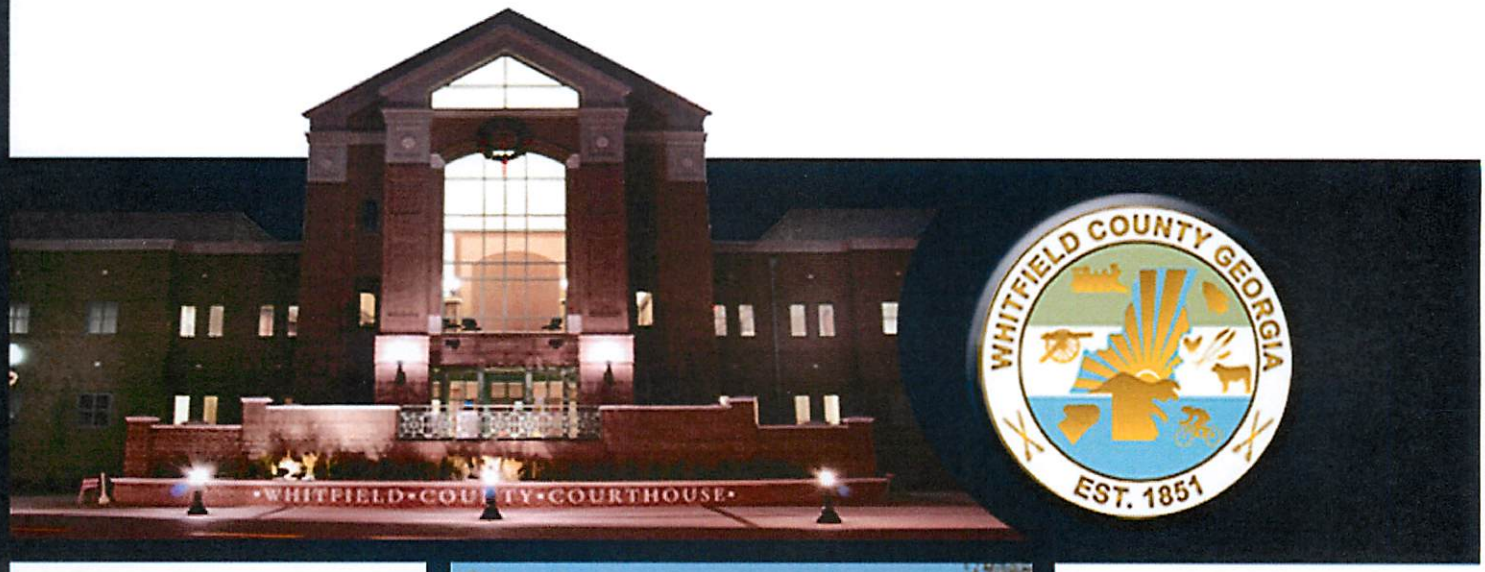
Whitfield County Georgia









Comprehensive Annual Financial Report

For The Year Ended December 31, 2012

WHITFIELD COUNTY, GEORGIA

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

FOR THE

YEAR ENDED DECEMBER 31, 2012

W. Michael Babb
Chairman

WHITFIELD COUNTY, GEORGIA
TABLE OF CONTENTS
Year Ended December 31, 2012

INTRODUCTORY SECTION

Letter of Transmittal	1 - 6
GFOA Certificate of Achievement	7
General Government Officials	8
Organizational Chart	9

FINANCIAL SECTION

Independent Auditor's Report	10 - 12
MANAGEMENT'S DISCUSSION AND ANALYSIS	13 - 25
BASIC FINANCIAL STATEMENTS	26
Government-wide Financial Statements	
Statement of Net Position	27
Statement of Activities	28
Fund Financial Statements	
Governmental Funds	
Balance Sheet	29
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	30
Statement of Revenues, Expenditures and Changes in Fund Balances	31
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Activities to the Statement of Activities	32
Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	33 - 36
Proprietary Funds	
Balance Sheet	37 - 38
Statement of Revenues, Expenses and Changes in Net Position	39
Statement of Cash Flows	40 - 41
Fiduciary Funds	
Statement of Fiduciary Assets and Liabilities	42
Notes to Basic Financial Statements	43 - 70

WHITFIELD COUNTY, GEORGIA
TABLE OF CONTENTS
Year Ended December 31, 2012

REQUIRED SUPPLEMENTARY INFORMATION

Analysis of Funding Progress 71

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Governmental Funds

Non-major Governmental Funds
- Combining Balance Sheet – By Fund Type 72
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type 73

General Fund 74
- Comparative Balance Sheet 75
- Comparative Statement of Revenues, Expenditures and Changes in Fund Balances 76
- Detailed Schedule of Revenues and Expenditures – Budget and Actual 77 - 86

Non-major Special Revenue Funds 87 - 88
- Combining Balance Sheet 89 - 94
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances 95 - 100
- Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual 101 - 119

Non-major Debt Service Fund 120
- Comparative Balance Sheet 121
- Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual 122

Major Capital Projects Funds 123
- Comparative Balance Sheet – SPLOST Capital Projects 124
- Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – SPLOST Capital Projects 125
- Comparative Balance Sheet – Capital Projects Acquisition Fund 126
- Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Capital Projects Acquisition Fund 127

Proprietary Funds

Non-major Enterprise Fund 128
- Comparative Balance Sheet 129 - 130
- Statement of Revenues, Expenses and Changes in Net Position 131
- Statement of Cash Flows 132 - 133
- Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual 134

WHITFIELD COUNTY, GEORGIA
TABLE OF CONTENTS
Year Ended December 31, 2012

Internal Service Fund 135
Comparative Statement of Net Position 136
Comparative Statement of Revenues, Expenses and Changes in Net Position 137
Comparative Statement of Cash Flows 138

Fiduciary Funds 139
Agency Funds
Combining Statement of Changes in Assets and Liabilities 140 - 142

STATISTICAL SECTION 143

Financial Trends
Net Position by Component 144 - 145
Changes in Net Position 146 - 149
Fund Balances of Governmental Funds 150
Changes in Fund Balances, Governmental Funds 151 - 152
Revenue Capacity
Assessed and Estimated Actual Value of Taxable Property 153 - 154
Property Tax Rates – All Overlapping Governments 155
Principal Taxpayers 156
Property Tax Levies and Collections 157
Tax Revenues by Source, Governmental Funds 158
Debt Capacity
Ratio of Outstanding Debt by Type 159
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita 160
Direct and Overlapping Governmental Activities Debt 161
Legal Debt Margin Information 162
Demographic and Economic Information
Demographic Statistics 163
Principal Employers 164
Full-time Equivalent Whitfield County Employees by Function 165
Operating Information
Operating Indicators by Function 166
Capital Asset Statistics by Function 167

SPECIAL REPORT SECTION

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* 168 - 169

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance required by OMB Circular A-133 170 - 171

WHITFIELD COUNTY, GEORGIA
TABLE OF CONTENTS
Year Ended December 31, 2012

Schedule of Findings and Questioned Costs	172 - 173
Schedule of Expenditures of Federal Awards	174 - 175
Schedule of Expenditures for Construction Projects Funded by Special Purpose Local Option Sales and Use Tax	176

INTRODUCTORY SECTION

Whitfield County

Board Of Commissioners

Board Members

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

May 31, 2013

The Honorable W. Michael Babb, Chairman
Members of the Board of Commissioners
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, 2012.

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, 2012 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, 2012 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.

Overview of the Comprehensive Annual Financial Report

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

Reporting Entity

The financial reporting entity (Whitfield County, Georgia) includes all the funds of the primary government, as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and included as part of the primary government. Based on the blended component unit criteria, no blended component units are included in this report.

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

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 was formed from a portion of Murray County in 1851 becoming Georgia's 97th county. It was named for the Reverend George Whitefield, the founder of the Bethesda Orphan House in Savannah. The spelling of the county's name was later changed to reflect the way it was pronounced.

Located in Northwest Georgia at the foothills of the Appalachian Mountains, Whitfield County is blessed with natural beauty and a mild climate. Whitfield County is the gateway to the 150 miles Chieftain's Trail, which trace the path of the Cherokee Indian sites, located in the Northwest Georgia area. Dalton/Whitfield County is also known as the "Carpet Capital of the World". Whitfield County is a prime location for business expansion, relocation and economic development. Located in Auto Alley on Interstate 75 and just 25 miles south of Chattanooga and 85 miles north of Atlanta, the area is within a day's drive of half the country's population which makes it a great location for distribution.

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 Office, 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 services 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. Annual appropriated budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, debt service fund, and all special revenue funds. Annual operating budgets are not legally required for enterprise funds, but are prepared for use in planning, control, and evaluation purposes.

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 has dipped slightly from 12.4% at the end of 2010, 11.8% at the end of 2011, and 10.6 % at the end of 2012. Whitfield County's unemployment rates continue to exceed the national and state averages. According to the Georgia Department of Labor; U.S. Bureau of Labor Statistics, in 2012 Whitfield County had an employed labor force of 38,058 and a 2011 per capita income of $28,044.

For decades, Dalton/Whitfield County has been known as the "Carpet Capital of the World" but county and business leaders in Whitfield County are working to build on that reputation by attracting a wider diversity of advanced manufacturers. To aid in the economic development of the county, the county has purchased land and constructed or begun 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 2014. 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 Drive. 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.

Long-Term Financial Planning

As is the case with most local governmental entities, the majority of services provided by Whitfield County are funded through an ad valorem tax levied against real and personal property. In the past, the fair market value of real property had served as an excellent basis for funding governmental services since it had proven to be extremely stable and reliable. In terms of the benefits being received from these taxes, there is often said to be a direct relationship between the quality of the services being provided and the fair market value of the property being served.

When the housing bubble burst in 2008, it had a significant adverse impact on the fair market value of real property. Whitfield County continues to experience a soft residential real estate market which mirrors the national and state markets. The property tax digest has been weakened and it is not known when the digest will return to 2008 levels. With many people losing their jobs during this recession, they also lost their homes to foreclosure or were forced to sale at depressed market prices. As the fair market value of homes declined during this period, the tax digest that supported governmental services decreased correspondingly. The assessed values for the 2012 tax digest (which funded the FY 2012 budget) decreased by $261,529,894 or 9.32%.

In an effort to maintain the current level of services offered by the county and to maintain an appropriate level of fund balance in an environment of declining revenues the decision was made by the Board of Commissioners to increase the 2012 millage rate to 6.061 from 5.061. Even with this increase in millage rate for 2012, Whitfield County has the 8th lowest millage rate of the 159

counties in the state of Georgia while holding the 24th highest economic ranking according to the Georgia Department of Revenue.

Local Option Sales Tax (LOST) is one of the county's most significant sources of revenue. The county entered into LOST negotiations as required by state law with the City of Dalton and the other cities located within the counties borders in 2012. As a result of the outcome of these negotiations the county will receive a much smaller percentage of the LOST collections than it has received in past years. The county's share of LOST for future years will change from 83.24% to 64.50%. The challenge facing the county in future years will be replacing this loss of revenue.

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 work that will continue into 2014. Whitfield County has been without a SPLOST in place since December 31, 2010. With the absence of a current SPLOST, funding for the type of projects listed above must come from general fund revenues. In the current economic downturn and in an environment of declining revenues, in order to maintain the service delivery that Whitfield County citizens have come to expect, the county must put many future major capital outlay projects on hold until a new SPLOST is passed.

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 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 Whitfield County for its comprehensive annual financial report for the fiscal year ended December 31, 2011. This is the tenth consecutive year that the government has received this prestigious award. In order to be awarded the Certificate of

Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. 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 and the cooperation of the various elected officials and appointed management. We would also like to express our gratitude and appreciation to the staff of Chrysan Thomas, Certified Public Accountant, for their technical guidance and assistance to make this a quality report.

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

Alicia Vaughn
Finance Director, CPFO

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, 2011

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.



Christopher P Morrill
President

Jeffrey L. Esser
Executive Director

WHITFIELD COUNTY, GEORGIA
GENERAL GOVERNMENT OFFICIALS
December 31, 2012

LEGISLATIVE

BOARD OF COMMISSIONERS

W. Michael Babb, Chairman

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

EXECUTIVE

Mark Gibson	County Administrator
Luis Villavizar	County Clerk

DEPARTMENT HEADS

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

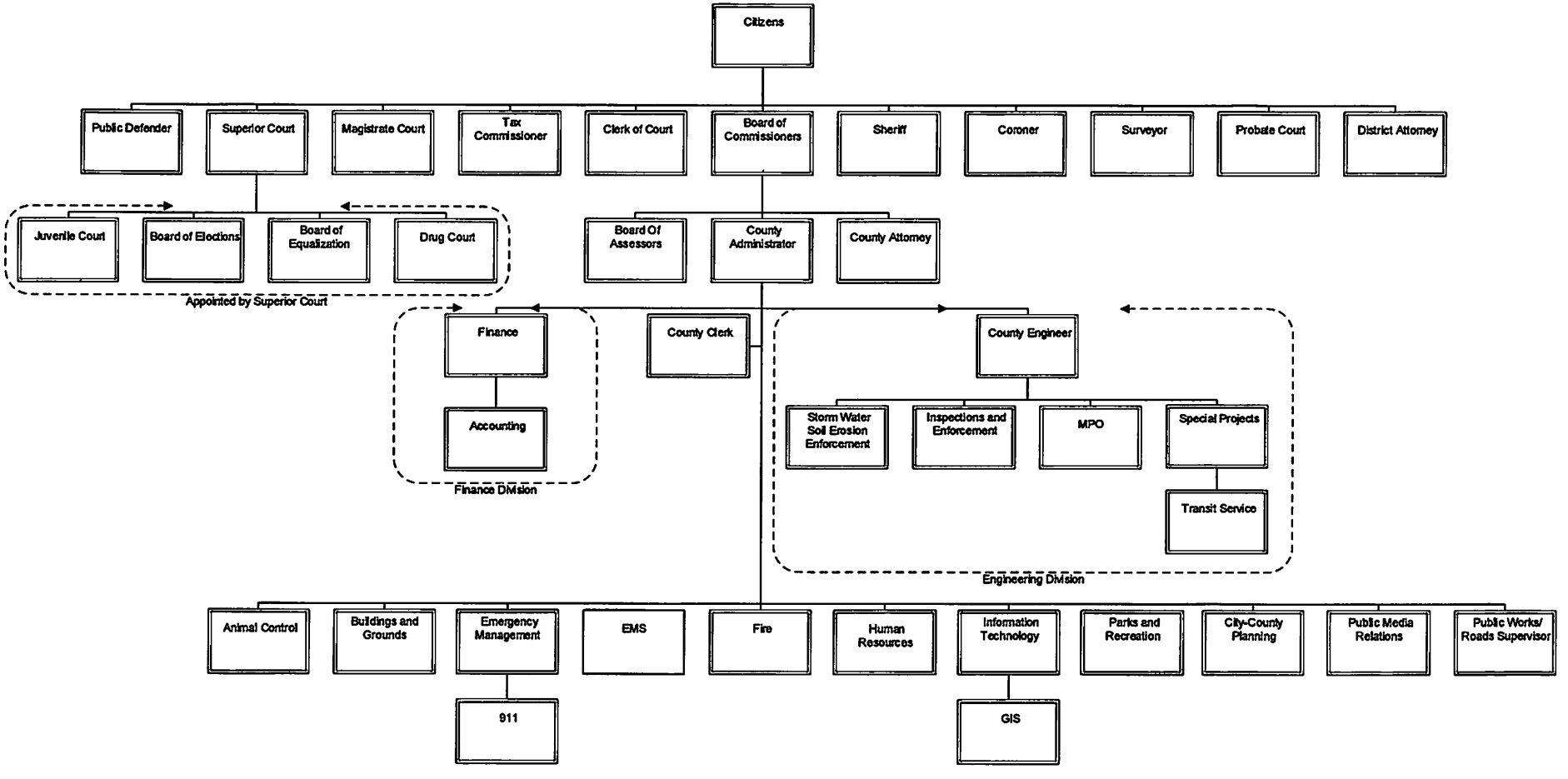
CONSTITUTIONAL OFFICERS

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
Herbert M. Poston, Jr.	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

Report on the Financial Statements

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, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the component unit, Whitfield County Department of Public Health, which represent .76 percent, .77 percent, and 9.8 percent, respectively, of the assets, net position, and revenues of the County. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Whitfield County Department of Public Health, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to previously 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, 2012, 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 accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 13 through 25), and Analysis of Funding Progress (page 71) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Whitfield County, Georgia's financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, the Schedule of Expenditures for Construction Projects Funded by Special Purpose Local Option Sales and Use Tax, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 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.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules, the Schedule of Expenditures for Construction Projects Funded by Special Purpose Local Option Sales and Use Tax and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules, the Schedule of Expenditures for Construction Projects Funded by Special Purpose Local Option Sales and Use Tax and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 29, 2013 on our consideration of Whitfield County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Whitfield County, Georgia's internal control over financial reporting and compliance.

Chrysan Thomas
CHRYSAN THOMAS
Certified Public Accountant

Dalton, Georgia
May 29, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

WHITFIELD COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended December 31, 2012

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, 2012. 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 $339.8 million (net position) for the calendar year reported. This represents a decrease of $20.1 million from the prior year.

- Total net position is comprised of the following:

  (1) Capital assets, net of related debt of $282 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 position of $34.9 million is restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
  (3) Unrestricted net position of $22.9 million represents 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 $50.8 million this year. The fund balance decreased by $5.7 million from the prior year fund balance of $56.5 million.

- General fund's unassigned fund balance at the end of the calendar year was $15.3 million, or 39.2% of total general fund expenditures.

- Business-type activities enterprise funds reported total ending net position of $15.8 million as of December 31, 2012. This reflects a decrease of $438,908 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 Position and the State of Activities. The statement of net position 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 position. Over time, increases or decreases in net position 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 position. 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 Position 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 27 through 28 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 29 through 32 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 43 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 progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 71 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 72.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Net position 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 position at December 31, 2012 is $339.8 million. The following table provides a summary of the County's net position.

WHITFIELD COUNTY, GEORGIA
STATEMENT OF NET POSITION

	Governmental Activities		Business Activities		Total	
	2012	2011	2012	2011	2012	2011
Assets:						
Current assets	$ 57,437,950	$ 63,440,303	$ 18,475	$ 27,546	$ 57,456,425	$ 63,467,849
Other assets	2,794,052	4,416,558	15,571,144	16,010,052	18,365,196	20,426,610
Capital assets	297,311,820	312,125,493	181,521	175,049	297,493,341	312,300,542
Total assets	357,543,822	379,982,354	15,771,140	16,212,647	373,314,962	396,195,001
Liabilities:						
Current liabilities	6,123,712	6,162,760	15,863	18,462	6,139,575	6,181,222
Non-current liabilities	27,364,597	30,136,292	-	-	27,364,597	30,136,292
Total liabilities	33,488,309	36,299,052	15,863	18,462	33,504,172	36,317,514
Net position:						
Invested in capital assets	281,831,473	298,068,417	181,521	175,051	282,012,994	298,243,468
Restricted	34,918,133	41,623,716	-	-	34,918,133	41,623,716
Unrestricted	7,305,907	3,991,169	15,573,756	16,019,134	22,879,663	20,010,303
Total net position	$ 324,055,513	$ 343,683,302	$ 15,755,277	$ 16,194,185	$ 339,810,790	$ 359,877,487

As a whole, the County's net position decreased $20.1 million during 2012. The governmental activities net position decreased $19.6 million while the business-type activities net assets only decreased $438,908. The decrease in governmental activities of 5.7% is mainly attributable to the continuation of SPLOST projects, and depreciable capital assets. Business-type activities decreased 2.7% due to a loss in joint ventures with the Dalton-Whitfield Solid Waste Management Authority and the Northwest Georgia Trade and Convention Center.

Net position invested in capital assets, net of related debt is the largest of net position at $282 million (83%) 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 $34.9 million (10.3%) of total net position 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 position totals $22.9 million (6.7%). Unrestricted net position is the portion of net position that is available for spending.

