whitfield County, Georgia

We have audited Whitfield County, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Whitfield County, Georgia's major federal programs for the year ended December 31, 2011. Whitfield County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Whitfield County, Georgia's management. Our responsibility is to express an opinion on Whitfield County, Georgia's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Whitfield County, Georgia's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Whitfield County, Georgia's compliance with those requirements.

In our opinion, Whitfield County, Georgia complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

Management of Whitfield County, Georgia is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Whitfield County, Georgia's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Whitfield County, Georgia's internal control over compliance.

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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.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, Board of Commissioners, others within the entity, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Chrysan Thomas
CHRYSAN THOMAS
Certified Public Accountant

Dalton, Georgia
June 5, 2012

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: **Unqualified**

Internal control over financial reporting:
- Material weakness(es) identified? **No**
- Significant deficiencies identified that are not considered to be material weakness(es)? **Yes**

Noncompliance material to the financial statements noted? **No**

Federal Awards

Internal control over major programs:
- Material weakness(es) identified: **No**
- Significant deficiencies identified that are not considered to be material weakness(es)? **None reported**

Type of Auditor's report issued on compliance for major programs: **Unqualified**

Any audit findings which are required to be reported under Section .510(a) of OMB Circular A-133: **No**

Major programs:

(a) **U.S. Department of Housing and Urban Development**
CDBG Multi-Activity
CFDA #14.228

(b) **U.S. Department of Transportation**
National Scenic Byways Program Grants
CFDA #20.219

(c) **U.S. Department of Transportation**
Section 5311-Whitfield Transit
CFDA #20.509

Dollar threshold used to distinguish between Type A and Type B programs: **$300,000**

Auditee qualified as a low-risk auditee under Section .530 of OMB Circular A-133: **No**

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2011

Financial Statement Findings

FS11-01 **Criteria:** Agency funds are used to account for resources held by the County, primarily the elected officials, in a purely custodial capacity, which means that all funds held are owed to other governments, organizations, or individuals. Due to the nature of these funds, it is important that adequate records be maintained to account for receipts, disbursements, and any residual funds that are held to be paid at a later date. Such listings should be reconciled to the respective cash balances maintained.

Condition: During our audit of the Sheriff's Office, the comprehensive detail listing provided did not reconcile to the balance of funds being held in the commissary cash account at December 31, 2011. Also requested accounting documentation could not be supplied.

Cause: This unknown amount is due to the lack of maintenance of proper subsidiary listings and tracking of receipts and disbursements. There were no procedures in place for routine reviews of the reconciling balances on a monthly or annual basis. Also, original documents had been either destroyed or misfiled and could not be produced.

Effect: Accounting data could be misstated.

Recommendation: We recommend procedures be implemented to require reports be prepared and reconciled on a weekly, monthly, and annual basis. We also recommend all backup records be kept for a time period and filed in an organized manner. Reviews and monitoring of these procedures on a timely basis should also be implemented.

Management Response: We concur with the finding. We are working to reconcile the detail listing to the cash balance and will keep records in an organized filing system.

FS11-02 **Criteria:** Internal controls should be in place that provides reasonable assurance that revenue is billed, collected, and recorded properly.

Condition: Internal controls were not in place to insure State Inmate Housing Revenues are being billed, received, and recorded properly in the Sheriff Department.

Cause: There are no procedures in place to determine that State housed prisoners are invoiced. Also, there are no procedures in place to insure funds are being collected once they are invoiced and timely recorded in the accounting system.

Effect: The deficiency could cause revenue not to be collected.

Recommendation: Internal controls should be implemented to detect when the correct amount of revenue is not received. Oversight should be provided and data reviewed by someone in the Sheriff's department that would assure the proper revenue is being invoiced, received, and recorded timely.

Management response: We agree with the finding. We will implement a system to monitor amounts invoiced, collected, and recorded.

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2011

FS11-03 **Criteria:** Controls and monitoring relating to district codes for motor vehicle taxes in the Tax Commissioner's Office are inadequate.

Condition: Controls and monitoring should be in place in order to sufficiently prevent, detect and correct misstatements on a timely basis.

Cause: The Tax Commissioner has not implemented controls and monitoring sufficient to reduce the risk of misallocation of revenues of the motor vehicles.

Effect: Motor vehicle revenue could be misallocated to the incorrect taxing authority.

Recommendation: The department should implement controls and monitoring of district codes on a regular basis.

Management Response: We concur. We will discuss controls and monitoring that could be implemented.