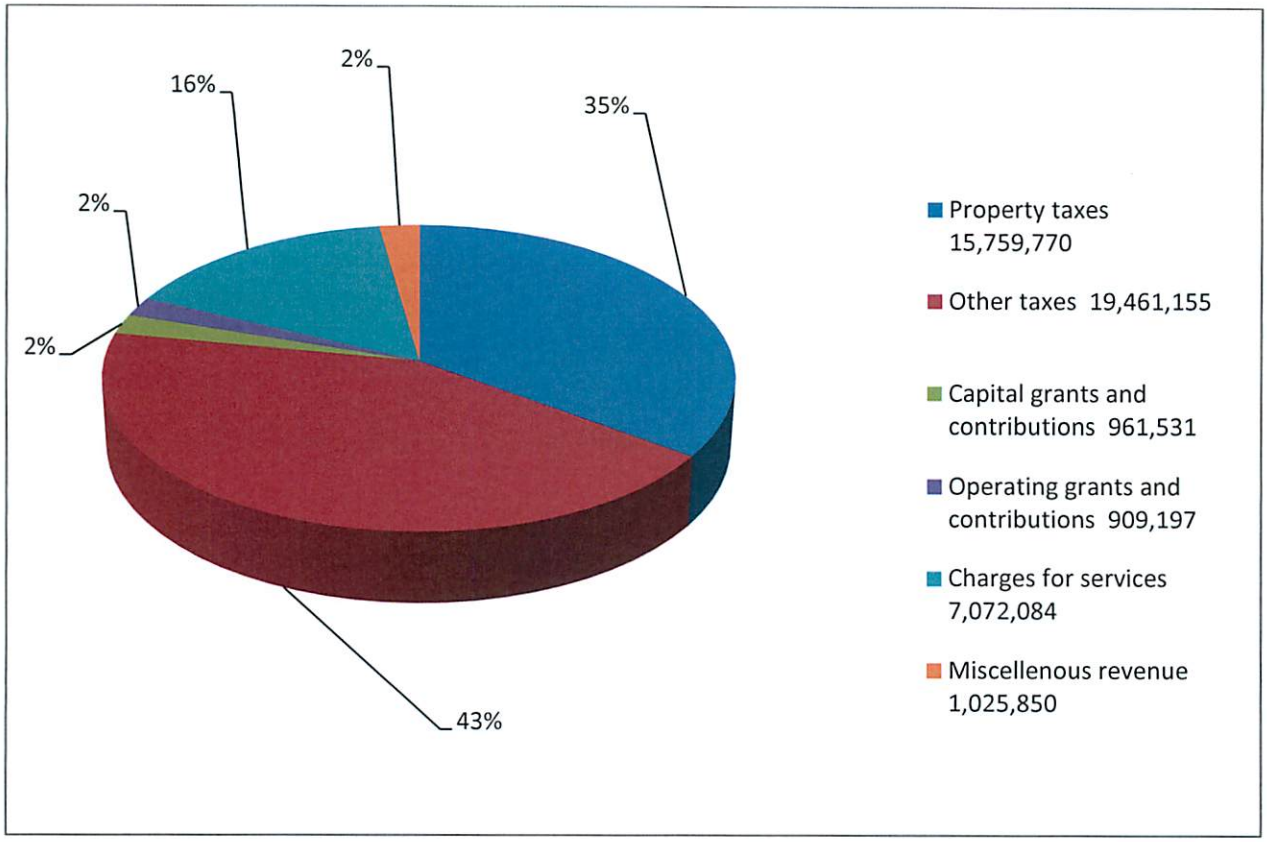
The following table provides a summary of the County's changes in net position:

	Governmental Activities		Business Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program:						
Charges for services	$ 7,072,084	$ 6,144,988	$ 238,587	$ 247,812	$ 7,310,671	$ 6,392,800
Operating grants	909,197	1,386,215	252,528	280,751	1,161,725	1,666,966
Capital grants	961,531	1,157,732	92,331	125,265	1,053,862	1,282,997
General:						
Property taxes	15,759,770	14,707,967	-	-	15,759,770	14,707,967
Sales taxes	15,439,669	14,710,223	-	-	15,439,669	14,710,223
Insurance premium taxes	2,958,533	2,769,341	-	-	2,958,533	2,769,341
Alcoholic beverage taxes	354,505	381,470	-	-	354,505	381,470
Hotel/Motel taxes	225,250	215,275	-	-	225,250	215,275
Miscellaneous taxes	483,198	470,491	-	-	483,198	470,491
Miscellaneous	1,004,981	908,525	-	-	1,004,981	908,525
Investment earnings	20,869	33,311	-	-	20,869	33,311
Total revenues	45,189,587	42,885,538	583,446	653,828	45,773,033	43,539,366
Program Expenses:						
General government	8,017,307	7,510,940	-	-	8,017,307	7,510,940
Judicial	5,551,125	5,576,945	-	-	5,551,125	5,576,945
Public safety	18,991,668	18,841,608	-	-	18,991,668	18,841,608
Public works	26,983,422	26,920,990	-	-	26,983,422	26,920,990
Health and welfare	734,949	767,338	-	-	734,949	767,338
Culture and recreation	1,418,859	1,098,824	-	-	1,418,859	1,098,824
Housing and development	2,312,731	4,786,369	-	-	2,312,731	4,786,369
Interest on long-term debt	678,908	677,121	-	-	678,908	677,121
Northwest Georgia Trade and Convention Center	-	-	73,557	756,092	73,557	756,092
Other programs	-	-	1,077,204	976,997	1,077,204	976,997
Total expenses	64,688,969	66,180,135	1,150,761	1,733,089	65,839,730	67,913,224
Excess	(19,499,382)	(23,294,597)	(567,315)	(1,079,261)	(20,066,697)	(24,373,858)
Transfers	(128,407)	(522,975)	128,407	522,975	-	-
Increase (decrease) in net position	(19,627,789)	(23,817,572)	(438,908)	(556,286)	(20,066,697)	(24,373,858)
Net position - beginning of year	343,683,302	367,500,874	16,194,185	16,750,471	359,877,487	384,251,345
Net position - end of year	$ 324,055,513	$ 343,683,302	$ 15,755,277	$ 16,194,185	$ 339,810,790	$ 359,877,487

Governmental Activities

The following chart depicts revenues of the governmental activities for the year ended December 31, 2012:

Revenues by Source – Governmental Activities



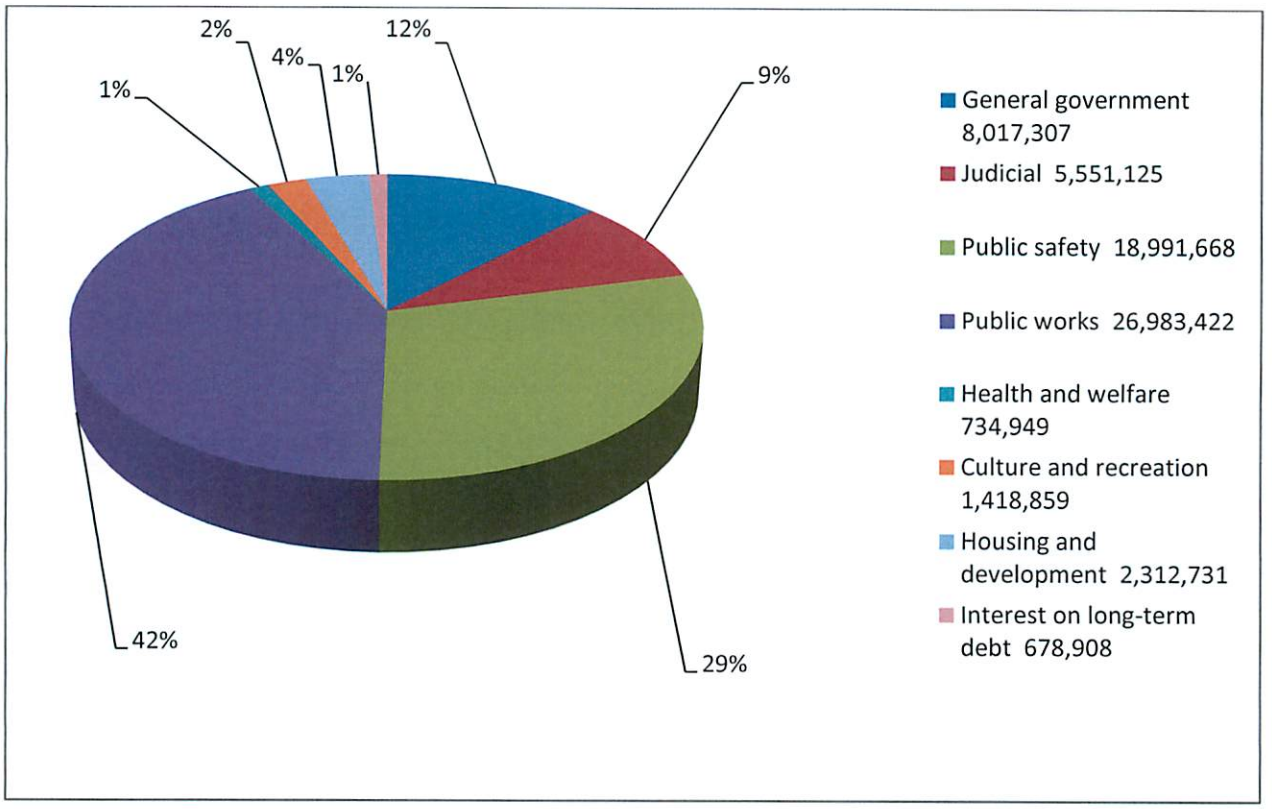
As indicated by the revenue chart, other taxes were the largest source for governmental activities which include sales tax, insurance premium tax, hotel motel tax and alcohol beverage tax. Sales taxes for the current year were $15,439,669, only slightly under property taxes. The County's governmental activities total revenues increased $2.3 million (5.4%).

Revenue:

- Property taxes increased $1.1 million even with a 9.3% decrease in net assessed property due to an increased millage rate.
- Sales taxes increased $729,446 (5%).
- Operating grants and contributions decreased $477,018 (34%) primarily due to the completion of existing grants.
- Charge for services increased $927,096 from various sources, with the most significant increase from the Sheriff's Forfeiture Fund for Whitfield County's equitable share of drug seized monies.
- Capital grants and contributions decreased $196,201 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, 2012:

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 $1.5 million (2.3%).

Expenses:

- General government increased $506,367 primarily due to additional debt payments.
- Culture and recreation increased $320,035 due to construction at the Westside Park.
- Housing and development decreased approximately $2.5 million. Project Shield and the Carbondale Business Park had less construction costs in 2012.

Business-type Activities
The County's business-type activities total revenues decreased $70,382 and expenses decreased $582,328.

Revenues:

- Charges for services decreased $9,225 which is attributable to a reduced ridership for the Whitfield Transit System.
- Operating grants and contributions decreased $28,223 due to a reduction in funds received through the 5311 Transit grant for operations of the Whitfield Transit System.
- Capital grants and contributions decreased $32,934 due to a reduction in funds received through the 5311 Transit grant for buses and equipment for the Whitfield Transit System.

Expenses:

- Expenses for the Northwest Georgia Trade and Convention Center decreased $682,535. Bonds were retired in 2011 and assets transferred to the NWGTCC. The activity is reflected as a joint venture.
- Expenses for the Dalton-Whitfield Regional Solid Waste Management Authority increased $62,803. 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 increased $37,404 primarily due to an increase in personal services and employee benefits.

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 $50.8 million. Of this year-end total, $1.2 million will be used to retire debt and $34.3 million will be used to satisfy other restricted purposes.

The total ending fund balances of governmental funds reflect a decrease of $5.7 million from the prior year. The general fund reported an increase of $1 million (6.5%) and other governmental funds reported a decrease of $6.7 million (16.1%), primarily due to 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 2012, the fund balance of the General Fund was $15.8 million. Unassigned fund balance represents 39.4% of General Fund expenditures, an increase from the prior year, which was at 38.8% of total expenditures.

General Fund revenues of $41.5 million were under budget by $209,893, and the expenditures of $38.9 million were slightly under budget by $144,605. Other financing sources and uses were under budget by $925.

The General Fund's ending fund balance increased $1 million and is primarily attributable to a second year 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 2012, the fund balance was $26.6 million which reflects a decrease of 17.1% from the prior year.

  Total revenues for 2012 were $398,437 of which $196,010 was special purpose local option sales tax adjustments, $127,265 from federal and state awards, and investment earnings of $75,162.

  Total expenditures were $5.9 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. At the end of 2012, the fund balance was $4.4 million which reflects a decrease of 21% from the prior year.

  Total revenues for 2012 were $2.1 million. The major source of revenue was a transfer from the general fund of $1.6 million. Other sources of revenue were derived from loans issued, contributions and donations and investment earnings.

  Total expenditures were $3.3 million of which $982,143 was spent on site development for "Project Shield" and the Carbondale Business Park. $1 million was spent at the Westside Park, and other expenditures were for the acquisition of vehicles and equipment for various departments as well as building renovations.

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 three amendments that resulted in budgeted revenues being increased by $6.5 million, budgeted expenditures being decreased by $851,142, and other financing sources (uses) increased $57,413. The following addresses the major differences between the original adopted and the final adjusted budget:

Revenue:

- Property taxes were increased $3.1 million. Due to the ongoing market conditions, property tax collections were expected to decrease in 2012 on the residential, commercial and industrial property in the county. Based on this assumption and the fact that Freeport exemption would be at 100%, the original adopted budget for property taxes was very conservative. Additionally, the millage rate was increased by one mill for 2012.
- Local option sales taxes were increased by $740,000.
- Insurance premium taxes were increased by $458,000.
- Building and mobile home permits were increased by $69,500.
- Intergovernmental revenues were increased $87,300 primarily due to increased state and federal grant funds for the Greater Dalton Metropolitan Planning Organization.
- Charge for services were increased $555,460 primarily from additional collections from various courts and fees collected from the Department of Transportation for maintenance of state roads.
- Fines and forfeitures were decreased $49,000 resulting from a net decrease from the Clerk of Court of $143,000 and an increase from Probate Court of $94,000.

Expenditures:

- Personal services and employee benefits had an overall decrease of $866,108. This is primarily due to a second year waiver in pension contributions.
- Purchase and contracted services had a net decrease of $97,556 due to a reduction in several areas such as maintenance of equipment, communications and printing.
- Supplies had a net increase of $403,261 from several areas with the most significant increase being for road materials.
- Debt service increased $128,000 to adjust for actual principal and interest payments that were not appropriated in the original budget, and the remaining net decrease of $418,729 was primarily due to the removal of contingency.

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, 2012, was $297 million and $181,521, respectively. Total capital assets activity for the County as a whole decreased by $14.8 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	
	2012	2011	2012	2011	2012	2011
Land	$ 7,159,113	$ 7,126,238	$ -	$ -	$ 7,159,113	$ 7,126,238
Construction in progress	15,511,046	14,887,105	-	-	15,511,046	14,887,105
Buildings and land improvements	44,806,705	46,610,301	-	-	44,806,705	46,610,301
Equipment and fixtures	1,496,866	1,723,078	-	-	1,496,866	1,723,078
Vehicles	1,219,234	724,502	181,521	175,049	1,400,755	899,551
Infrastructure	227,118,856	241,054,269	-	-	227,118,856	241,054,269
Total	$297,311,820	$312,125,493	$ 181,521	$ 175,049	$297,493,341	$312,300,542

Long-term Debt

As of December 31, 2012, Whitfield County had total capital leases, revenue bonds, notes payable and intergovernmental liabilities of $16.6 million. This is a decrease of $1.7 million from the prior year. See Note 10 for additional information on Whitfield County's long-term debt.

	Governmental Activities	
	2012	2011
Notes payable	$ 664,720	$ 759,680
Capital lease	315,627	185,451
Intergovernmental liability	1,076,277	1,552,024
Revenue bonds	14,500,000	15,740,000
Total	$ 16,556,624	$ 18,237,155

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Whitfield County's unemployment rate of 10.6% continues to exceed the state and national rates. This 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 9.3% in 2012. The 100% Freeport Exemption that has been implemented increased Whitfield County's exemptions on the gross digest from approximately $491 million dollars to $835 million dollars. This increase cost the county an approximate $2 million in property tax revenue in 2012. In an effort to maintain the current level of services offered by the county and maintain an appropriate level of fund balance in an environment of declining revenues, the decision was made to increase the millage rate from 5.061 to 6.061 for 2012.

The 2013 General Fund budget reflects a 13.5% decrease in revenues when compared to 2012 actual revenues. The county entered into LOST negotiations in 2012 with the City of Dalton and other cities located within the county's borders. As of result, the county will receive a much smaller percentage of LOST collections. A loss of an estimated $3.4 million in local option sales tax revenue was projected for 2013. Also in 2012, the Whitfield County Board of Commissioners created three special tax districts: 1) Fire District, 2) Solid Waste District, and 3) Jointly Funded Service District to include Whitfield County's contribution toward the Dalton-Whitfield County Joint Development Authority, the Dalton Regional Library and the Dalton Whitfield Senior Center. The cost for these services will be accounted for in special revenue funds for 2013.

Other factors considered when preparing the 2013 budget included:

- The County eliminated pension contributions again for the third year.
- The OPEB costs will be funded on the pay-as-you-go basis.
- Health insurance costs slightly increased in 2012; therefore a 1% increase over the 2012 actuals was budgeted for 2013.
- 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.

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 POSITION
December 31, 2012

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Whitfield County Health Department
Assets				
Current Assets				
Cash and cash equivalents	$ 44,467,863	$ -	$ 44,467,863	$ 2,543,478
Investments	7,882,377	-	7,882,377	-
Receivables, net	4,479,107	13,731	4,492,838	313,356
Prepaid items	555,464	-	555,464	-
Internal Balances	53,139	(53,139)	-	-
Due from other governments	-	57,883	57,883	-
Inventory	-	-	-	691
Total current assets	57,437,950	18,475	57,456,425	2,857,525
Non-Current Assets				
Nondepreciable capital assets	22,670,159	-	22,670,159	-
Depreciable capital assets, net	274,641,661	181,521	274,823,182	16,252
Unamortized bond costs	456,912	-	456,912	-
Net pension asset	2,287,188	-	2,287,188	-
Investment in joint venture	49,952	15,571,144	15,621,096	-
Total non-current assets	300,105,872	15,752,665	315,858,537	16,252
Total assets	$ 357,543,822	$ 15,771,140	$ 373,314,962	$ 2,873,777
Liabilities				
Current Liabilities				
Accounts payable	$ 1,920,007	$ 2,338	$ 1,922,345	$ 16,595
Accrued liabilities	1,819,108	11,475	1,830,583	160
Unearned revenue	55,550	2,050	57,600	-
Current portion of capital lease obligation	110,277	-	110,277	-
Due to other governments	-	-	-	24,742
Notes payable - current	490,398	-	490,398	-
Bonds payable	1,300,000	-	1,300,000	-
Compensated absences	428,372	-	428,372	-
Total current liabilities	6,123,712	15,863	6,139,575	41,497
Non-Current Liabilities				
Compensated absences	373,748	-	373,748	205,795
Deferred portion of capital lease	1,250,599	-	1,250,599	-
Notes payable (net of current portion)	205,350	-	205,350	-
Bonds payable (net of current portion)	13,200,000	-	13,200,000	-
Net OPEB obligation	12,334,900	-	12,334,900	-
Total non-current liabilities	27,364,597	-	27,364,597	205,795
Total liabilities	$ 33,488,309	$ 15,863	$ 33,504,172	$ 247,292
Net Position				
Invested in capital assets, net of related debt	$ 281,831,473	$ 181,521	$ 282,012,994	$ 16,252
Restricted for-				
Capital projects	30,976,675	-	30,976,675	-
Debt service	1,172,071	-	1,172,071	-
Special Programs	2,769,387	-	2,769,387	-
Unrestricted	7,305,907	15,573,756	22,879,663	2,610,233
Total net position	$ 324,055,513	$ 15,755,277	$ 339,810,790	$ 2,626,485

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

WHITFIELD COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
Year Ended December 31, 2012

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	$ 8,017,307	$ 1,480,320	$ 741,220	$ -	$ (5,795,767)	$ -	$ (5,795,767)	$ -
Judicial	5,551,125	3,284,628	90,179	156,553	(2,019,765)	-	(2,019,765)	-
Public safety	18,991,668	2,255,613	9,165	-	(16,726,890)	-	(16,726,890)	-
Public works	26,983,422	23,768	-	517,209	(26,442,445)	-	(26,442,445)	-
Health and welfare	734,949	-	-	-	(734,949)	-	(734,949)	-
Culture and recreation	1,418,859	27,755	-	287,769	(1,103,335)	-	(1,103,335)	-
Housing and development	2,312,731	-	68,633	-	(2,244,098)	-	(2,244,098)	-
Interest on long-term debt	678,908	-	-	-	(678,908)	-	(678,908)	-
Total governmental activities	64,688,969	7,072,084	909,197	961,531	(55,746,157)	-	(55,746,157)	-
Business-type activities:								
Northwest Georgia Trade & Convention Center	73,557	-	-	-	-	(73,557)	(73,557)	-
Whitfield Transit System	711,853	238,587	252,528	92,331	-	(128,407)	(128,407)	-
Dalton-Whitfield SWM Authority	365,351	-	-	-	-	(365,351)	(365,351)	-
Total business-type activities	1,150,761	238,587	252,528	92,331	-	(567,315)	(567,315)	-
Total primary government	$ 65,839,730	$ 7,310,671	$ 1,161,725	$ 1,053,862	$ (55,746,157)	$ (567,315)	$ (56,313,472)	$ -
Component Unit								
Whitfield County Health Department	$ 4,713,527	$ 2,879,491	$ 1,603,340	$ -	$ -	$ -	$ -	$ (230,696)
General revenues:								
Property taxes					$ 15,759,770	$ -	$ 15,759,770	$ -
Sales taxes					15,439,669	-	15,439,669	-
Insurance premium tax					2,958,533	-	2,958,533	-
Alcoholic beverage tax					354,505	-	354,505	-
Hotel/Motel tax					225,250	-	225,250	-
Miscellaneous taxes					483,198	-	483,198	-
Miscellaneous					1,004,981	-	1,004,981	157
Investment earnings					20,869	-	20,869	-
Intra/inter agency					-	-	-	220,073
Transfers					(128,407)	128,407	-	-
Total general revenues and transfers					36,118,368	128,407	36,246,775	220,230
Change in net position					(19,627,789)	(438,908)	(20,066,697)	(10,466)
Net position - beginning of year					343,683,302	16,194,185	359,877,487	2,636,951
Net position - end of year					$ 324,055,513	$ 15,755,277	$ 339,810,790	$ 2,626,485

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, 2012

	General Fund	Capital Projects SPLOST Fund	Capital Projects Acquisition Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 3,208,542	$ 30,680,662	$ 4,543,562	$ 3,938,048	$ 42,370,814
Investments	7,882,377	-	-	-	7,882,377
Receivables (net of allowance for uncollectibles) -					
Taxes	2,459,067	-	-	-	2,459,067
Accounts	172,881	-	-	222,477	395,358
Due from other funds	4,028,555	-	-	-	4,028,555
Due from other governments	1,503,909	-	-	120,773	1,624,682
Prepaid items	482,521	-	-	72,943	555,464
TOTAL ASSETS	$ 19,737,852	$ 30,680,662	$ 4,543,562	$ 4,354,241	$ 59,316,317
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 712,234	$ 282,617	$ 125,777	$ 161,578	$ 1,282,206
Accrued liabilities	1,003,141	3,258	-	38,743	1,045,142
Due to other funds	-	3,835,897	-	139,519	3,975,416
Due to other governments	615,248	-	-	-	615,248
Deferred revenues -					
Uncollected property taxes	1,536,050	-	-	-	1,536,050
Alcoholic beverage licenses	55,550	-	-	-	55,550
Total liabilities	3,922,223	4,121,772	125,777	339,840	8,509,612
FUND BALANCES					
Nonspendable	482,521	-	-	72,943	555,464
Restricted for:					
Judicial	-	-	-	893,234	893,234
Public safety	-	-	-	1,871,233	1,871,233
Culture and recreation	-	-	-	4,920	4,920
Construction and capital outlay	-	26,558,890	1,603,791	-	28,162,681
Debt service	-	-	-	1,172,071	1,172,071
Committed for:					
Construction and capital outlay	-	-	2,813,994	-	2,813,994
Unassigned	15,333,108	-	-	-	15,333,108
TOTAL FUND BALANCES	15,815,629	26,558,890	4,417,785	4,014,401	50,806,705
TOTAL LIABILITIES AND FUND BALANCES	$ 19,737,852	$ 30,680,662	$ 4,543,562	$ 4,354,241	$ 59,316,317

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

WHITFIELD COUNTY, GEORGIA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES
December 31, 2012

TOTAL GOVERNMENTAL FUND BALANCES		$ 50,806,705
Amounts reported for governmental activities in the statement of net position 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 position.		297,311,820
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 position		
Interfund receivables	$ 3,975,416	
Interfund payables	(3,975,416)	
		-
Other long-term assets are not available to pay for current - period expenditures and therefore are deferred in the funds.		
Taxes		1,536,050
Net pension asset		2,287,188
Investment in joint venture		49,952
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 position.		1,300,530
Bond issuance costs are reported as debt service expenditures in the governmental fund financial statements but capitalized on the government-wide statement of net position		456,912
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 position.		
Intergovernmental liability	$ (1,076,277)	
Note payable	(664,720)	
Capital Lease	(315,627)	
Compensated absences	(802,120)	
Bonds payable	(14,500,000)	
Net OPEB obligation	(12,334,900)	
		(29,693,644)
NET POSITION OF GOVERNMENTAL ACTIVITIES		$ 324,055,513

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, 2012

	General Fund	Capital Projects SPLOST Fund	Capital Projects Acquisition Fund	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 35,335,659	$ 196,010	$ -	$ 225,250	$ 35,756,919
Licenses and permits	303,396	-	-	-	303,396
Intergovernmental revenues	737,393	127,265	-	324,530	1,189,188
Charges for services	3,093,923	-	-	1,652,591	4,746,514
Fines, forfeitures and penalties	1,115,913	-	-	1,219,922	2,335,835
Investment earnings	19,467	75,162	1,122	1,402	97,153
Contributions and donations	4,041	-	254,679	-	258,720
Miscellaneous	908,105	-	-	15,941	924,046
Total revenues	41,517,897	398,437	255,801	3,439,636	45,611,771
EXPENDITURES					
Current -					
General government	6,722,747	-	-	-	6,722,747
Judicial	5,124,578	-	-	330,890	5,455,468
Public safety	15,943,481	-	-	2,129,361	18,072,842
Public works	6,024,560	-	-	-	6,024,560
Health and welfare	575,674	-	-	-	575,674
Culture and recreation	961,862	-	-	50,198	1,012,060
Housing and development	1,590,819	-	-	317,946	1,908,765
Capital outlay	-	4,937,272	3,264,452	-	8,201,724
Intergovernmental	-	956,118	-	-	956,118
Debt Service	1,987,033	-	10,797	546,269	2,544,099
Total expenditures	38,930,754	5,893,390	3,275,249	3,374,664	51,474,057
Excess (deficiency) of revenues over expenditures	2,587,143	(5,494,953)	(3,019,448)	64,972	(5,862,286)
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	80,935	-	-	-	80,935
Loans issued	-	-	235,735	-	235,735
Transfers in	124,952	-	1,600,000	33,063	1,758,015
Transfers out	(1,761,469)	-	-	(124,952)	(1,886,421)
Total other financing sources (uses)	(1,555,582)	-	1,835,735	(91,889)	188,264
Net change in fund balances	1,031,561	(5,494,953)	(1,183,713)	(26,917)	(5,674,022)
FUND BALANCES - beginning of year	14,784,068	32,053,843	5,601,498	4,041,318	56,480,727
FUND BALANCES - end of year	$ 15,815,629	$ 26,558,890	$ 4,417,785	$ 4,014,401	$ 50,806,705

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, 2012

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS			$ (5,674,022)
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	$ (21,459,457)	
	Capital outlay	6,650,343	(14,809,114)
The book value of capital assets sold or disposed of are reported on the government-wide statement of activities but not reported in the governmental funds.			(4,560)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
	Taxes	$ (535,994)	
	Equity investment in joint venture	(57,069)	(593,063)
The current years additions to certain assets reduced the net expenses of those functions on the statement of activities.			
	Net pension asset		(1,514,362)
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.			1,052,100
Repayments of long-term principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.			1,916,266
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.			(51,075)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.			(235,735)
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		32,113
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.			253,663
CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES			$ (19,627,789)

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, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
REVENUES					
Taxes -					
Property taxes	$ 11,900,000	$ 15,000,000	$ 14,958,713	$ (41,287)	$ 13,688,899
Motor vehicle and mobile home taxes	-	1,370,000	1,337,051	(32,949)	1,260,980
Local option sales taxes	14,500,000	15,240,000	15,243,659	3,659	14,504,471
Transfer taxes	25,000	40,000	40,593	593	27,032
Franchise taxes	300,000	319,000	319,268	268	334,054
Alcoholic beverage taxes	330,000	354,000	354,505	505	381,470
Business license taxes	110,000	123,000	123,337	337	109,405
Insurance premium taxes	2,500,000	2,958,000	2,958,533	533	2,769,341
Total taxes	29,665,000	35,404,000	35,335,659	(68,341)	33,075,652
Licenses and permits	230,000	298,140	303,396	5,256	287,160
Intergovernmental revenues	640,000	727,300	737,393	10,093	959,083
Charges for services	2,683,500	3,238,960	3,093,923	(145,037)	2,905,077
Fines, forfeitures and penalties	1,190,800	1,141,800	1,115,913	(25,887)	1,301,751
Investment earnings	40,000	17,290	19,467	2,177	32,328
Contributions and donations	-	-	4,041	4,041	10,480
Miscellaneous	827,000	900,300	908,105	7,805	895,827
TOTAL REVENUES	**$ 35,276,300**	**$ 41,727,790**	**$ 41,517,897**	**$ (209,893)**	**$ 39,467,358**

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, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES					
General Government -					
Adiministration and Human Resources	$ 324,000	$ 356,053	$ 352,636	$ 3,417	$ 299,104
Board of Elections	432,146	371,347	368,245	3,102	249,061
Finance	380,000	386,614	384,328	2,286	364,002
Information Technology	900,000	882,608	876,658	5,950	914,382
Human Resources	370,000	264,210	262,074	2,136	206,193
Tax Commissioner	1,025,165	1,166,543	1,164,129	2,414	1,054,780
Tax Assessor	1,055,707	1,104,299	1,102,860	1,439	1,039,275
Board of Equalization	14,000	17,190	16,988	202	10,255
Buildings and Grounds	1,350,000	1,361,444	1,349,416	12,028	1,307,109
Public Information	24,828	30,533	30,417	116	32,180
Contingency	425,000	-	-	-	-
Attorney Fees	175,000	223,500	223,355	145	193,735
Liability Insurance	450,000	401,000	400,796	204	412,506
Audit Fees	103,500	116,000	115,858	142	105,255
General Administrative Fees	68,500	75,036	74,987	49	70,017
Total General Government	**7,097,846**	**6,756,377**	**6,722,747**	**33,630**	**6,257,854**
Judicial -					
Judicial Administration	460,563	522,926	518,161	4,765	506,581
Judge Morris' Office	56,665	51,327	50,504	823	52,199
Judge Boyett's Office	55,825	49,177	48,560	617	49,447
Judge Adams' Office	55,440	50,642	49,859	783	56,741
Judge Partain's Office	55,440	55,617	55,001	616	56,803
Drug Court	57,241	66,781	66,506	275	58,488
Clerk of Superior Court	701,787	772,183	770,430	1,753	690,040
District Attorney	743,702	910,802	909,217	1,585	983,486
Magistrate Court	792,099	837,112	834,417	2,695	777,052
Probate Court	422,792	406,045	403,932	2,113	383,885
Juvenile Court	901,014	821,569	816,179	5,390	795,798
Public Defender	595,466	602,520	601,812	708	624,653
Total Judicial	**4,898,034**	**5,146,701**	**5,124,578**	**22,123**	**5,035,173**
Public Safety -					
Sheriff's Department	6,491,798	6,087,306	6,066,862	20,444	5,735,991
Correctional Center	4,925,761	4,899,002	4,885,444	13,558	4,633,109
Fire Department	4,347,173	4,163,907	4,148,515	15,392	3,884,104
Coroner	128,135	101,195	99,033	2,162	112,688

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, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES-continued					
Public Safety - continued					
Animal Control	$ 157,612	$ 149,312	$ 148,307	$ 1,005	$ 145,149
Emergency Management	87,182	111,342	110,320	1,022	137,389
Emergency Medical Services	485,000	485,000	485,000	-	485,000
Total Public Safety	**16,622,661**	**15,997,064**	**15,943,481**	**53,583**	**15,133,430**
Public Works -					
Public Works	5,600,589	5,482,405	5,462,044	20,361	5,389,636
Solid Waste Disposal	425,000	385,000	384,516	484	377,910
Intergovernmental Payments	178,000	178,000	178,000	-	256,653
Total Public Works	**6,203,589**	**6,045,405**	**6,024,560**	**20,845**	**6,024,199**
Health and Welfare -					
Physical and Mental Health	250,000	250,000	250,000	-	250,000
Family Support Council	8,000	8,000	8,000	-	8,000
Family and Children Services	80,000	80,000	80,000	-	130,000
Department of Veterans Service	1,000	1,000	984	16	984
Pauper Fund	55,000	88,000	86,690	1,310	67,000
Senior Citizens Center	150,000	150,000	150,000	-	152,079
Total Health and Welfare	**544,000**	**577,000**	**575,674**	**1,326**	**608,063**
Culture and Recreation -					
Parks and Recreation	912,531	805,928	799,862	6,066	818,263
Dalton Regional Library	162,000	162,000	162,000	-	200,000
Total Culture and Recreation	**1,074,531**	**967,928**	**961,862**	**6,066**	**1,018,263**
Housing and Development -					
County Extension Service	106,412	111,288	109,807	1,481	106,337
Inspections and Enforcement	295,284	329,192	327,669	1,523	385,539
County Planner	48,000	32,270	32,246	24	84,042
Metropolitan Planning Organization	134,397	111,767	110,316	1,451	155,417
County Engineer	342,110	318,005	316,728	1,277	313,634

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, 2012

(with comparative totals for 2011)

concluded

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES-continued					
Housing and Development - continued					
Timber Protection	$ 3,600	$ 7,725	$ 7,725	$ -	$ 10,043
D/W Chamber of Commerce	157,500	157,500	157,250	250	157,250
D/W Community Development Corp.	80,000	80,000	80,000	-	80,000
Intergovernmental Payments	458,750	449,350	449,078	272	507,246
Total Housing and Development	**1,626,053**	**1,597,097**	**1,590,819**	**6,278**	**1,799,508**
Debt Service -					
Principal payments	1,859,787	1,335,687	1,334,960	727	845,267
Interest payments	-	652,100	652,073	27	538,404
Total Debt Service	**1,859,787**	**1,987,787**	**1,987,033**	**754**	**1,383,671**
TOTAL EXPENDITURES	**39,926,501**	**39,075,359**	**38,930,754**	**144,605**	**37,260,161**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(4,650,201)**	**2,652,431**	**2,587,143**	**(65,288)**	**2,207,197**
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	80,000	80,935	935	32,063
Transfers in	171,000	125,000	124,952	(48)	118,384
Transfers out	(1,670,094)	(1,761,507)	(1,761,469)	38	(1,495,886)
Total other financing sources (uses)	**(1,499,094)**	**(1,556,507)**	**(1,555,582)**	**925**	**(1,345,439)**
Net change in fund balances	(6,149,295)	1,095,924	1,031,561	(64,363)	861,758
FUND BALANCES - beginning of year	14,784,068	14,784,068	14,784,068	-	13,922,310
FUND BALANCES - end of year	$ 8,634,773	$ 15,879,992	$ 15,815,629	$ (64,363)	$ 14,784,068

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

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
BALANCE SHEET
December 31, 2012

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	$ -	$ -	$ -	$ -	$ 2,097,049
Receivables (net of allowance for uncollectibles) -					
Accounts	-	-	13,731	13,731	-
Due from other governments	-	-	57,883	57,883	-
Total current assets	-	-	71,614	71,614	2,097,049
NON-CURRENT ASSETS					
Vehicles	-	-	404,554	404,554	-
Less accumulated depreciation	-	-	(223,033)	(223,033)	-
Equipment, net	-	-	181,521	181,521	-
Investment in Joint Venture	12,182,588	3,388,556	-	15,571,144	-
Total non-current assets	12,182,588	3,388,556	181,521	15,752,665	-
TOTAL ASSETS	$ 12,182,588	$ 3,388,556	$ 253,135	$ 15,824,279	$ 2,097,049

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

WHITFIELD COUNTY, GEORGIA
PROPRIETARY FUNDS
BALANCE SHEET
December 31, 2012

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	$ -	$ -	$ 2,338	$ 2,338	$ 22,553
Accrued liabilities	-	-	11,475	11,475	773,966
Due to other funds	-	-	53,137	53,137	-
Unearned revenue	-	-	2,052	2,052	-
Total current liabilities	-	-	69,002	69,002	796,519
NET POSITION					
Invested in capital assets	-	-	181,521	181,521	-
Unrestricted	12,182,588	3,388,556	2,612	15,573,756	1,300,530
Total net position	12,182,588	3,388,556	184,133	15,755,277	1,300,530
TOTAL LIABILITIES AND NET POSITION	$ 12,182,588	$ 3,388,556	$ 253,135	$ 15,824,279	$ 2,097,049

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 POSITION
Year Ended December 31, 2012

	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	$ -	$ -	$ 238,587	$ 238,587	$ 755,292
Miscellaneous	-	-	-	-	52,994
Total operating revenues	-	-	238,587	238,587	808,286
OPERATING EXPENSES					
Personal services and employee benefits	-	-	417,747	417,747	-
Purchased and contracted services	-	-	57,123	57,123	-
Supplies	-	-	154,864	154,864	-
Depreciation	-	-	82,119	82,119	-
Self-insured insurance	-	-	-	-	554,623
Total operating expenses	-	-	711,853	711,853	554,623
Operating income (loss)	-	-	(473,266)	(473,266)	253,663
NONOPERATING REVENUES (EXPENSES)					
Intergovernmental revenues	-	-	252,528	252,528	-
Income on joint venture	(365,351)	(73,557)	-	(438,908)	-
Total nonoperating revenues (expenses)	(365,351)	(73,557)	252,528	(186,380)	-
Income (loss) before transfers and capital contributions	(365,351)	(73,557)	(220,738)	(659,646)	253,663
Capital contributions	-	-	92,331	92,331	-
Transfers in	-	-	128,407	128,407	-
Change in net position	(365,351)	(73,557)	-	(438,908)	253,663
NET POSITION - beginning of year	12,547,939	3,462,113	184,133	16,194,185	1,046,867
NET POSITION - end of year	$ 12,182,588	$ 3,388,556	$ 184,133	$ 15,755,277	$ 1,300,530

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, 2012

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	$ -	$ -	$ 240,234	$ 240,234	$ 808,286
Cash payments for personnel services	-	-	(417,003)	(417,003)	-
Cash payments for goods and services	-	-	(215,877)	(215,877)	(548,757)
Net cash provided (used) by operating activities	-	-	(392,646)	(392,646)	259,529
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	-	39,235	39,235	-
Intergovernmental transfers	-	-	335,850	335,850	-
Net cash provided (used) by noncapital financing activities	-	-	375,085	375,085	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	-	-	(74,770)	(74,770)	-
Capital contributions from (to) other governments	-	-	92,331	92,331	-
Net cash used by capital and related financing activities	-	-	17,561	17,561	-
Net increase (decrease) in cash and cash equivalents	-	-	-	-	259,529
CASH AND CASH EQUIVALENTS - beginning of year	-	-	-	-	1,837,520
CASH AND CASH EQUIVALENTS - end of year	$ -	$ -	$ -	$ -	$ 2,097,049

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, 2012

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)	$ -	$ -	$ (473,266)	$ (473,266)	$ 253,663
Depreciation	-	-	82,119	82,119	-
Changes in operating assets and liabilities -					
Decrease (increase) in -					
Accounts receivable	-	-	1,098	1,098	-
Increase (decrease) in -					
Accounts payable	-	-	(3,890)	(3,890)	5,866
Accrued liabilities	-	-	744	744	-
Unearned revenue	-	-	549	549	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ -	$ -	$ (392,646)	$ (392,646)	$ 259,529

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, 2012

(with comparative totals for 2011)

	2012	2011
ASSETS		
Cash and cash equivalents	$ 6,081,784	$ 17,731,397
Receivables (net of allowance for uncollectibles) -		
Accounts	14,832	27,359
Taxes	9,615,108	11,169,198
Due from other governments	5,424	82,390
TOTAL ASSETS	$ 15,717,148	$ 29,010,344
LIABILITIES		
LIABILITIES		
Accrued liabilities	$ 6,918,640	$ 9,327,680
Due to other governments	8,798,508	19,682,664
TOTAL LIABILITIES	$ 15,717,148	$ 29,010,344

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 position, 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, shall require only a request by the Department Head or Constitutional Officer.