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURE
U.S.Department of Agriculture			
Forest Services	10.665	N/A	$ 9,436
U.S.Department of Housing and Urban Development			
Passed through Georgia Department of Community Affairs			
CDBG- Multi-Activity	14.228	10b-y-155-1-5295	49,634
Community HOME Investment Program	14.239	07M-Y-155-1-2954	39,895
Employment Incentive Program	14.251	09q-y-155-1-5207	28,249
Total U.S. Department of Housing and Urban Development			117,778
U.S.Department of the Interior			
Payments in Lieu of Taxes	15.226	N/A	19,876
U.S.Department of Justice			
Passed through Georgia Council of Juvenile Court Judges			
Purchase of Services for Juvenile Program	16.523	JB-08ST-0002	7,000
Passed through Georgia Criminal Justice Coordinating Council			
Crime Victim Assistance	16.575	C10-8-181	63,273
Crime Victim Assistance	16.575	C11-8-138	21,936
Subtotal			85,209
State Criminal Alien Assistance Program	16.606	2011-AP-BX-0219	34,583
ARRA- Edward Byrne Memorial Justice Assistance	16.803	B82-8-175	260
ARRA- Edward Byrne Memorial Justice Assistance	16.803	B82-8-183	8,358
ARRA- Edward Byrne Memorial Justice Assistance	16.803	B82-8-192	8,667
ARRA- Edward Byrne Memorial Justice Assistance	16.803	B82-8-193	32,550
ARRA- Edward Byrne Memorial Justice Assistance	16.803	B82-8-194	5,906
ARRA- Edward Byrne Memorial Justice Assistance	16.803	2009-DJ-BX-1030	27,930
ARRA- Edward Byrne Memorial Justice Assistance	16.803	2010-DC-BX-0082	60,944
ARRA- Edward Byrne Memorial Justice Assistance	16.803	2009-SB-B9-1016	50,450
Subtotal			195,065
Total U.S. Department of Justice			321,857

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURE
U.S.Department of Transportation			
Passed through Georgia Department of Transportation			
Metropolitan Transportation Planning	20.205	PL000-0001-00(262)	62,723
Metropolitan Transportation Planning	20.205	PL000-0009-00(662)	32,883
Subtotal			95,606
National Scenic Byways Program	20.219	MSL-0008-00(233)	234,972
Metropolitan Transportation Planning	20.505	T003580	10,731
Metropolitan Transportation Planning	20.505	T004045	14,343
Subtotal			25,074
Federal Transit Formula Grants	20.507	T003430	45,225
Capital Improvement Assistance Grant	20.509	T002891	86,396
Capital Improvement Assistance Grant	20.509	T003392	34,550
Transit Operating Assistance Grant	20.509	T003559	280,751
Subtotal			401,697
Total U.S. Department of Transportation			802,574
Department of Homeland Security			
Passed Through Georgia Emergency Management Agency -			
Hazard Mitigation Grant Program	97.039	HMGP-1858-0032	22,500
Performance Partnership Agreement	97.042	OEM11-157	25,058
Performance Partnership Agreement	97.042	OEM10-157E01	17,484
Subtotal			42,542
Homeland Security Grant Program	97.067	2009-SS-T9-0047	895
Homeland Security Grant Program	97.067	2010-SS-T0-0034	9,526
Subtotal			10,421
Total U.S. Department of Homeland Security			75,463
Total Federal Awards			$ 1,346,984

Basis of Presentation
The schedule of expenditures of federal awards included the federal grant activity of Whitfield County, Georgia is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

WHITFIELD COUNTY, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2011

FINDING FA10-03 US Department of Housing and Urban Development-CFDA 14.228
Grant No. 08-NS-5071 Neighborhood Stabilization Grant

Condition: A house purchased for rehabilitation exceeded the allowable amount, therefore was not reimbursed from grant funds.

Recommendation: The auditor recommended that procedures be implemented to monitor the activity of this program and to implement proper reviews. Employees responsible for activity should attend training and informational workshops by the Department of Community Affairs.

Current status: The recommendations were adopted. Also the administration of this program was changed to another entity.

FINDING FA10-04 US Department of Housing and Urban Development-CFDA 14.228
Grant No. 08-NS-5071 Neighborhood Stabilization Grant

Condition: Grant funds that were initially awarded were recaptured by the granting agency due to the inability to meet the obligation deadlines after an extension was granted.

Recommendation: We recommend establishing review and oversight procedures, and establishing obligation milestones to protect from loss of funding.

Current status: The administration of this program was contracted out to another entity.

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES FOR CONSTRUCTION PROJECTS FUNDED BY SPECIAL PURPOSE LOCAL OPTION SALES AND USE TAX
Year Ended December 31, 2011

CONSTRUCTION PROJECTS	ESTIMATED COST	REVISED ESTIMATED COST	EXPENDITURES			ESTIMATED PERCENTAGE OF COMPLETION
			PRIOR YEARS	CURRENT YEAR	TOTAL	
2002 SPLOST:						
Water Project	$ 19,500,000	$ 10,680,000	$ 8,279,938	$ 681,288	$ 8,961,226	84%
2008 SPLOST:						
Road Improvement Program	$ 36,289,785	$ 36,289,785	$ 8,856,632	$ 6,984,246	$ 15,840,878	44%
City of Dalton Road Projects	11,710,215	11,710,215	2,444,433	513,558	2,957,991	25%
Total	$ 48,000,000	$ 48,000,000	$ 11,301,065 *	$ 7,497,804	$ 18,798,869	

Whitfield County, Georgia imposed special purpose 1% local option sales and use taxes with the proceeds limited to funding expenditures for specified construction projects.

BASIS OF PRESENTATION - The schedule above presents only expenditures for construction projects funded by the special purpose local option sales and use tax as required by The Official Code of Georgia Annotated and is not intended to be a complete presentation of the expenditures of Whitfield County, Georgia or any of its funds.

These expenditures are recorded at the time liabilities are incurred.

Prior year expenditures were restated between projects for the 2008 SPLOST. Total expenditures did not change.

*NOTE - Additional expenditures of $375,915 on these projects came from other non-splost sources.

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