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 Balances and Net Position** – At the governmental fund financial reporting level, fund equity is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

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

1. Summary of significant accounting policies – continued

1) Non-spendable Fund Balance – Non-cash assets such as inventories or prepaid items.

2) Restricted Fund Balance – Funds with limitations imposed on their use by external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

3) Committed Fund Balance – Amounts that can only be used for specific purposes pursuant to a formal vote of the Board of Commissioners. Only the Board may modify or rescind the commitment. This is the highest level of authoritative action at the local level.

4) Assigned Fund Balance – Amounts that are constrained by the County's intent to be used for specific purposes but that are neither committed nor restricted. The Board can choose to delegate this authority.

5) Unassigned Fund Balance – Amounts that do not fall into one of the above four categories.

Net Position – Net position represents the difference between assets and liabilities. Net investment in capital assets 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 position is 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. The remaining balance of net position is reported as unrestricted. The County uses restricted amounts to be spent first when both restricted and unrestricted are available. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order 1) committed, 2) assigned, 3) unassigned.

Deferred Outflows/Inflows of Resources –

In addition to assets, the Statement of Financial Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense) until then. The County does not have any items that qualify for reporting in this category.

In additional to liabilities, the Statement of Financial Position will sometimes report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County does not have any items that qualify for reporting in this category.

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.

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

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, 2012, all of the County's deposits were insured or collateralized.

Investments

As of December 31, 2012, the County had the following investments:

Type	Fair Value	Interest Rate Risk
Georgia Fund 1	$7,882,377	Weighted Average Maturity - 40 days

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 AAAf 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

2. Cash and investments - continued

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 AAAf. Due to the nature of the accounts, this fund is exempt from disclosure of custodial credit risk.

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 2012 property taxes were levied on October 20, 2012 with taxes being due on December 20, 2012. 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 2012 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	$ 7,126,238	$ 32,875	$ -	$ 7,159,113
Construction in progress	14,887,105	4,356,728	(3,732,787)	15,511,046
Total capital assets, not being depreciated	22,013,343	4,389,603	(3,732,787)	22,670,159
Capital assets, being depreciated:				
Buildings	64,967,230	-	(14,500)	64,952,730
Vehicles	5,599,504	826,122	(199,230)	6,226,396
Equipment and fixtures	15,641,372	388,003	(1,140,434)	14,888,941
Infrastructure	746,991,362	4,779,402	-	751,770,764
Total capital assets, being depreciated	833,199,468	5,993,527	(1,354,164)	837,838,831
Less accumulated depreciation for:				
Buildings	(18,356,929)	(1,799,038)	9,942	(20,146,025)
Vehicles	(4,875,002)	(331,390)	199,230	(5,007,162)
Equipment and fixtures	(13,918,294)	(614,215)	1,140,434	(13,392,075)
Infrastructure	(505,937,093)	(18,714,815)	-	(524,651,908)
Total accumulated depreciation	(543,087,318)	(21,459,458)	1,349,606	(563,197,170)
Total capital assets, being depreciated, net	290,112,150	(15,465,931)	(4,558)	274,641,661
Governmental activities capital assets, net	$ 312,125,493	$ (11,076,328)	$ (3,737,345)	$ 297,311,820

4. **Capital assets - continued**

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, being depreciated:				
Vehicles	$ 406,841	$ 88,590	$ (90,877)	$ 404,554
Total capital assets, being depreciated	406,841	88,590	(90,877)	404,554
Less accumulated depreciation for:				
Vehicles	(231,792)	(82,118)	90,877	(223,033)
Total accumulated depreciation	(231,792)	(82,118)	90,877	(223,033)
Business-type activites capital assets, net	$ 175,049	$ 6,472	$ -	$ 181,521

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

Governmental Activities:

General government	$ 1,111,252
Judicial	25,037
Public safety	1,152,391
Public works	18,927,599
Health and welfare	159,275
Culture and recreation	62,161
Housing and development	21,742
Total depreciation expense - governmental activities	$ 21,459,457

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	153
Terminated plan participants entitled to but not yet receiving benefits	286
Active employees participating in the plan	457
Total number of plan participants	896

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, 2012 (the most recent actuarial valuation date) was $16,550,428, (based on covered earnings for the preceding year).

The required contributions for the plan years 2012, 2011, and 2010 were $1,453,493, $1,493,745, and $1,467,532, respectively. These amounts represent 8.8%, 8.9%, and 9.2% of covered payroll, respectively. No contribution was made for the plan year 2012 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	2012
Annual required contribution	$ 1,453,493
Interest on net pension asset	(177,257)
Amortization of net pension asset	189,661
Annual pension cost	$ 1,465,897
Derivation of Net Pension Obligation (Asset)	
Beginning net pension obligation (asset)	$ (3,801,550)
Annual pension cost for prior year	1,514,362
Actual contributions to plan for prior year	-
Increase in net pension obligation (asset)	1,514,362
Ending net pension obligation (asset)	$ (2,287,188)

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of January 1, 2012. The following summarizes the actuarial methods and assumptions used in that valuation:

Valuation date:	January 1, 2012
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, 2012, the actuarial accrued liability for pension benefits was $30,999,515 and actuarial value of assets set aside to fund this liability was $27,816,021. The resulting unfunded accrued actuarial liability was $3,183,494, and the funded ratio was 89.7%. The covered payroll was $16,550,428, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 19.2%

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, 2012 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
2012	$ 1,465,897	N/A	N/A	$ (2,287,188)
2011	1,514,362	0	0%	(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)

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 2012, there were 18 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 + family	515.40

The Plan's required employer contributions for the plan years 2012, 2011, and 2010 were $155,300, $385,000 and $493,000, respectively. Of the required employer contributions, the percentage contributed for plan years 2012, 2011 and 2010 were 17.3%, 25.6% and 32.7%, respectively.

Annual OPEB cost and Net OPEB obligation – The County had an actuarial valuation performed for the plan as of January 1, 2012 for the plan year ending December 31, 2012 to determine the employer's annual required contribution (ARC) for the period. The following summarizes the cost and contribution at December 31, 2012.

Schedule of Employee Contributions

Year Ended December 31,	Annual OPEB Cost	Employee Contribution	% of Annual OPEB Contributed
2012	$ (896,800)	$ 155,300	17.30%
2011	1,507,000	385,000	25.60%
2010	1,509,000	493,000	32.70%
2009	6,306,000	779,000	12.30%

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
1/1/2012	0	4,754,000	4,754,000	372,600	0%	17,652,200	26.9%
1/1/2010	0	13,357,000	13,357,000	952,000	0%	17,503,000	76.3%

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

Schedule of Net OPEB Obligation (NOO)

Plan Year	BOY NOO	Annual OPEB Cost ARC	Int	Adj	Total	Contribution	EOY NOO
2012	13,387,000	1,378,000	535,500	2,810,300	(896,800)	155,300	12,334,900
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, 2012
Actuarial cost method	Projected Unit Credit
Amortization method	Level dollar, open, 5 years
Investment rate of return	4.0%
Inflation rate	2.5%
Medical cost trend rate	9% 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 2012, 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 2012, a total of $4,679,639, 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, 2010 to December 31, 2012:

	HEALTH CARE
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
Claims and changes in estimates	4,598,767
Claims payments	(4,679,639)
Liability balance December 31, 2012	$ 254,295

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
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	94,960	12,107	107,067
2018-2019	189,920	12,107	202,027
	$ 664,720	$ 113,002	$ 777,722

Capital lease

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

	Governmental Activities
Equipment	$ 646,372
Accumulated depreciation	(194,966)
Net leased property	$ 451,406

The present value of future minimum capital lease payments as of December 31, 2012 is as follows:

	Governmental Activities
2013	$ 116,887
2014	67,544
2015	64,430
2016	42,010
2017	39,312
Total minimum lease payments	330,183
Less amount representing interest	(14,556)
Present value of minimum lease payments	$ 315,627

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
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
	$ 1,076,277	$ 95,795	$ 1,172,072

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
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	1,505,000	363,752	1,868,752
2018-2022	5,790,000	984,527	6,774,527
2023-2025	1,710,000	144,633	1,854,633
	$ 14,500,000	$ 3,480,316	$ 17,980,316

Changes in long-term liabilities –

Long-term liability activity for the year ended December 31, 2012 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Notes Payable	$ 759,680	$ -	$ (94,960)	$ 664,720	$ 94,960
Capital Lease	185,451	235,735	(105,559)	315,627	110,277
Intergovernmental Liabilities	1,552,024	-	(475,747)	1,076,277	395,438
Revenue Bonds	15,740,000	-	(1,240,000)	14,500,000	1,300,000
Compensated Absences	834,233	1,066,779	(1,098,892)	802,120	428,373
Total Governmental Activities	$ 19,071,388	$ 1,302,514	$ (3,015,158)	$ 17,358,744	$2,329,048

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, compensated absences liability and net post-employment benefits obligation is liquidated by the general fund.

11. Interfund receivables/payables and transfers

Interfund balances at December 31, 2012, 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	$ 3,835,897
General	Non-major governmental funds	139,519
General	Non-major enterprise fund	53,137
		$ 4,028,553

	Transfers out:		
Transfers in:	General Fund	Non-major Governmental Funds	Total
General Fund	$ -	$ 124,952	$ 124,952
Non-major Enterprise Funds	128,407	-	128,407
Capital Projects Fund	1,600,000	-	1,600,000
Non-major Governmental Fund	33,063	-	33,063
	$ 1,761,470	$ 124,952	$ 1,886,422

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, 2013.

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	$ 745,000	$ 1,805,000	2,165,000	1,490,000	1,240,000	7,445,000
	745,000	1,805,000	5,385,000	3,700,000	3,005,000	14,640,000
Percentage of total landfill capacity used as of 12/31/12	100%	100%	100%	46.5%	46.4%	-
	745,000	1,805,000	5,385,000	1,721,000	1,394,000	11,050,000
Land acquisition	50,000	-	-	-	-	50,000
Accrual at 12/31/12	$ 795,000	$ 1,805,000	$ 5,385,000	$ 1,721,000	$ 1,394,000	$ 11,100,000

The Authority will record the remaining estimated cost of closure and post-closure care costs of $3,540,000 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 2012. 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 October 31, 2012, the Dalton-Whitfield Regional Solid Waste Management Authority was in compliance for closure and post-closure care financial assurance requirement for the 2011 year.

Condensed audited financial statements for the DWRSWMA at December 31, 2012 are as follows:

Assets	
Current assets	$ 15,643,560
Capital assets-net	21,066,163
Total assets	$ 36,709,723
Liabilities and Net Position	
Current liabilities	$ 748,076
Non-current liabilities	11,596,470
Net position	24,365,177
Total liabilities and net position	$ 36,709,723
Statements of Revenues and Expenses	
Operating revenues	$ 4,971,986
Operating expenses	(4,289,432)
Depreciation	(1,457,298)
Operating loss	(774,744)
Non-operating revenues (expenses)	44,042
Decrease in net position	$ (730,702)

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.

12. Joint ventures - continued

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.

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.

Condensed audited financial statements for the Northwest Georgia Trade and Convention Center Authority at December 31, 2012 are as follows:

Assets	
Current assets	$ 351,164
Capital assets-net	9,564,361
Total assets	$ 9,915,525
Liabilities and Net Position	
Current liabilities	$ 134,571
Net position	9,780,954
Total liabilities and net position	$ 9,915,525
Statements of Revenues and Expenses	
Operating revenues	$ 1,297,749
Operating expenses	(2,066,189)
Depreciation	(393,165)
Operating loss	(1,161,605)
Non-operating revenues	7,604
Transfers in	1,006,886
Decrease in net position	$ (147,115)

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, 2012 are as follows:

Assets		
Current assets	$	218,202
Capital assets-net		14,390
Total assets	$	232,592
Liabilities and Net Position		
Current liabilities	$	132,688
Net position		99,904
Total liabilities and net position	$	232,592
Statements of Revenues and Expenses		
Operating revenues	$	321,032
Operating expenses		(785,446)
Operating loss		(464,414)
Transfers in		350,277
Change in net position		(114,137)
Beginning net position		214,041
Ending net position	$	99,904

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 $66,400 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. 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, 2012. The information shown on the component unit is extracted from the June 30, 2012 audited financial statements.

14. 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, 2012 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 2012 and 2011 was $485,000 for each year. This contract terminated December 31, 2012. On December 17, 2012, the County entered into a new one year agreement with Hamilton Emergency Medical Services, Inc. for the year 2013.

15. 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 2012 was $225,250, which represents 100% of the tax receipts.

WHITFIELD COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2012

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)
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%
2012	27,816,021	*	30,999,515	89.7%	3,183,494	16,550,428	19.2%

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, 2012

	Non-Major Special Revenue Funds	Non-Major Debt Service Fund	Total Non-Major Governmental Funds
ASSETS			
Cash and cash equivalents	$ 2,765,977	$ 1,172,071	$ 3,938,048
Receivables (net of allowance for uncollectibles) -			
Accounts	222,477	-	222,477
Due from other governments	120,773	-	120,773
Prepaid items	72,943	-	72,943
TOTAL ASSETS	$ 3,182,170	$ 1,172,071	$ 4,354,241
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 161,578	$ -	$ 161,578
Accrued liabilities	38,743	-	38,743
Due to other funds	139,519	-	139,519
Total liabilities	339,840	-	339,840
FUND BALANCES			
Nonspendable	72,943	-	72,943
Restricted for:			
Judicial	893,234	-	893,234
Public safety	1,871,233	-	1,871,233
Culture and recreation	4,920	-	4,920
Debt service	-	1,172,071	1,172,071
TOTAL FUND BALANCES	2,842,330	1,172,071	4,014,401
TOTAL LIABILITIES AND FUND BALANCES	$ 3,182,170	$ 1,172,071	$ 4,354,241

WHITFIELD COUNTY, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

	Non-Major Special Revenue Funds	Non-Major Debt Service Fund	Total Non-Major Governmental Funds
REVENUES			
Taxes	$ 225,250	$ -	$ 225,250
Intergovernmental revenues	324,530	-	324,530
Charges for services	1,652,591	-	1,652,591
Fines, forfeitures and penalties	1,219,922	-	1,219,922
Investment earnings	1,402	-	1,402
Miscellaneous	15,941	-	15,941
Total revenues	3,439,636	-	3,439,636
EXPENDITURES			
Current -			
Judicial	330,890	-	330,890
Public safety	2,129,361	-	2,129,361
Culture and recreation	50,198	-	50,198
Housing and development	317,946	-	317,946
Debt service			
Principal retirement	-	475,748	475,748
Interest and fiscal charges	-	70,521	70,521
Total expenditures	2,828,395	546,269	3,374,664
Excess (deficiency) of revenues over expenditures	611,241	(546,269)	64,972
OTHER FINANCING SOURCES (USES)			
Transfers in	33,063	-	33,063
Transfers out	(124,952)	-	(124,952)
Total other financing sources (uses)	(91,889)	-	(91,889)
Net change in fund balances	519,352	(546,269)	(26,917)
FUND BALANCES - beginning of year	2,322,978	1,718,340	4,041,318
FUND BALANCES - end of year	$ 2,842,330	$ 1,172,071	$ 4,014,401

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, 2012

(with comparative totals for 2011)

	2012	2011
ASSETS		
Cash and cash equivalents	$ 3,208,542	$ 4,765,984
Investments	7,882,377	7,676,726
Receivables (net of allowance for uncollectibles of $50,000) -		
Taxes	2,459,067	2,745,310
Accounts	172,881	652,110
Due from other funds	4,028,555	1,680,267
Due from other governments	1,503,909	1,547,299
Prepaid items	482,521	323,618
TOTAL ASSETS	$ 19,737,852	$ 19,391,314
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$ 712,234	$ 860,179
Accrued liabilities	1,003,141	996,975
Due to other governments	615,248	615,248
Deferred revenues -		
Uncollected property taxes	1,536,050	2,072,044
Alcoholic beverage licenses	55,550	62,800
Total liabilities	3,922,223	4,607,246
FUND BALANCE		
Nonspendable -		
Prepaid items	482,521	323,618
Unassigned	15,333,108	14,460,450
Total fund balances	15,815,629	14,784,068
TOTAL LIABILITIES AND FUND BALANCES	$ 19,737,852	$ 19,391,314

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012	2011
REVENUES		
Taxes	$ 35,335,659	$ 33,075,652
Licenses and permits	303,396	287,160
Intergovernmental revenues	737,393	959,083
Charges for services	3,093,923	2,905,077
Fines, forfeitures and penalties	1,115,913	1,301,751
Investment earnings	19,467	32,328
Contributions and donations	4,041	10,480
Miscellaneous	908,105	895,827
Total revenues	41,517,897	39,467,358
EXPENDITURES		
General government	6,722,747	6,257,854
Judicial	5,124,578	5,035,173
Public safety	15,943,481	15,133,430
Public works	6,024,560	6,024,199
Health and welfare	575,674	608,063
Culture and recreation	961,862	1,018,263
Housing and development	1,590,819	1,799,508
Debt service	1,987,033	1,383,671
Total expenditures	38,930,754	37,260,161
Excess (deficiency) of revenues over expenditures	2,587,143	2,207,197
OTHER FINANCING SOURCES (USES)		
Sale of capital assets	80,935	32,063
Transfers in	124,952	118,384
Transfers out	(1,761,469)	(1,495,886)
Total other financing sources (uses)	(1,555,582)	(1,345,439)
Net change in fund balances	1,031,561	861,758
FUND BALANCES - beginning of year	14,784,068	13,922,310
FUND BALANCES - end of year	$ 15,815,629	$ 14,784,068

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
REVENUES					
Taxes -					
Property taxes	$ 11,900,000	$ 15,000,000	$ 14,958,713	$ (41,287)	$ 13,688,899
Motor vehicle and mobile home taxes	-	1,370,000	1,337,051	(32,949)	1,260,980
Local option sales taxes	14,500,000	15,240,000	15,243,659	3,659	14,504,471
Transfer taxes	25,000	40,000	40,593	593	27,032
Franchise taxes	300,000	319,000	319,268	268	334,054
Alcoholic beverage taxes	330,000	354,000	354,505	505	381,470
Business license taxes	110,000	123,000	123,337	337	109,405
Insurance premium taxes	2,500,000	2,958,000	2,958,533	533	2,769,341
Total taxes	**29,665,000**	**35,404,000**	**35,335,659**	**(68,341)**	**33,075,652**
Licenses and permits -					
Alcoholic beverage licenses	65,000	65,000	65,050	50	68,650
Zoning and business licenses	3,000	1,640	1,640	-	1,680
Building and mobile home permits	162,000	231,500	235,251	3,751	216,360
Other	-	-	1,455	1,455	470
Total licenses and permits	**230,000**	**298,140**	**303,396**	**5,256**	**287,160**
Intergovernmental revenues -					
United States Government	640,000	721,700	730,327	8,627	870,204
State of Georgia	-	5,600	6,975	1,375	8,787
Dalton Utilities	-	-	91	91	80,092
Total intergovernmental revenues	**640,000**	**727,300**	**737,393**	**10,093**	**959,083**
Charges for services -					
Clerk of Court	338,000	380,000	385,800	5,800	377,485
Probate Court	130,000	166,000	166,231	231	147,485
Magistrate Court	265,000	297,000	294,683	(2,317)	297,342
Sheriff's Department	85,000	96,000	109,489	13,489	104,320
State of Georgia	350,000	663,660	573,897	(89,763)	496,140
Federal Government	70,000	70,000	70,433	433	75,594
City of Dalton, Georgia	40,000	50,000	50,354	354	47,981
Other cities	5,000	43,300	43,546	246	7,874
Jail	150,000	164,000	164,083	83	173,782

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
REVENUES-continued	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Charges for services - continued					
Tax Commissioner's Office	$ 1,120,000	$ 1,140,000	$ 1,062,667	$ (77,333)	$ 1,041,212
Public Works	15,000	23,000	23,768	768	14,842
Board of Elections and Registrar	30,000	30,000	29,248	(752)	-
Animal Control	3,500	6,900	6,960	60	5,455
Parks and Recreation	7,000	27,600	27,755	155	29,034
Other	75,000	81,500	85,009	3,509	86,531
Total charges for services	**2,683,500**	**3,238,960**	**3,093,923**	**(145,037)**	**2,905,077**
Fines, forfeitures and penalties -					
Clerk of Court	541,800	398,800	389,810	(8,990)	545,677
Probate Court	575,000	669,000	662,972	(6,028)	684,828
Magistrate Court	52,000	52,000	51,411	(589)	58,532
Juvenile Court	22,000	22,000	11,720	(10,280)	12,714
Total fines, forfeitures and penalties	**1,190,800**	**1,141,800**	**1,115,913**	**(25,887)**	**1,301,751**
Investment earnings -					
Interest	40,000	17,290	19,467	2,177	32,328
Contributions & Donations-Private Source -					
Private contributions	-	-	4,041	4,041	10,480
Miscellaneous -					
Whitfield County Board of Education	150,000	159,200	154,789	(4,411)	152,076
Murray County Board of Commissioners	300,000	280,000	284,569	4,569	296,252
State of Georgia	110,000	200,000	198,774	(1,226)	128,441
Other	267,000	261,100	269,973	8,873	319,058
Total miscellaneous	**827,000**	**900,300**	**908,105**	**7,805**	**895,827**
TOTAL REVENUES	**$ 35,276,300**	**$ 41,727,790**	**$ 41,517,897**	**$ (209,893)**	**$ 39,467,358**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES					
General Government -					
Administration -					
Personal services and employee benefits	$ 231,200	$ 268,953	$ 268,632	$ 321	$ 208,147
Purchased and contracted services	63,300	64,160	62,438	1,722	69,116
Supplies	29,500	22,940	21,566	1,374	21,841
Total Administration	324,000	356,053	352,636	3,417	299,104
Board of Elections -					
Personal services and employee benefits	325,946	273,107	273,007	100	195,632
Purchased and contracted services	100,350	85,090	82,793	2,297	51,105
Supplies	5,850	13,150	12,445	705	2,324
Total Board of Elections	432,146	371,347	368,245	3,102	249,061
Finance -					
Personal services and employee benefits	323,650	305,439	304,174	1,265	312,945
Purchased and contracted services	46,350	70,960	70,030	930	44,539
Supplies	10,000	10,215	10,124	91	6,518
Total Finance	380,000	386,614	384,328	2,286	364,002
Information Technology -					
Personal services and employee benefits	424,410	433,918	433,173	745	409,582
Purchased and contracted services	439,490	354,340	350,828	3,512	449,195
Supplies	36,100	94,350	92,657	1,693	55,605
Total Information Technology	900,000	882,608	876,658	5,950	914,382
Human Resources -					
Personal services and employee benefits	247,500	188,600	188,038	562	171,000
Purchased and contracted services	97,250	57,510	56,819	691	23,083
Supplies	25,250	18,100	17,217	883	12,110
Total Human Resources	370,000	264,210	262,074	2,136	206,193
Tax Commissioner -					
Personal services and employee benefits	854,175	1,003,753	1,003,105	648	909,418
Purchased and contracted services	139,950	137,900	136,487	1,413	123,500
Supplies	31,040	24,890	24,537	353	21,862
Total Tax Commissioner	1,025,165	1,166,543	1,164,129	2,414	1,054,780

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
General Government - continued					
Tax Assessor -					
Personal services and employee benefits	$ 957,052	$ 1,028,844	$ 1,028,576	$ 268	$ 899,442
Purchased and contracted services	63,970	49,839	49,436	403	118,498
Supplies	34,685	25,616	24,848	768	21,335
Total Tax Assessor	1,055,707	1,104,299	1,102,860	1,439	1,039,275
Board of Equalization -					
Purchased and contracted services	13,800	17,190	16,988	202	10,255
Supplies	200	-	-	-	-
Total Board of Equalization	14,000	17,190	16,988	202	10,255
Buildings and Grounds -					
Personal services and employee benefits	692,200	620,059	610,756	9,303	612,230
Purchased and contracted services	133,250	192,085	191,260	825	146,546
Supplies	524,550	549,300	547,400	1,900	548,333
Total Buildings and Grounds	1,350,000	1,361,444	1,349,416	12,028	1,307,109
Public Information -					
Personal services and employee benefits	22,828	25,953	25,880	73	26,287
Purchased and contracted services	2,000	1,030	1,028	2	1,326
Supplies	-	3,550	3,509	41	4,567
Total Public Information	24,828	30,533	30,417	116	32,180
Non-departmental -					
Contingency	425,000	-	-	-	-
Attorney Fees	175,000	223,500	223,355	145	193,735
Liability Insurance	450,000	401,000	400,796	204	412,506
Audit Fees	103,500	116,000	115,858	142	105,255
General Administrative Fees	68,500	75,036	74,987	49	70,017
Total Non-departmental	1,222,000	815,536	814,996	540	781,513
Total General Government	**7,097,846**	**6,756,377**	**6,722,747**	**33,630**	**6,257,854**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Judicial -					
Judicial Administration -					
Personal services and employee benefits	$ 233,863	$ 299,051	$ 298,568	$ 483	$ 270,783
Purchased and contracted services	216,000	205,675	202,321	3,354	220,342
Supplies	10,700	18,200	17,272	928	15,456
Total Judicial Administration	460,563	522,926	518,161	4,765	506,581
Judge Morris' Office -					
Personal services and employee benefits	21,365	19,377	19,377	-	19,555
Purchased and contracted services	31,350	28,400	28,041	359	29,629
Supplies	3,950	3,550	3,086	464	3,015
Total Judge Morris' Office	56,665	51,327	50,504	823	52,199
Judge Boyett's Office -					
Personal services and employee benefits	21,375	19,377	19,377	-	19,572
Purchased and contracted services	30,600	26,700	26,435	265	27,120
Supplies	3,850	3,100	2,748	352	2,755
Total Judge Boyett's Office	55,825	49,177	48,560	617	49,447
Judge Blevins Office -					
Personal services and employee benefits	21,375	18,877	18,781	96	19,560
Purchased and contracted services	29,615	27,715	27,550	165	33,775
Supplies	4,450	4,050	3,528	522	3,406
Total Judge Adams' Office	55,440	50,642	49,859	783	56,741
Judge Partain's Office -					
Personal services and employee benefits	21,375	19,377	19,377	-	19,564
Purchased and contracted services	30,115	33,140	33,079	61	33,975
Supplies	3,950	3,100	2,545	555	3,264
Total Judge Partain's Office	55,440	55,617	55,001	616	56,803
Drug Court -					
Personal services and employee benefits	57,241	66,781	66,506	275	58,488
Total Drug Court	57,241	66,781	66,506	275	58,488
Clerk of Superior Court -					
Personal services and employee benefits	581,187	675,683	675,426	257	598,791
Purchased and contracted services	90,900	77,487	76,190	1,297	73,160
Supplies	29,700	19,013	18,814	199	18,089
Total Clerk of Superior Court	701,787	772,183	770,430	1,753	690,040

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Judicial - continued					
District Attorney -					
Personal services and employee benefits	$ 61,889	$ 55,489	$ 55,256	$ 233	$ 59,246
Purchased and contracted services	637,713	809,355	808,324	1,031	881,339
Supplies	44,100	45,958	45,637	321	42,901
Total District Attorney	743,702	910,802	909,217	1,585	983,486
Magistrate Court -					
Personal services and employee benefits	699,429	726,142	725,836	306	686,521
Purchased and contracted services	73,920	87,320	85,606	1,714	65,141
Supplies	18,750	23,650	22,975	675	25,390
Total Magistrate Court	792,099	837,112	834,417	2,695	777,052
Probate Court -					
Personal services and employee benefits	369,799	365,252	365,090	162	346,392
Purchased and contracted services	41,018	32,867	31,122	1,745	29,170
Supplies	11,975	7,926	7,720	206	8,323
Total Probate Court	422,792	406,045	403,932	2,113	383,885
Juvenile Court -					
Personal services and employee benefits	700,314	634,214	630,730	3,484	608,160
Purchased and contracted services	185,800	172,655	171,000	1,655	176,280
Supplies	14,900	14,700	14,449	251	11,358
Total Juvenile Court	901,014	821,569	816,179	5,390	795,798
Public Defender -					
Purchased and contracted services	589,266	593,495	593,218	277	618,490
Supplies	6,200	9,025	8,594	431	6,163
Total Public Defender	595,466	602,520	601,812	708	624,653
Total Judicial	**4,898,034**	**5,146,701**	**5,124,578**	**22,123**	**5,035,173**
Public Safety -					
Sheriff's Department -					
Personal services and employee benefits	5,584,398	5,216,506	5,204,445	12,061	4,869,337
Purchased and contracted services	302,300	246,900	242,288	4,612	256,473
Supplies	605,100	623,900	620,129	3,771	610,181
Total Sheriff's Department	6,491,798	6,087,306	6,066,862	20,444	5,735,991

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Public Safety - continued					
Correctional Center -					
Personal services and employee benefits	$ 3,404,436	$ 3,346,426	$ 3,335,890	$ 10,536	$ 3,076,890
Purchased and contracted services	1,092,325	1,044,466	1,042,731	1,735	1,087,522
Supplies	429,000	508,110	506,823	1,287	468,697
Total Correctional Center	4,925,761	4,899,002	4,885,444	13,558	4,633,109
Fire Department -					
Personal services and employee benefits	3,895,477	3,750,911	3,740,535	10,376	3,457,256
Purchased and contracted services	211,510	178,610	176,618	1,992	200,812
Supplies	240,186	234,386	231,362	3,024	226,036
Total Fire Department	4,347,173	4,163,907	4,148,515	15,392	3,884,104
Coroner -					
Personal services and employee benefits	43,317	41,277	41,186	91	38,528
Purchased and contracted services	78,258	57,458	55,626	1,832	72,064
Supplies	6,560	2,460	2,221	239	2,096
Total Coroner	128,135	101,195	99,033	2,162	112,688
Animal Control -					
Personal services and employee benefits	121,162	120,772	120,653	119	116,344
Purchased and contracted services	19,310	17,000	16,868	132	16,010
Supplies	17,140	11,540	10,786	754	12,795
Total Animal Control	157,612	149,312	148,307	1,005	145,149
Emergency Management -					
Personal services and employee benefits	53,482	76,842	76,748	94	61,670
Purchased and contracted services	22,100	19,275	18,788	487	41,292
Supplies	11,600	15,225	14,784	441	34,427
Total Emergency Management	87,182	111,342	110,320	1,022	137,389
Emergency Medical Services	485,000	485,000	485,000	-	485,000
Total Public Safety	**16,622,661**	**15,997,064**	**15,943,481**	**53,583**	**15,133,430**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Public Works -					
Public Works -					
Personal services and employee benefits	$ 3,362,117	$ 2,934,133	$ 2,923,497	$ 10,636	$ 2,730,934
Purchased and contracted services	361,018	372,853	370,608	2,245	414,347
Supplies	1,877,454	2,175,419	2,167,939	7,480	2,244,355
Total Public Works	5,600,589	5,482,405	5,462,044	20,361	5,389,636
Solid Waste Disposal	425,000	385,000	384,516	484	377,910
Intergovernmental Payments	178,000	178,000	178,000	-	256,653
Total Public Works	**6,203,589**	**6,045,405**	**6,024,560**	**20,845**	**6,024,199**
Health and Welfare -					
Physical and Mental Health	250,000	250,000	250,000	-	250,000
Family Support Council	8,000	8,000	8,000	-	8,000
Family and Children Services	80,000	80,000	80,000	-	130,000
Department of Veterans Services	1,000	1,000	984	16	984
Pauper fund	55,000	88,000	86,690	1,310	67,000
Senior Citizens Center	150,000	150,000	150,000	-	152,079
Total Health and Welfare	**544,000**	**577,000**	**575,674**	**1,326**	**608,063**
Culture and Recreation -					
Parks and Recreation -					
Personal services and employee benefits	454,831	404,038	403,379	659	409,436
Purchased and contracted services	135,400	119,332	117,667	1,665	104,596
Supplies	322,300	282,558	278,816	3,742	304,231
Total Parks and Recreation	912,531	805,928	799,862	6,066	818,263
Dalton Regional Library	162,000	162,000	162,000	-	200,000
Total Culture and Recreation	**1,074,531**	**967,928**	**961,862**	**6,066**	**1,018,263**

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Housing and Development -					
County Extension Service -					
Personal services and employee benefits	$ 81,402	$ 76,728	$ 75,768	$ 960	$ 82,019
Purchased and contracted services	13,310	22,422	22,034	388	12,374
Supplies	11,700	12,138	12,005	133	11,944
Total County Extension Service	106,412	111,288	109,807	1,481	106,337
Inspections and Enforcement -					
Personal services and employee benefits	244,459	291,627	291,430	197	346,523
Purchased and contracted services	29,275	17,483	16,846	637	22,225
Supplies	21,550	20,082	19,393	689	16,791
Total Inspections and Enforcement	295,284	329,192	327,669	1,523	385,539
County Planner -					
Personal services and employee benefits	-	12,145	12,124	21	77,410
Purchased and contracted services	48,000	20,125	20,122	3	6,089
Supplies	-	-	-	-	543
Total County Planner	48,000	32,270	32,246	24	84,042
Metropolitan Planning Organization -					
Personal services and employee benefits	113,597	59,897	59,238	659	66,753
Purchased and contracted services	16,300	50,770	50,236	534	85,646
Supplies	4,500	1,100	842	258	3,018
Total Metropolitan Planning Organization	134,397	111,767	110,316	1,451	155,417
County Engineer -					
Personal services and employee benefits	320,510	301,705	301,615	90	289,906
Purchased and contracted services	14,350	10,300	9,540	760	18,387
Supplies	7,250	6,000	5,573	427	5,341
Total County Engineer	342,110	318,005	316,728	1,277	313,634

WHITFIELD COUNTY, GEORGIA
GENERAL FUND
DETAILED SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

concluded

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
EXPENDITURES - continued					
Housing and Development - continued					
Non-departmental -					
Timber Protection	$ 3,600	$ 7,725	$ 7,725	$ -	$ 10,043
D/W Chamber of Commerce	157,500	157,500	157,250	250	157,250
D/W Community Development Corp.	80,000	80,000	80,000	-	80,000
Intergovernmental Payments	458,750	449,350	449,078	272	507,246
Total non-departmental	699,850	694,575	694,053	522	754,539
Total Housing and Development	**1,626,053**	**1,597,097**	**1,590,819**	**6,278**	**1,799,508**
Debt Service -					
Principal payments	1,859,787	1,335,687	1,334,960	727	845,267
Interest payments	-	652,100	652,073	27	538,404
Total Debt Service	1,859,787	1,987,787	1,987,033	754	1,383,671
TOTAL EXPENDITURES	**39,926,501**	**39,075,359**	**38,930,754**	**144,605**	**37,260,161**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	**$ (4,650,201)**	**$ 2,652,431**	**$ 2,587,143**	**$ (65,288)**	**$ 2,207,197**

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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 JAG/Drug Court Programs – accounts for revenues and expenditures associated with funds provided under the Edward Byrne Memorial Justice Assistance Grant Program, the Adult Drug Court Discretionary Grant Program: Enhancement, and the State of Georgia Accountability Court Funding Program.

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.

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, 2012

(with comparative totals for 2011)

	Governmental Law Library Fund	District Attorney Forfeiture Fund	Sheriff's Forfeiture Fund
ASSETS			
Cash and cash equivalents	$ 31,913	$ 13,133	$ 658,565
Receivables (net of allowance for uncollectibles) -			
Accounts	-	-	-
Due from other governments	-	-	-
Prepaid items	-	-	-
TOTAL ASSETS	$ 31,913	$ 13,133	$ 658,565
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ -	$ 605	$ 12,009
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Total liabilities	-	605	12,009
FUND BALANCES			
Nonspendable	-	-	-
Restricted for:			
Judicial	31,913	12,528	-
Public safety	-	-	646,556
Culture and recreation	-	-	-
Total fund balances	31,913	12,528	646,556
TOTAL LIABILITIES AND FUND BALANCES	$ 31,913	$ 13,133	$ 658,565

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

continued

	911 Emergency System	Whitfield County Neighborhood Stabilization Program	Tunnel Hill Transportation Enhancement Grant	Conasauga A.D.R. Program
$	1,155,104	$ 100	$ -	$ 159,067
	204,397	-	-	-
	-	-	-	784
	72,943	-	-	-
$	1,432,444	$ 100	$ -	$ 159,851
$	96,081	$ -	$ -	$ -
	38,743	-	-	-
	-	100	-	-
	134,824	100	-	-
	72,943	-	-	-
	-	-	-	159,851
	1,224,677	-	-	-
	-	-	-	-
	1,297,620	-	-	159,851
$	1,432,444	$ 100	$ -	$ 159,851

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

	Divorce Seminar Fund	Juvenile Service Fund	Local *Victim* Assistance Program
ASSETS			
Cash and cash equivalents	$ 1,920	$ 23,975	$ 7,293
Receivables (net of allowance for uncollectibles) -			
Accounts	-	-	-
Due from other governments	-	-	2,026
Prepaid items	-	-	-
TOTAL ASSETS	$ 1,920	$ 23,975	$ 9,319
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ -	$ -	$ 4,158
Accrued liabilities	-	-	-
Due to other funds	1,920	-	5,161
Total liabilities	1,920	-	9,319
FUND BALANCES			
Nonspendable	-	-	-
Restricted for:			
Judicial	-	23,975	-
Public safety	-	-	-
Culture and recreation	-	-	-
Total fund balances	-	23,975	-
TOTAL LIABILITIES AND FUND BALANCES	$ 1,920	$ 23,975	$ 9,319

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

continued

Drug Abuse Treatment and Education	Community Development Block Grant	Byrne Memorial JAG/Drug Court Programs	Community HOME Investment Program (CHIP)
$ 663,690	$ 1,550	$ 3,528	$ 22
-	-	-	652
1,277	-	38,466	46,051
-	-	-	-
$ 664,967	$ 1,550	$ 41,994	$ 46,725
$ -	$ -	$ 41,994	$ 938
-	-	-	-
-	1,550	-	45,787
-	1,550	41,994	46,725
-	-	-	-
664,967	-	-	-
-	-	-	-
-	-	-	-
664,967	-	-	-
$ 664,967	$ 1,550	$ 41,994	$ 46,725

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

	Homeland Security Grant	Crime Victim Assistance Grant	Juvenile Offenders Grant
ASSETS			
Cash and cash equivalents	$ -	$ -	$ -
Receivables (net of allowance for uncollectibles) -			
Accounts	-	-	-
Due from other governments	12,267	19,902	-
Prepaid items	-	-	-
TOTAL ASSETS	$ 12,267	$ 19,902	$ -
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 920	$ -	$ -
Accrued liabilities	-	-	-
Due to other funds	11,347	19,902	-
Total liabilities	12,267	19,902	-
FUND BALANCES			
Nonspendable	-	-	-
Restricted for:			
Judicial	-	-	-
Public safety	-	-	-
Culture and recreation	-	-	-
Total fund balances	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	$ 12,267	$ 19,902	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

concluded

Georgia Civil War Heritage Trails	Hotel/ Motel Tax Fund	Totals 2012	Totals 2011
$ 46,117	$ -	$ 2,765,977	$ 2,031,408
-	17,428	222,477	307,480
-	-	120,773	212,236
-	-	72,943	72,943
$ 46,117	$ 17,428	$ 3,182,170	$ 2,624,067
$ -	$ 4,873	$ 161,578	$ 90,633
-	-	38,743	42,595
41,197	12,555	139,519	167,861
41,197	17,428	339,840	301,089
-	-	72,943	72,943
-	-	893,234	768,486
-	-	1,871,233	1,435,431
4,920	-	4,920	46,118
4,920	-	2,842,330	2,322,978
$ 46,117	$ 17,428	$ 3,182,170	$ 2,624,067

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

(with comparative totals for 2011)

	Governmental Law Library Fund	District Attorney Forfeiture Fund	Sheriff's Forfeiture Fund
REVENUES			
Taxes	$ -	$ -	$ -
Intergovernmental revenues	-	-	-
Charges for services	-	-	-
Fines, forfeitures and penalties	32,102	14,863	988,769
Investment earnings	132	-	777
Miscellaneous	-	-	-
Total revenues	32,234	14,863	989,546
EXPENDITURES			
Judicial	25,106	18,515	-
Public safety	-	-	428,815
Culture and recreation	-	-	-
Housing and development	-	-	-
Total expenditures	25,106	18,515	428,815
Excess (deficiency) of revenues over expenditures	7,128	(3,652)	560,731
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	7,128	(3,652)	560,731
FUND BALANCES - beginning of year	24,785	16,180	85,825
FUND BALANCES - end of year	$ 31,913	$ 12,528	$ 646,556

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

911 Emergency System	Whitfield County Neighborhood Stabilization Program	Tunnel Hill Transportation Enhancement Grant	Conasauga A.D.R. Program
$ -	$ -	$ -	$ -
-	-	-	-
1,550,511	-	-	72,030
-	-	-	-
-	-	-	493
15,941	-	-	-
1,566,452	-	-	72,523
-	-	-	24,546
1,691,381	-	-	-
-	-	9,000	-
-	8,550	-	-
1,691,381	8,550	9,000	24,546
(124,929)	(8,550)	(9,000)	47,977
-	8,550	9,000	-
-	-	-	-
-	8,550	9,000	-
(124,929)	-	-	47,977
1,422,549	-	-	111,874
$ 1,297,620	$ -	$ -	$ 159,851

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

(with comparative totals for 2011)

	Divorce Seminar Fund	Juvenile Service Fund	Local Victim Assistance Program
REVENUES			
Taxes	$ -	$ -	$ -
Intergovernmental revenues	-	-	-
Charges for services	14,880	15,170	-
Fines, forfeitures and penalties	-	-	109,080
Investment earnings	-	-	-
Miscellaneous	-	-	-
Total revenues	14,880	15,170	109,080
EXPENDITURES			
Judicial	17,593	11,445	32,724
Public safety	-	-	-
Culture and recreation	-	-	-
Housing and development	-	-	-
Total expenditures	17,593	11,445	32,724
Excess (deficiency) of revenues over expenditures	(2,713)	3,725	76,356
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	(76,356)
Total other financing sources (uses)	-	-	(76,356)
Net change in fund balances	(2,713)	3,725	-
FUND BALANCES - beginning of year	2,713	20,250	-
FUND BALANCES - end of year	$ -	$ 23,975	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

Drug Abuse Treatment and Education	Community Development Block Grant	Byrne Memorial JAG/Drug Court Programs	Community HOME Investment Program (CHIP)
$ -	$ -	$ -	$ -
-	59,883	156,553	8,750
-	-	-	-
75,108	-	-	-
-	-	-	-
-	-	-	-
75,108	59,883	156,553	8,750
2,825	-	156,553	-
-	-	-	-
-	-	-	-
-	75,396	-	8,750
2,825	75,396	156,553	8,750
72,283	(15,513)	-	-
-	15,513	-	-
-	-	-	-
-	15,513	-	-
72,283	-	-	-
592,684	-	-	-
$ 664,967	$ -	$ -	$ -

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2012

(with comparative totals for 2011)

	Homeland Security Grant	Crime Victim Assistance Grant	Juvenile Offenders Grant
REVENUES			
Taxes	$ -	$ -	$ -
Intergovernmental revenues	9,165	82,679	7,500
Charges for services	-	-	-
Fines, forfeitures and penalties	-	-	-
Investment earnings	-	-	-
Miscellaneous	-	-	-
Total revenues	9,165	82,679	7,500
EXPENDITURES			
Judicial	-	34,083	7,500
Public safety	9,165	-	-
Culture and recreation	-	-	-
Housing and development	-	-	-
Total expenditures	9,165	34,083	7,500
Excess (deficiency) of revenues over expenditures	-	48,596	-
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	(48,596)	-
Total other financing sources (uses)	-	(48,596)	-
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, 2012

(with comparative totals for 2011)

concluded

Georgia Civil War Heritage Trails	Hotel/ Motel Tax Fund	2012	2011
$ -	$ 225,250	$ 225,250	$ 215,275
-	-	324,530	622,162
-	-	1,652,591	1,726,268
-	-	1,219,922	303,875
-	-	1,402	983
-	-	15,941	12,698
-	225,250	3,439,636	2,881,261
-	-	330,890	372,501
-	-	2,129,361	1,854,085
41,198	-	50,198	238,380
-	225,250	317,946	330,675
41,198	225,250	2,828,395	2,795,641
(41,198)	-	611,241	85,620
-	-	33,063	33,661
-	-	(124,952)	(118,384)
-	-	(91,889)	(84,723)
(41,198)	-	519,352	897
46,118	-	2,322,978	2,322,081
$ 4,920	$ -	$ 2,842,330	$ 2,322,978

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
GOVERNMENTAL					
LAW LIBRARY FUND					
REVENUES					
Fines, forfeitures and penalties	$ 37,000	$ 31,900	$ 32,102	$ 202	$ 35,003
Investment earnings	300	300	132	(168)	296
Total revenues	37,300	32,200	32,234	34	35,299
EXPENDITURES					
Judicial	42,570	25,370	25,106	264	37,071
Total expenditures	42,570	25,370	25,106	264	37,071
Excess (deficiency) of revenues over expenditures	(5,270)	6,830	7,128	298	(1,772)
FUND BALANCES - beginning of year	24,785	24,785	24,785	-	26,557
FUND BALANCES - end of year	$ 19,515	$ 31,615	$ 31,913	$ 298	$ 24,785

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
DISTRICT ATTORNEY FORFEITURE FUND					
REVENUES					
Fines, forfeitures and penalties	$ 7,000	$ 14,000	$ 14,863	$ 863	$ 9,461
Total revenues	7,000	14,000	14,863	863	9,461
EXPENDITURES					
Judicial	15,000	18,525	18,515	10	18,431
Total expenditures	15,000	18,525	18,515	10	18,431
Excess (deficiency) of revenues over expenditures	(8,000)	(4,525)	(3,652)	873	(8,970)
FUND BALANCES - beginning of year	16,180	16,180	16,180	-	25,150
FUND BALANCES - end of year	$ 8,180	$ 11,655	$ 12,528	$ 873	$ 16,180

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
SHERIFF'S FORFEITURE FUND					
REVENUES					
Fines, forfeitures and penalties	$ 250,000	$ 988,000	$ 988,769	$ 769	$ 81,811
Investment earnings	100	700	777	77	109
Total revenues	250,100	988,700	989,546	846	81,920
EXPENDITURES					
Public safety	300,000	430,000	428,815	1,185	125,464
Total expenditures	300,000	430,000	428,815	1,185	125,464
Excess (deficiency) of revenues over expenditures	(49,900)	558,700	560,731	2,031	(43,544)
FUND BALANCES - beginning of year	129,369	85,825	85,825	-	129,369
FUND BALANCES - end of year	$ 79,469	$ 644,525	$ 646,556	$ 2,031	$ 85,825

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
911 EMERGENCY SYSTEM					
REVENUES					
Charges for services	$ 1,655,000	$ 1,550,200	$ 1,550,511	$ 311	$ 1,622,253
Miscellaneous	100	7,900	15,941	8,041	12,046
Total revenues	1,655,100	1,558,100	1,566,452	8,352	1,634,299
EXPENDITURES					
Public safety	1,951,726	1,688,867	1,691,381	(2,514)	1,676,006
Total expenditures	1,951,726	1,688,867	1,691,381	(2,514)	1,676,006
Excess (deficiency) of revenues over expenditures	(296,626)	(130,767)	(124,929)	5,838	(41,707)
FUND BALANCES - beginning of year	1,422,549	1,422,549	1,422,549	-	1,464,256
FUND BALANCES - end of year	$ 1,125,923	$ 1,291,782	$ 1,297,620	$ 5,838	$ 1,422,549

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
WHITFIELD COUNTY NEIGHBORHOOD STABILIZATION PROGRAM					
REVENUES					
Intergovernmental revenues	$ -	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-	-
EXPENDITURES					
Housing and development	-	8,550	8,550	-	-
Total expenditures	-	8,550	8,550	-	-
Excess (deficiency) of revenues over expenditures	-	(8,550)	(8,550)	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	8,550	8,550	-	-
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
TUNNEL HILL TRANSPORTATION ENHANCEMENT GRANT					
REVENUES					
Intergovernmental revenues	$ 200,000	$ -	$ -	$ -	$ -
Total revenues	200,000	-	-	-	-
EXPENDITURES					
Culture and recreation	200,000	9,000	9,000	-	3,250
Total expenditures	200,000	9,000	9,000	-	3,250
Excess (deficiency) of revenues over expenditures	-	(9,000)	(9,000)	-	(3,250)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	9,000	9,000	-	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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
CONASAUGA A.D.R. PROGRAM					
REVENUES					
Charges for services	$ 79,850	$ 71,285	$ 72,030	$ 745	$ 75,978
Investment earnings	700	700	493	(207)	571
Total revenues	80,550	71,985	72,523	538	76,549
EXPENDITURES					
Judicial	107,360	24,710	24,546	164	62,068
Total expenditures	107,360	24,710	24,546	164	62,068
Excess (deficiency) of revenues over expenditures	(26,810)	47,275	47,977	702	14,481
FUND BALANCES - beginning of year	111,874	111,874	111,874	-	97,393
FUND BALANCES - end of year	$ 85,064	$ 159,149	$ 159,851	$ 702	$ 111,874

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
DIVORCE SEMINAR FUND					
REVENUES					
Charges for services	$ 15,000	$ 14,880	$ 14,880	$ -	$ 16,003
Total revenues	15,000	14,880	14,880	-	16,003
EXPENDITURES					
Judicial	18,000	17,660	17,593	67	19,262
Total expenditures	18,000	17,660	17,593	67	19,262
Excess (deficiency) of revenues over expenditures	(3,000)	(2,780)	(2,713)	67	(3,259)
FUND BALANCES - beginning of year	2,713	2,713	2,713	-	5,972
FUND BALANCES - end of year	$ (287)	$ (67)	$ -	$ 67	$ 2,713

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
JUVENILE SERVICE FUND					
REVENUES					
Charges for services	$ 13,000	$ 15,000	$ 15,170	$ 170	$ 12,034
Total revenues	13,000	15,000	15,170	170	12,034
EXPENDITURES					
Judicial	13,000	11,475	11,445	30	11,375
Total expenditures	13,000	11,475	11,445	30	11,375
Excess (deficiency) of revenues over expenditures	-	3,525	3,725	200	659
FUND BALANCES - beginning of year	20,250	20,250	20,250	-	19,591
FUND BALANCES - end of year	$ 20,250	$ 23,775	$ 23,975	$ 200	$ 20,250

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
LOCAL VICTIM ASSISTANCE PROGRAM					
REVENUES					
Fines, forfeitures and penalties	$ 83,200	$ 109,125	$ 109,080	$ (45)	$ 90,250
Total revenues	83,200	109,125	109,080	(45)	90,250
EXPENDITURES					
Judicial	24,960	32,760	32,724	36	27,075
Total expenditures	24,960	32,760	32,724	36	27,075
Excess (deficiency) of revenues over expenditures	58,240	76,365	76,356	(9)	63,175
OTHER FINANCING SOURCES (USES)					
Transfers out	(58,240)	(76,365)	(76,356)	9	(63,175)
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
DRUG ABUSE TREATMENT AND EDUCATION					
REVENUES					
Fines, forfeitures and penalties	$ 67,800	$ 74,900	$ 75,108	$ 208	$ 87,350
Total revenues	67,800	74,900	75,108	208	87,350
EXPENDITURES					
Judicial	67,800	2,900	2,825	75	7,348
Total expenditures	67,800	2,900	2,825	75	7,348
Excess (deficiency) of revenues over expenditures	-	72,000	72,283	283	80,002
FUND BALANCES - beginning of year	592,684	592,684	592,684	-	512,682
FUND BALANCES - end of year	$ 592,684	$ 664,684	$ 664,967	$ 283	$ 592,684

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
COMMUNITY DEVELOPMENT BLOCK GRANT					
REVENUES					
Intergovernmental revenues	$ 200,000	$ 59,987	$ 59,883	$ (104)	$ 49,634
Total revenues	200,000	59,987	59,883	(104)	49,634
EXPENDITURES					
Housing and development	200,000	75,500	75,396	104	74,853
Total expenditures	200,000	75,500	75,396	104	74,853
Excess (deficiency) of revenues over expenditures	$ -	$ (15,513)	(15,513)	$ -	(25,219)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	15,513	15,513	-	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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
BYRNE MEMORIAL JAG/ DRUG COURT PROGRAMS					
REVENUES					
Intergovernmental revenues	$ 132,471	$ 153,116	$ 156,553	$ 3,437	$ 195,030
Total revenues	132,471	153,116	156,553	3,437	195,030
EXPENDITURES					
Judicial	104,466	153,116	156,553	(3,437)	152,871
Public safety	28,005	-	-	-	42,194
Total expenditures	132,471	153,116	156,553	(3,437)	195,065
Excess (deficiency) of revenues over expenditures	-	-	-	-	(35)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	35
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
COMMUNITY HOME INVESTMENT PROGRAM (CHIP)					
REVENUES					
Intergovernmental revenues	$ 50,000	$ 8,750	$ 8,750	$ -	$ 39,895
Other revenue	-	-	-	-	652
Total revenues	50,000	8,750	8,750	-	40,547
EXPENDITURES					
Housing and development	50,000	8,750	8,750	-	40,547
Total expenditures	50,000	8,750	8,750	-	40,547
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
HOMELAND SECURITY GRANT					
REVENUES					
Intergovernmental revenues	$ -	$ 9,165	$ 9,165	$ -	$ 10,421
Total revenues	-	9,165	9,165	-	10,421
EXPENDITURES					
Public safety	-	9,165	9,165	-	10,421
Total expenditures	-	9,165	9,165	-	10,421
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
CRIME VICTIM ASSISTANCE GRANT					
REVENUES					
Intergovernmental revenues	$ 84,713	$ 82,813	$ 82,679	$ (134)	$ 85,209
Total revenues	84,713	82,813	82,679	(134)	85,209
EXPENDITURES					
Judicial	36,000	34,100	34,083	17	30,000
Total expenditures	36,000	34,100	34,083	17	30,000
Excess (deficiency) of revenues over expenditures	48,713	48,713	48,596	(117)	55,209
OTHER FINANCING SOURCES (USES)					
Transfers out	(48,713)	(48,713)	(48,596)	117	(55,209)
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
JUVENILE OFFENDERS GRANT					
REVENUES					
Intergovernmental revenues	$ 7,000	$ 7,500	$ 7,500	$ -	$ 7,000
Total revenues	7,000	7,500	7,500	-	7,000
EXPENDITURES					
Judicial	7,000	7,500	7,500	-	7,000
Total expenditures	7,000	7,500	7,500	-	7,000
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, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
GEORGIA CIVIL WAR HERITAGE TRAILS					
REVENUES					
Investment earnings	$ -	$ -	$ -	$ -	$ 7
Total revenues	-	-	-	-	7
EXPENDITURES					
Culture and recreation	25,000	41,500	41,198	302	-
Total expenditures	25,000	41,500	41,198	302	-
Excess (deficiency) of revenues over expenditures	(25,000)	(41,500)	(41,198)	302	7
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	5,000
Net change in fund balances	(25,000)	(41,500)	(41,198)	302	5,007
FUND BALANCES - beginning of year	46,118	46,118	46,118	-	41,111
FUND BALANCES - end of year	$ 21,118	$ 4,618	$ 4,920	$ 302	$ 46,118

WHITFIELD COUNTY, GEORGIA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
HOTEL/MOTEL TAX FUND					
REVENUES					
Taxes	$ 200,000	$ 225,250	$ 225,250	$ -	$ 215,275
Total revenues	200,000	225,250	225,250	-	215,275
EXPENDITURES					
Housing and development	200,000	225,250	225,250	-	215,275
Total expenditures	200,000	225,250	225,250	-	215,275
Excess (deficiency) of revenues over expenditures	$ -	$ -	-	$ -	-
FUND BALANCES - beginning of year			-		-
FUND BALANCES - end of year			$ -		$ -

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, 2012

(with comparative totals for 2011)

	2012	2011
ASSETS		
Cash and cash equivalents	$ 1,172,071	$ 1,723,761
TOTAL ASSETS	$ 1,172,071	$ 1,723,761
LIABILITIES		
Accounts payable	$ -	$ 5,421
TOTAL LIABILITIES	-	5,421
FUND BALANCES		
Restricted - debt service	1,172,071	1,718,340
TOTAL LIABILITIES AND FUND BALANCES	$ 1,172,071	$ 1,723,761

WHITFIELD COUNTY, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
REVENUES					
Investment earnings	$ -	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-	-
EXPENDITURES					
Debt service -					
Principal retirement	475,748	475,748	475,748	-	583,364
Interest and fiscal charges	70,521	70,521	70,521	-	97,924
Total expenditures	546,269	546,269	546,269	-	681,288
Excess (deficiency) of revenues over expenditures	(546,269)	(546,269)	(546,269)	-	(681,288)
FUND BALANCES - beginning of year	1,718,340	1,718,340	1,718,340	-	2,399,628
FUND BALANCES - end of year	$ 1,172,071	$ 1,172,071	$ 1,172,071	$ -	$ 1,718,340

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CAPITAL PROJECTS FUNDS

MAJOR CAPITAL PROJECTS FUNDS

The Special Purpose Local Option Sales Tax 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 Acquisitions Fund is used to account for the acquisition of capital expenditures. Revenues are derived from the financing resources transferred from the general fund and loans issued..

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
SPECIAL PURPOSE LOCAL OPTION SALES TAX
BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

	2012	2011
ASSETS		
Cash and cash equivalents	$ 30,680,662	$ 33,426,307
Accounts receivable	-	764
Due from other governments	-	309,276
TOTAL ASSETS	$ 30,680,662	$ 33,736,347
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$ 282,617	$ 310,263
Accrued liabilities	3,258	2,144
Due to other funds	3,835,897	1,370,097
Total liabilities	4,121,772	1,682,504
FUND BALANCES		
Restricted for:		
Construction and capital outlay	26,558,890	32,053,843
TOTAL LIABILITIES AND FUND BALANCES	$ 30,680,662	$ 33,736,347

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
SPECIAL PURPOSE LOCAL OPTION SALES TAX					
REVENUES					
Taxes	$ -	$ 196,000	$ 196,010	$ 10	$ 205,752
Intergovernmental revenues	-	127,200	127,265	65	375,915
Investment earnings	-	75,000	75,162	162	46,950
Total revenues	-	398,200	398,437	237	628,617
EXPENDITURES					
Capital outlay	25,000,000	4,937,882	4,937,272	610	7,360,161
Intergovernmental	-	956,118	956,118	-	513,558
Total expenditures	25,000,000	5,894,000	5,893,390	610	7,873,719
Net change in fund balances	(25,000,000)	(5,495,800)	(5,494,953)	847	(7,245,102)
FUND BALANCES - beginning of year	32,053,843	32,053,843	32,053,843	-	39,298,945
FUND BALANCES - end of year	$ 7,053,843	$ 26,558,043	$ 26,558,890	$ 847	$ 32,053,843

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
CAPITAL ACQUISITIONS
BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

	2012	2011
ASSETS		
Cash and cash equivalents	$ 4,543,562	$ 5,665,251
TOTAL ASSETS	$ 4,543,562	$ 5,665,251
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$ 125,777	$ 63,753
Total liabilities	125,777	63,753
FUND BALANCES		
Restricted for:		
Construction and capital outlay	1,603,791	2,628,055
Committed for:		
Construction and capital outlay	2,813,994	2,973,443
Total fund balance	4,417,785	5,601,498
TOTAL LIABILITIES AND FUND BALANCES	$ 4,543,562	$ 5,665,251

WHITFIELD COUNTY, GEORGIA
MAJOR CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
CAPITAL ACQUISITIONS					
REVENUES					
Intergovernmental revenues	$ 100,000	$ -	$ -	$ -	$ -
Investment earnings	-	1,100	1,122	22	7,987
Contributions and donations	250,000	254,600	254,679	79	35,710
Total revenues	350,000	255,700	255,801	101	43,697
EXPENDITURES					
Capital outlay -					
General government	306,000	201,770	199,863	1,907	62,427
Judicial	-	23,000	22,269	731	-
Public safety	360,000	312,100	312,026	74	183,935
Public works	320,000	736,740	736,663	77	189,471
Culture and recreation	864,000	1,011,778	1,011,488	290	217,284
Housing and development	-	982,160	982,143	17	3,710,717
Debt service -					
Principal payments	100,000	9,722	9,722	-	7,117
Interest payments	-	1,075	1,075	-	981
Issuance cost	-	-	-	-	219,500
Total expenditures	1,950,000	3,278,345	3,275,249	3,096	4,591,432
Excess (deficiency) of revenues over expenditures	(1,600,000)	(3,022,645)	(3,019,448)	3,197	(4,547,735)
OTHER FINANCING SOURCES (USES)					
Bond issuance	-	-	-	-	3,220,000
Loans issued	-	235,735	235,735	-	50,359
Transfers in	1,600,000	1,600,000	1,600,000	-	939,250
Total other financing sources (uses)	1,600,000	1,835,735	1,835,735	-	4,209,609
Net change in fund balances	(1,600,000)	(1,186,910)	(1,183,713)	3,197	(338,126)
FUND BALANCES - beginning of year	5,601,498	5,601,498	5,601,498	-	5,939,624
FUND BALANCES - end of year	$ 4,001,498	$ 4,414,588	$ 4,417,785	$ 3,197	$ 5,601,498

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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, 2012

(with comparative totals for 2011)

continued

	Whitfield Transit System	
	2012	2011
ASSETS		
CURRENT ASSETS		
Accounts receivable	$ 13,731	$ 14,829
Prepaid items	-	12,040
Due from other governments	57,883	142,986
Total current assets	71,614	169,855
EQUIPMENT		
Vehicles	404,554	406,841
Less accumulated depreciation	(223,033)	(231,792)
Equipment, net	181,521	175,049
TOTAL ASSETS	$ 253,135	$ 344,904

WHITFIELD COUNTY, GEORGIA
NON- MAJOR ENTERPRISE FUND
BALANCE SHEET
December 31, 2012

(with comparative totals for 2011)

concluded

	Whitfield Transit System	
	2012	2011
LIABILITIES AND NET POSITION		
CURRENT LIABILITIES		
Accounts payable	$ 2,338	$ 6,228
Accrued liabilities	11,475	10,731
Due to other funds	53,137	142,309
Unearned revenue	2,052	1,503
Total liabilities	69,002	160,771
NET POSITION		
Invested in capital assets	181,521	175,049
Unrestricted	2,612	9,084
Total net position	184,133	184,133
TOTAL LIABILITIES AND NET POSITION	$ 253,135	$ 344,904

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Year Ended December 31, 2012

(with comparative totals for 2011)

	Whitfield Transit System	
	2012	2011
OPERATING REVENUES		
User charges	$ 238,587	$ 247,812
Total operating revenues	238,587	247,812
OPERATING EXPENSES		
Personal services and employee benefits	417,747	383,635
Purchased and contracted services	57,123	61,981
Supplies	154,864	136,308
Depreciation	82,119	92,525
Total operating expenses	711,853	674,449
Operating income (loss)	(473,266)	(426,637)
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental revenues	252,528	280,751
Total nonoperating revenues (expenses)	252,528	280,751
Income (loss) before transfers and capital contributions	(220,738)	(145,886)
Capital contributions	92,331	125,265
Transfers in	128,407	20,621
Change in net position	-	-
NET POSITION - beginning of year	184,133	184,133
NET POSITION - end of year	$ 184,133	$ 184,133

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
STATEMENT OF CASH FLOWS
Year Ended December 31, 2012

(with comparative totals for 2011)

continued

	Whitfield Transit System	
	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers and other revenues	$ 240,234	$ 248,445
Cash payments for personnel services	(417,003)	(383,042)
Cash payments for goods and services	(215,877)	(194,301)
Net cash provided (used) by operating activities	(392,646)	(328,898)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	39,235	155,398
Intergovernmental transfers	335,850	183,677
Net cash provided (used) by noncapital financing activities	375,085	339,075
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets	(74,770)	(135,442)
Capital contributions from (to) other governments	92,331	125,265
Net cash used by capital and related financing activities	17,561	(10,177)
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, 2012

(with comparative totals for 2011)

concluded

	Whitfield Transit System	
	2012	2011
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	$ (473,266)	$ (426,637)
Depreciation	82,119	92,525
Changes in operating assets and liabilities -		
(Increase) decrease in assets		
Accounts receivable	1,098	(432)
Increase (decrease) in liabilities		
Accounts payable	(3,890)	3,988
Accrued liabilities	744	593
Unearned revenue	549	1,065
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ (392,646)	$ (328,898)

WHITFIELD COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
WHITFIELD TRANSIT SYSTEM					
OPERATING REVENUES					
User charges	$ 250,000	$ 239,250	$ 238,587	$ (663)	$ 247,812
Total operating revenues	250,000	239,250	238,587	(663)	247,812
OPERATING EXPENSES					
Personal services and employee benefits	428,803	417,946	417,747	199	383,635
Purchased and contracted services	60,150	57,259	57,123	136	61,981
Supplies	111,700	154,939	154,864	75	136,308
Depreciation	80,000	82,119	82,119	-	92,525
Total operating expenses	680,653	712,263	711,853	410	674,449
Operating income (loss)	(430,653)	(473,013)	(473,266)	(253)	(426,637)
NONOPERATING REVENUES (EXPENSES)					
Intergovernmental revenues	360,559	252,238	252,528	290	280,751
Total nonoperating revenues (expenses)	360,559	252,238	252,528	290	280,751
Income (loss) before transfers and capital contributions	(70,094)	(220,775)	(220,738)	37	(145,886)
Capital contributions	-	92,331	92,331	-	125,265
Transfers in	70,094	128,444	128,407	(37)	20,621
Net income (loss)	$ -	$ -	-	$ -	-
NET POSITION - beginning of year			184,133		184,133
NET POSITION - 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 NET POSITION
December 31, 2012

(with comparative totals for 2011)

	2012	2011
ASSETS		
Cash	$ 2,097,049	$ 1,837,520
TOTAL ASSETS	2,097,049	1,837,520
LIABILITIES		
Accounts payable	$ 22,553	$ 93,715
Accrued workers' compensation	773,966	696,938
Total liabilities	796,519	790,653
NET POSITION		
Unrestricted	$ 1,300,530	$ 1,046,867

WHITFIELD COUNTY, GEORGIA
INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012	2011
REVENUES		
Charge for services	$ 755,292	$ 748,144
Miscellaneous revenue	52,994	27,655
Total revenues	808,286	775,799
EXPENSES		
Administrative fees	204,053	208,271
Claims cost	350,570	619,471
Total expenses	554,623	827,742
Net income	253,663	(51,943)
Net position, beginning of year	1,046,867	1,098,810
Net position, end of year	$ 1,300,530	$ 1,046,867

WHITFIELD COUNTY, GEORGIA
INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
Year Ended December 31, 2012

(with comparative totals for 2011)

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from charges	$ 808,286	$ 775,799
Cash paid on claims and costs	(548,757)	(554,692)
Net cash provided (used) by operating activities	259,529	221,107
CASH - beginning of year	1,837,520	1,616,413
CASH - end of year	$ 2,097,049	$ 1,837,520
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Net income	$ 253,663	$ (51,943)
Increase (decrease) in payables	5,866	273,050
Net cash provided (used) by operating activities	$ 259,529	$ 221,107

FIDUCIARY 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, 2012

	BALANCE December 31, 2011	ADDITIONS	DEDUCTIONS	BALANCE December 31, 2012
CLERK OF COURT				
Cash	$ 222,019	$ 7,070,020	$ 6,432,692	$ 859,347
Total assets	$ 222,019	$ 7,070,020	$ 6,432,692	$ 859,347
Accrued items and other	$ 145,070	$ 4,578,874	$ 3,989,850	$ 734,094
Due to other funds	-	1,279,870	1,279,870	-
Due to other governments	76,949	1,211,276	1,162,972	125,253
Total liabilities	$ 222,019	$ 7,070,020	$ 6,432,692	$ 859,347
PROBATE COURT				
Cash	$ 63,059	$ 1,361,427	$ 1,344,707	$ 79,779
Accounts receivable	16,136	8,999	16,136	8,999
Total assets	$ 79,195	$ 1,370,426	$ 1,360,843	$ 88,778
Accrued items and other	$ 39,927	$ 70,075	$ 59,262	$ 50,740
Due to other funds	-	964,009	964,009	-
Due to other governments	39,268	336,342	337,572	38,038
			-	
Total liabilities	$ 79,195	$ 1,370,426	$ 1,360,843	$ 88,778
MAGISTRATE COURT				
Cash	$ 98,633	$ 1,864,274	$ 1,885,002	$ 77,905
Accounts receivable	5,509	2,156	5,509	2,156
			-	
Total assets	$ 104,142	$ 1,866,430	$ 1,890,511	$ 80,061
Accrued items and other	$ 93,557	$ 1,358,165	$ 1,378,922	$ 72,800
Due to other funds	-	393,687	393,687	-
Due to other governments	10,585	114,578	117,902	7,261
Total liabilities	$ 104,142	$ 1,866,430	$ 1,890,511	$ 80,061

WHITFIELD COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
Year Ended December 31, 2012

	BALANCE December 31, 2011	ADDITIONS	DEDUCTIONS	BALANCE December 31, 2012
SHERIFF'S DEPARTMENT				
Cash	$ 502,662	$ 1,825,747	$ 1,778,126	$ 550,283
Accounts receivable	5,714	3,677	5,714	3,677
Due from other governments	82,390	5,424	82,390	5,424
Total assets	$ 590,766	$ 1,834,848	$ 1,866,230	$ 559,384
Accrued items and other	$ 590,352	$ 1,054,114	$ 1,085,218	$ 559,248
Due to other funds	-	773,507	773,507	-
Due to other governments	414	7,227	7,505	136
Total liabilities	$ 590,766	$ 1,834,848	$ 1,866,230	$ 559,384
JUVENILE COURT				
Cash	$ 1,618	$ 32,402	$ 31,955	$ 2,065
Total assets	$ 1,618	$ 32,402	$ 31,955	$ 2,065
Accrued items and other	$ 1,084	$ 13,221	$ 12,866	$ 1,439
Due to other funds	-	14,045	14,045	-
Due to other governments	534	5,136	5,044	626
Total liabilities	$ 1,618	$ 32,402	$ 31,955	$ 2,065
TAX COMMISSIONER				
Cash	$ 16,843,406	$ 88,350,463	$ 100,681,464	$ 4,512,405
Taxes receivable	11,169,198	9,615,108	11,169,198	9,615,108
Total assets	$ 28,012,604	$ 97,965,571	$ 111,850,662	$ 14,127,513
Accrued items and other	$ 8,457,690	$ 3,231,329	$ 6,188,700	$ 5,500,319
Due to other funds	-	20,678,340	20,678,340	-
Due to other governments	19,554,914	74,055,902	84,983,622	8,627,194
Total liabilities	$ 28,012,604	$ 97,965,571	$ 111,850,662	$ 14,127,513

WHITFIELD COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
Year Ended December 31, 2012

	BALANCE December 31, 2011	ADDITIONS	DEDUCTIONS	BALANCE December 31, 2012
TOTAL AGENCY FUNDS				
Cash	$ 17,731,397	$ 100,504,333	$ 112,153,946	$ 6,081,784
Accounts receivable	27,359	14,832	27,359	14,832
Due from other governments	82,390	5,424	82,390	5,424
Taxes receivable	11,169,198	9,615,108	11,169,198	9,615,108
Total assets	$ 29,010,344	$ 110,139,697	$ 123,432,893	$ 15,717,148
Accrued items and other	$ 9,327,680	$ 10,305,778	$ 12,714,818	$ 6,918,640
Due to other funds	-	24,103,458	24,103,458	-
Due to other governments	19,682,664	75,730,461	86,614,617	8,798,508
Total liabilities	$ 29,010,344	$ 110,139,697	$ 123,432,893	$ 15,717,148

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 POSITION BY COMPONENT

continued

	2012	2011	2010	2009
Governmental activities				
Invested in capital assets, net of related debt	$ 281,831,473	$ 298,068,417	$ 314,908,444	$ 335,443,861
Restricted	34,918,133	41,623,716	49,906,086	34,331,858
Unrestricted	7,305,907	3,991,169	2,686,344	10,059,677
Total governmental activities net position	$ 324,055,513	$ 343,683,302	$ 367,500,874	$ 379,835,396
Business-type activities				
Invested in capital assets, net of related debt	$ 181,521	$ 175,051	$ 195,913	$ 292,761
Restricted	-	-	-	-
Unrestricted	15,573,756	16,019,134	16,554,558	14,446,662
Total business-type activities net position	$ 15,755,277	$ 16,194,185	$ 16,750,471	$ 14,739,423
Primary government				
Invested in capital assets, net of related debt	$ 282,012,994	$ 298,243,468	$ 315,104,357	$ 335,736,622
Restricted	34,918,133	41,623,716	49,906,086	34,331,858
Unrestricted	22,879,663	20,010,303	19,240,902	24,506,339
Total primary government net position	$ 339,810,790	$ 359,877,487	$ 384,251,345	$ 394,574,819

WHITFIELD COUNTY, GEORGIA
NET POSITION 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 POSITION

continued

	2012	2011	2010	2009	2008
Expenses					
Governmental activities:					
General government	$ 9,274,227	$ 7,510,940	$ 9,037,213	$ 8,971,621	$ 10,375,059
Judicial	5,339,114	5,576,945	6,606,481	6,703,392	6,677,251
Public safety	18,204,200	18,841,608	21,619,839	21,162,964	22,943,858
Public works	26,801,699	26,920,990	29,446,224	32,050,773	31,679,829
Health and welfare	734,949	767,338	1,482,510	1,839,106	1,857,957
Culture and recreation	1,388,572	1,098,824	1,418,981	1,390,013	1,436,614
Housing and development	2,267,300	4,786,369	2,887,052	4,775,999	1,970,716
Interest on long-term debt	678,908	677,121	299,174	171,446	218,960
Total governmental activities expenses	$ 64,688,969	$ 66,180,135	$ 72,797,474	$ 77,065,314	$ 77,160,244
Business-type activities:					
Northwest Georgia Trade and Convention Center	$ 73,557	$ 756,092	$ 588,783	$ 615,772	$ 641,198
Whitfield Transit System	711,853	674,449	674,426	495,783	283,369
Dalton-Whitfield SWM Authority	365,351	302,548	1,564,727	223,566	-
Total business-type activities expenses	1,150,761	1,733,089	2,827,936	1,335,121	924,567
Total primary government expenses	$ 65,839,730	$ 67,913,224	$ 75,625,410	$ 78,400,435	$ 78,084,811
Program Revenues					
Governmental activities:					
Charge for services:					
General government	$ 1,480,320	$ 1,446,966	$ 1,412,134	$ 1,930,295	$ 1,878,423
Judicial	3,284,628	2,542,433	2,339,923	2,701,128	2,609,787
Public safety	2,255,613	2,037,259	2,126,490	2,189,184	2,328,042
Public works	23,768	14,842	362,958	382,115	33,131
Culture and recreation	27,755	29,034	43,543	-	-
Housing and development	-	74,454	-	34,168	1,639
Operating grants and contributions	909,197	1,386,215	2,916,647	822,835	690,138
Capital grants and contributions	961,531	1,157,732	1,394,657	-	908,705
Total governmental activities program revenues	$ 8,942,812	$ 8,688,935	$ 10,596,352	$ 8,059,725	$ 8,449,865
Business-type activities:					
Charge for services:					
Whitfield Transit System	$ 238,587	$ 247,812	$ 277,987	$ 199,598	$ -
Dalton-Whitfield SWM Authority	-	-	-	-	207,977
Operating grants and contributions	266,528	280,751	226,208	171,913	161,864
Capital grants and contributions	78,331	125,265	43,498	95,188	45,309
Total business-type activities program revenues	$ 583,446	$ 653,828	$ 547,693	$ 466,699	$ 415,150
Total primary government program revenues	$ 9,526,258	$ 9,342,763	$ 11,144,045	$ 8,526,424	$ 8,865,015
Net (Expense)/ Revenue					
Governmental activities	$ (55,746,157)	$ (57,491,200)	$ (62,201,122)	$ (69,005,589)	$ (68,710,379)
Business-type activities	(567,315)	(1,079,261)	(2,280,243)	(868,422)	(509,417)
Total primary government net (expense)/ revenue	$ (56,313,472)	$ (58,570,461)	$ (64,481,365)	$ (69,874,011)	$ (69,219,796)

	2012	2011	2010	2009	2008
General revenues and Other Changes in Net Position					
Governmental activities:					
Property taxes	$ 14,707,967	$ 14,707,967	$ 14,946,978	$ 16,281,253	$ 15,580,219
Sales taxes	14,710,223	14,710,223	31,150,595	28,542,285	33,293,060
Insurance premium tax	2,769,341	2,769,341	2,492,460	2,562,750	2,600,030
Alcoholic beverage tax	381,470	381,470	404,704	407,922	433,056
Hotel/Motel tax	215,275	215,275	200,674	194,050	197,200
Miscellaneous taxes	470,491	470,491	464,033	476,936	485,094
Miscellaneous	908,525	908,525	826,862	866,430	877,665
Gain or (loss) on sale of capital assets	-	-	-	-	-
Investment earnings	33,311	33,311	57,895	142,573	938,197
Lease financing	-	-	-	-	-
Transfers	(522,975)	(522,975)	(677,601)	(534,748)	(583,358)
Total governmental activities	$ 33,673,628	$ 33,673,628	$ 49,866,600	$ 48,939,451	$ 53,821,163
Business-type activities:					
Miscellaneous	$ -	$ -	$ -	$ 1,522	$ -
Transfers	522,975	522,975	677,601	534,748	583,358
Total business-type activities	$ 522,975	$ 522,975	$ 677,601	$ 536,270	$ 583,358
Total primary government	$ 34,196,603	$ 34,196,603	$ 50,544,201	$ 49,475,721	$ 54,404,521
Change in Net Position					
Governmental activities	$ (22,072,529)	$ (23,817,572)	$ (12,334,522)	$ (20,066,138)	$ (14,889,216)
Business-type activities	(44,340)	(556,286)	(1,602,642)	(332,152)	73,941
Total primary government	$ (22,116,869)	$ (24,373,858)	$ (13,937,164)	$ (20,398,290)	$ (14,815,275)

WHITFIELD COUNTY, GEORGIA
CHANGES IN NET POSITION

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 Position					
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 Position					
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

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

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General fund:										
Nonspendable	$ 482,521	$ 323,618	$ 396,586	$ 252,655	$ 8,951	$ 8,951	$ 8,288	$ 8,168	$ 1,465	$ -
Unassigned	15,333,108	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
Total general fund	$15,815,629	$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
All other governmental funds:										
Nonspendable	$ 72,943	$ 72,943	$ 54,192	$ 54,193	$ -	$ -	$ -	$ -	$ -	$ -
Restricted	32,104,139	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
Committed	2,813,994	2,973,443	5,939,624	1,198,961	2,744,048	-	-	-	-	-
Total all other governmental funds	$34,991,076	$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

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

	2012	2011	2010	2009
REVENUES				
Taxes	$ 35,756,919	$ 33,496,679	$ 49,521,208	$ 48,506,774
Licenses and permits	303,396	287,160	264,582	232,945
Intergovernmental revenues	1,189,188	1,957,160	4,220,480	822,835
Charges for services	4,746,514	4,631,345	4,485,641	5,192,873
Fines, forfeitures and penalties	2,335,835	1,605,626	1,480,845	1,734,905
Investment earnings	97,153	88,248	98,719	142,573
Contributions and donations	258,720	46,190	135,385	54,442
Miscellaneous	924,046	908,525	788,266	845,127
Total revenues	45,611,771	43,020,933	60,995,126	57,532,474
EXPENDITURES				
Current -				
General government	6,722,747	6,257,854	7,799,706	6,825,771
Judicial	5,455,468	5,407,674	6,496,632	5,871,691
Public safety	18,072,842	16,987,515	20,851,624	18,937,643
Public works	6,024,560	6,024,199	6,924,763	7,268,173
Health and welfare	575,674	608,063	1,323,235	1,575,662
Culture and recreation	1,012,060	1,256,643	1,291,280	1,189,291
Housing and development	1,908,765	2,130,183	2,597,786	1,946,263
Capital outlay	8,201,724	11,723,995	13,192,429	7,139,027
Intergovernmental	956,118	513,558	513,681	841,469
Debt service				
Principal retirement	1,820,430	1,435,748	1,374,960	942,487
Interest and fiscal charges	723,669	856,809	359,126	294,088
Total expenditures	51,474,057	53,202,241	62,725,222	52,831,565
Excess (deficiency) of revenues over expenditures	(5,862,286)	(10,181,308)	(1,730,096)	4,700,909
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	80,935	32,063	38,594	236,491
Loans issued	235,735	50,359	-	-
Revenue bond proceeds	-	3,220,000	9,850,000	3,625,000
Transfers in	1,758,015	1,091,295	3,040,311	3,583,587
Transfers out	(1,886,421)	(1,614,270)	(3,735,214)	(4,118,335)
Total other financing sources (uses)	188,264	2,779,447	9,193,691	3,326,743
Net change in fund balances	$ (5,674,022)	$ (7,401,861)	$ 7,463,595	$ 8,027,652
Debt service as a percentage of noncapital expenditures	6.02%	5.35%	3.50%	2.50%

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

2008	2007	2006	2005	2004	2003
$ 52,967,310	$ 37,006,206	$ 40,667,619	$ 51,033,066	$ 49,750,247	$ 44,557,291
277,399	450,723	358,616	245,634	253,099	219,124
1,122,622	2,391,548	1,229,745	1,601,950	2,341,474	1,980,521
5,198,896	4,247,030	4,437,763	4,241,790	4,354,741	3,349,944
1,727,014	1,868,031	1,973,065	1,682,284	2,144,936	2,026,015
938,197	1,728,927	1,896,990	1,533,208	1,076,417	1,711,150
55,942	49,902	47,749	-	-	-
871,879	1,003,959	872,344	820,147	854,815	862,134
63,159,259	48,746,326	51,483,891	61,158,079	60,775,729	54,706,179
8,660,017	6,953,314	6,630,577	24,054,519	10,471,696	8,966,097
6,111,312	5,709,188	5,447,685	5,044,048	4,913,688	4,674,315
20,317,234	19,027,576	18,058,636	16,281,068	16,228,950	19,432,536
9,080,233	9,507,728	8,378,292	9,124,953	10,407,125	8,282,694
1,587,062	1,565,362	559,323	1,387,073	1,368,343	2,041,513
1,912,594	1,108,681	1,129,392	1,001,401	1,520,093	1,358,027
1,903,643	1,753,598	1,309,529	1,383,043	1,844,219	644,021
2,928,305	1,283,902	5,804,141	-	-	-
-	-	-	-	-	-
1,121,667	-	14,179,377	12,150,369	11,562,416	11,135,973
218,960	-	947,645	1,607,603	2,215,201	2,286,073
53,841,027	46,909,349	62,444,597	72,034,077	60,531,731	58,821,249
9,318,232	1,836,977	(10,960,706)	(10,875,998)	243,998	(4,115,070)
6,786	41,461	-	-	772,450	537,974
-	-	-	-	1,102,162	-
-	-	-	-	-	-
19,319,161	7,803,866	16,153,969	19,099,230	13,893,965	17,863,019
(19,902,520)	(8,345,407)	(16,672,965)	(19,694,403)	(14,605,672)	(17,510,159)
(576,573)	(500,080)	(518,996)	(595,173)	1,162,905	890,834
$ 8,741,659	$ 1,336,897	$ (11,479,702)	$ (11,471,171)	$ 1,406,903	$ (3,224,236)
2.68%	0.00%	37.50%	32.92%	35.96%	36.64%

WHITFIELD COUNTY, GEORGIA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
TEN YEAR SUMMARY
December 31, 2012

CALENDAR YEAR	REAL PROPERTY	PERSONAL PROPERTY	PUBLIC UTILITIES
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
2012	$ 2,099,609,811	$ 950,038,218	$ 68,701,212

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, 2012

LESS TAX-EXEMPT PROPERTY	TOTAL		ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE	TOTAL DIRECT TAX RATE
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
$ (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
$ (835,851,413)	$ 2,282,497,828	$ 5,534,491,540	40%	6.061

WHITFIELD COUNTY, GEORGIA
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
TEN YEAR SUMMARY
December 31, 2012

CALENDAR YEAR	INSIDE DALTON	INSIDE OTHER MUNICIPALITIES	OUTSIDE ALL MUNICIPALITIES
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
2012	6.061	6.061	6.061

Notes:

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

WHITFIELD COUNTY, GEORGIA
PRINCIPAL TAXPAYERS
December 31, 2012

2012			2003		
TAXPAYER	TAXES LEVIED	PERCENT OF TOTAL ASSESSED VALUATION	TAXPAYER	TAXES LEVIED	PERCENT OF TOTAL ASSESSED VALUATION
Shaw Industries, Inc.	$ 6,678,382	33.31%	Shaw Industries, Inc.	$ 7,100,081	25.30%
Mohawk Industries, Inc.	$ 2,216,817	13.24%	Mohawk Industries, Inc.	$ 3,621,839	14.54%
Beaulieu Group, LLC	$ 1,567,852	8.78%	Beaulieu Group, LLC	$ 2,590,362	9.78%
J&J Industries, Inc.	$ 864,313	3.56%	Alltel Communication	$ 996,528	3.88%
Tandus Flooring	$ 749,503	3.33%	J&J Industries, Inc.	$ 820,847	2.57%
Oriental Weavers USA, Inc.	$ 335,860	2.77%	Collins & Aikman	$ 712,901	2.45%
North Georgia EMC	$ 484,808	2.15%	Oriental Weavers USA, Inc.	$ 445,626	2.13%
Norfolk Southern Corp.	$ 407,052	1.73%	Dow Chemical Company	$ 398,254	2.10%
Georgia Power	$ 310,371	1.36%	North Georgia EMC	$ 285,211	1.47%
Lexmark Carpet Mills, Inc.	$ 352,636	1.35%	Mattel Carpet Rug, Inc.	$ 376,398	1.17%

Source: Whitfield County Tax Commissioner's Office

WHITFIELD COUNTY, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
TEN YEAR SUMMARY
December 31, 2012

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
2003	$ 12,737,031	$ (728,512)	$ 12,008,519	$ 1,219,756	9.58%	$ 10,779,751	$ 11,999,507	99.92%
2004	$ 12,835,411	$ (717,852)	$ 12,117,559	$ 10,230,122	79.70%	$ 1,882,513	$ 12,112,635	99.96%
2005	$ 13,209,673	$ (751,650)	$ 12,458,023	$ 11,322,196	85.71%	$ 1,128,200	$ 12,450,396	99.94%
2006	$ 14,181,413	$ (1,575,650)	$ 12,605,763	$ 11,336,394	79.94%	$ 1,252,189	$ 12,588,583	99.86%
2007	$ 14,147,204	$ (111,796)	$ 14,035,408	$ 12,527,244	88.55%	$ 1,490,380	$ 14,017,624	99.87%
2008	$ 14,248,407	$ (158,967)	$ 14,089,440	$ 12,376,592	86.86%	$ 1,647,673	$ 14,024,265	99.54%
2009	$ 14,679,298	$ (90,260)	$ 14,589,038	$ 12,948,851	88.21%	$ 1,579,474	$ 14,528,325	99.58%
2010	$ 13,359,997	$ 53,820	$ 13,413,817	$ 11,588,615	86.74%	$ 1,701,682	$ 13,290,297	99.08%
2011	$ 12,900,630	$ 151,910	$ 13,052,540	$ 11,453,139	88.78%	$ 1,317,743	$ 12,770,882	97.84%
2012	$ 13,674,749	$ (41,947)	$ 13,632,802	$ 12,658,780	92.57%	$ -	$ 12,658,780	92.86%

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

TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS
TEN YEAR SUMMARY
DECEMBER 31, 2012

CALENDAR YEAR	PROPERTY	LOCAL OPTION SALES	SPECIAL PURPOSE LOCAL OPTION SALES	INSURANCE PREMIUM	ALCOHOLIC BEVERAGE	REAL ESTATE TRANSFER	OTHER	TOTAL
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
2012	16,295,764	15,243,659	196,010	2,958,533	354,505	40,593	667,855	35,756,919
Percentage Change In Dollars Over 10 Years	16.5%	11.4%	-98.6%	48.3%	-23.3%	-82.7%	5.3%	-19.8%

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

	GOVERNMENATL ACTIVITIES			BUSINESS-TYPE ACTIVITIES			
CALENDAR YEAR	REVENUE BONDS	INTER-GOVERNMENTAL LIABILITY	CAPITAL LEASES	CAPITAL LEASES	TOTAL PRIMARY GOVERNMENT	PERCENT OF PERSONAL INCOME	PER CAPITA
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
2012	14,500,000	1,076,277	315,627	-	15,891,904	0.54	154

WHITFIELD COUNTY, GEORGIA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
TEN YEAR SUMMARY
December 31, 2012

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
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%	$ -
2012	(EST) 103,359	$ 2,543,644,117	$ -	$ -	$ -	0.00%	$ -

Note:

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

WHITFIELD COUNTY, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2012

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Overlapping Debt			
Whitfield County Board of Education (1)	$ 47,795,000	100%	$ 47,795,000
City of Dalton Board of Education (2)	4,152,389	100%	4,152,389
City of Dalton (2)	5,183,418	100%	5,183,418
City of Tunnel Hill (3)	12,271	100%	12,271
Total Overlapping Debt			$ 57,143,078
County Direct Debt			
Whitfield County	$ 16,556,804	100%	16,556,804
Total County Direct Debt			16,556,804
Total Direct and Overlapping Debt			$ 73,699,882

Sources:

(1) Data provided by Whitfield County Board of Education Finance Office

(2) Data provided by City of Dalton Finance Office

(3) Data provided by City of Tunnel Hill Finance Office

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Whitfield County. Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the County's boundaries and dividing it by each unit's total assessed value. Entities are situated entirely within the geographic boundaries of the County.

WHITFIELD COUNTY, GEORGIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt limit	$337,949,473	$329,625,407	$ 334,645,648	$359,523,215	$363,557,066	$347,501,142	$323,574,992	$305,763,369	$294,042,016	$289,060,864
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$337,949,473	$329,625,407	$ 334,645,648	$359,523,215	$363,557,066	$347,501,142	$323,574,992	$305,763,369	$294,042,016	$289,060,864
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0.00%

Legal debt margin calculation for 2012

Assessed value of taxable property	$ 2,543,644,117
Add: exempt real property	835,850,611
Total assessed value of taxable property	3,379,494,728
Debt limit (10%) of total assessed value	$ 337,949,473
Debt applicable to limit	-
Legal debt margin	$ 337,949,473

WHITFIELD COUNTY, GEORGIA
DEMOGRAPHIC STATISTICS
TEN YEAR SUMMARY
December 31, 2012

CALENDAR YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
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%
2012	(EST) 103,359	$ 2,898,599,796	$ 28,044	10.6%

WHITFIELD COUNTY, GEORGIA
PRINCIPAL EMPLOYERS
December 31, 2012

2012			2003		
EMPLOYER	EMPLOYEES	PERCENT OF TOTAL EMPLOYMENT	EMPLOYER	EMPLOYEES	PERCENT OF TOTAL EMPLOYMENT
Shaw Industries, Inc.	7,517	19.67%	N/A	N/A	N/A
Mohawk Industries	6,015	15.74%	N/A	N/A	N/A
Beaulieu Group, LLC	2,056	5.38%	N/A	N/A	N/A
Whitfield Co. Schools	1,500	3.92%	N/A	N/A	N/A
Hamilton Medical Center	1,059	2.77%	N/A	N/A	N/A
Tandus	879	2.30%	N/A	N/A	N/A
Dalton City Schools	800	2.09%	N/A	N/A	N/A
Wal-Mart (Walnut Avenue)	750	1.96%	N/A	N/A	N/A
SHIROKI North America, Inc.	705	1.84%	N/A	N/A	N/A
J&J Industries, Inc.	665	1.71%	N/A	N/A	N/A

Source: Dalton-Whitfield Chamber of Commerce
N/A - Information not available

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

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General government	86	87	88	91	87	84	81	86	86	84
Judicial	60	54	61	60	60	64	78	82	84	82
Public safety	257	274	268	282	295	271	266	260	260	254
Public works	72	71	83	78	87	89	92	97	97	97
Culture and recreation	9	8	8	8	8	10	10	10	10	10
Housing and development	15	22	18	23	11	12	11	13	13	12
Total	499	516	526	542	548	530	538	548	550	539

Source: Whitfield County Human Resources Department

WHITFIELD COUNTY, GEORGIA
OPERATING INDICATORS BY FUNCTION

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General government										
Vehicle tags issued	98,865	111,075	102,294	98,117	94,835	103,173	103,580	100,997	100,453	95,508
Public safety										
E-911 calls	217,890	227,940	119,714	182,626	266,528	218,211	221,472	261,129	191,214	*
Fire/EMS service calls	5,110	5,108	5,031	4,985	4,962	5,158	5,051	4,911	4,710	4,732
Fire/EMS average response time (minutes)	5.4	6.6	6.2	6.5	5.9	6.0	5.9	5.8	5.2	4.9
Public works										
Miles of road resurfacing	20.7	31.2	37.7	26.3	54.2	46.5	43.7	71.3	54.4	52.8
Culture and recreation										
Number of program participants	3,848	3,639	2,802	3,196	3,042	3,668	3,901	3,743	3,722	3,865
Housing and development										
Building permits issued	389	368	360	298	372	530	665	671	626	594

Source: Department managers within each function
* Information not available

WHITFIELD COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General government										
County facilities	14	14	14	14	14	14	14	14	14	14
Public safety										
Fire stations	10	10	10	10	10	10	10	9	9	9
Public works										
Miles of roads	787	787	787	787	787	787	747	744	740	735
Culture and recreation										
County owned ball fields	14	14	14	14	14	14	14	14	14	14

Source: Department managers within each function

SPECIAL REPORTS

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

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

To the Board of Commissioners
Whitfield County, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the 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, 2012, and the related notes to the financial statements, which collectively comprise Whitfield County, Georgia's basic financial statements and have issued our report thereon dated May 29, 2013. Our report includes a reference to other auditors who 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 of the financial statements, we considered Whitfield County, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Whitfield County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Whitfield County, Georgia's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency described as 12-01.

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*.

Whitfield County, Georgia's Response to Findings

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

Purpose of this Report

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

Chrysan Thomas
CHRYSAN THOMAS
Certified Public Accountant

Dalton, Georgia
May 29, 2013

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Board of Commissioners
Whitfield County, Georgia

Report on Compliance for Each Major Federal Program

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, 2012, 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.

Management's Responsibility

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

Auditor's Responsibility

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

Opinion on Each Major Federal Program

In our opinion, Whitfield County, Georgia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

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

Report on Internal Control Over Compliance

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

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

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

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

Chrysan Thomas

CHRYSAN THOMAS
Certified Public Accountant

Dalton, Georgia
May 29, 2013

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2012

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 Justice**
Crime Victim Assistance Grant
CFDA #16.588

(b) **U.S. Department of the Treasury**
Federal Equitable Sharing
CFDA #21.000

(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, 2012

Financial Statement Findings

FS12-01 **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 year end. 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. We believe the hiring of an additional person in this area during 2013 to oversee the changes and relieve the workload will improve the accounting efficiency.

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2012

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	$ 9,239
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	59,883
U.S.Department of the Interior			
Payments in Lieu of Taxes	15.226	N/A	19,493
U.S.Department of Justice			
Passed through Georgia Council of Juvenile Court Judges			
Purchase of Services for Juvenile Program	16.523	JB-09ST-0004	7,500
Passed through Georgia Criminal Justice Coordinating Council			
ARRA-Crime Victim Assistance	16.588	C11-8-138	62,777
ARRA-Crime Victim Assistance	16.588	C12-8-146	19,902
Subtotal			82,679
Edward Byrne Memorial Justice Assistance	16.585	2010-DC-BX-0082	64,269
State Criminal Alien Assistance Program	16.606	2012-AP-BX-0235	34,128
JAG Program Cluster:			
Edward Byrne Memorial Justice Assistance	16.738	2010-DJ-BX-1146	30,885
Edward Byrne Memorial Justice Assistance	16.738	2011-DJ-BX-2079	22,667
Subtotal			53,552
ARRA- Edward Byrne Memorial Justice Assistance	16.803	B82-8-192	265
Total U.S. Department of Justice			242,393

WHITFIELD COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2012

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)	18,965
Metropolitan Transportation Planning	20.205	PL000-0009-00(806)	13,361
Subtotal			32,326
Metropolitan Transportation Planning	20.505	T004045	10,658
Metropolitan Transportation Planning	20.505	T004234	10,365
Subtotal			21,023
Federal Transit Formula Grants	20.507	T003430	34,775
Capital Improvement Assistance Grant	20.509	T003943	82,072
Capital Improvement Assistance Grant	20.509	T003559	154,117
Transit Operating Assistance Grant	20.509	T003891	98,411
Subtotal			334,600
Total U.S. Department of Transportation			422,724
U.S. Department of the Treasury			
Federal Equitable Sharing	21.000	FA1550000	344,292
U.S. Department of Homeland Security			
Passed Through Georgia Emergency Management Agency -			
Performance Partnership Agreement	97.042	OEM12-157	30,780
Subtotal			30,780
Homeland Security Grant Program	97.067	2010-SS-T0-0034	1,468
Homeland Security Grant Program	97.067	2011-SS-00081-S01	7,697
Subtotal			9,165
Total U.S. Department of Homeland Security			39,945
Total Federal Awards			$ 1,137,969

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
SCHEDULE OF EXPENDITURES FOR CONSTRUCTION PROJECTS FUNDED BY SPECIAL PURPOSE LOCAL OPTION SALES AND USE TAX
Year Ended December 31, 2012

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	$ 8,961,226	$ 546,269	$ 9,507,495	89%
2008 SPLOST:						
Road Improvement Program	$ 36,289,785	$ 36,289,785	$ 15,840,878	$ 4,810,007	$ 20,650,885	57%
City of Dalton Road Projects	11,710,215	11,710,215	2,957,991	956,118	3,914,109	33%
Total	$ 48,000,000	$ 48,000,000	$ 18,798,869 *	$ 5,766,125	$ 24,564,994	

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.

*NOTE - Additional expenditures of $127,265 on these projects came from other non-splost sources.

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