WALTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
JUNE 30, 2014

Prepared By:
The Walton County Finance Department

INTRODUCTORY SECTION

WALTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2014

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November 25, 2014

Honorable Chairman Kevin W. Little
Members of the Board of Commissioners
And the Citizens of Walton County, Georgia

State law, Official Code of Georgia 36-81-7, requires that all general purpose local governments publish within six months of the close of the fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Walton County, Georgia, for the fiscal year ended June 30, 2014.

This report consists of management's representations concerning the finances of Walton County, Georgia. Responsibility for both the accuracy of the presented date and completeness and the fairness of the presentation, including all disclosures, rests with the Government. To provide a reasonable basis for making these representations, management of Walton County has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Walton County's financial statements in accordance with GAAP. Because the cost of internal controls should not outweigh their benefits, Walton County's comprehensive framework of internal controls has been designed to provide reasonable assurance that the financial statements will be free from misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

Walton County's financial statements have been audited by Mauldin and Jenkins, LLC, a firm of licensed-certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Walton County for the fiscal year ended June 30, 2014, were free of material misstatement. The independent audit involving the examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements; assessing the accounting principles used by management; and evaluating the overall financial statement presentation.

Maudlin and Jenkins, LLC has issued an unmodified ("clean") opinion on Walton County's financial statements for the year ended June 30, 2014. The independent auditors' report is presented as the first component of the financial section of this report.

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

Profile of Walton County, Georgia

Walton County was created on July 15, 1818 from land held by the Cherokee and Creek Indians and was named for George Walton, a signer of the Declaration of Independence. The County is located 45 miles east of the City of Atlanta, and the City of Monroe is the County seat. The County comprises an area of approximately 330 square miles (89th is size out of 159 counties in Georgia) and had a 2010 census population of 83,768. The County is the 29th most populous Georgia County. The principal office of the County is located at 303 S. Hammond Drive, Monroe, Georgia, 30655.

Form of Government

The County is governed by a seven-member Board of Commissioners, which is comprised of a Chairman and six Board members. The six Commissioners are elected by district by the voters residing in each district to serve four-year terms. The commissioners are responsible for passing ordinances, adopting the budget, establishing tax rates, appointing the County Clerk, County Attorney, Department Heads and various committees. The Chairman of the Board is elected at large to serve a four-year term, presides at all meetings of the Board of Commissioners and manages the day-to-day affairs of the County. The Board of Commissioners has one regularly scheduled meeting each month to conduct normal business. Additional meetings are occasionally called for specific purposes.

County Services

Walton County provides a full range of services, including law enforcement and a detention facility that houses 433 inmates; fire protection in incorporated and unincorporated areas of the County, maintenance of streets, highways, bridges and other associated infrastructure; voter registration and elections; court system; tax assessment and tax collection; planning, zoning, and development; building inspections; water and sewerage services, solid waste collection and recycling; animal control; emergency management; ambulance service; E-911 service; and recreation and parks. The County provides services through legally separate component units that have been determined to meet the criteria for inclusion in the County's reporting entity. Walton County Health Department, Development Authority of Walton County, and The Partnership for Families, Children, and Youth are all component units of Walton County. Additional information on the legally separate entities can be found in the Notes to the Financial Statements.

The Budget Process

The annual budget serves as the foundation for Walton County's financial planning and control. The Chairman along with two Commissioners serve each year as the Budget Committee. Each constitutional officer, department head and agency representative meet with the Budget Committee to present their request and discuss their accomplishments, trends and needs. The Budget Committee reviews the requests and prepares a recommended budget. The recommended budget is presented by the Chairman of the Board of Commissioners to the full Board at the May meeting. The Board of Commissioner's hold public hearings on the proposed budget and adopts the final budget no later than June 30th the close of Walton County's fiscal year. The legal level of budgetary control is the department/fund level. Budgetary control is maintained using an encumbrance system.

Factors Affecting Financial Condition

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

Local Economy: Walton County is one of 159 counties in Georgia, and is part of the Atlanta-Sandy Springs-Marietta, GA Metropolitan Statistical Area (MSA) with 32,435 households. Medium household income increased over the last decade in Walton County has increased from $46,479 in 2002 to $53,341 in 2012 according to the latest figures available. The most recent data show 2014 unemployment rate of 6.9% a decrease from the 2013 unemployment rate of 8.6% an indicator of continued improvement in the local economy.

From an employment standpoint, Walton County is attractive to business and industry as evidenced by the Baxter Pharmaceutical breaking ground at Stanton Springs Industrial Park to local its latest plant which will provide approximately 1600 jobs when it opens in 2014. The largest General Mills Distribution Center in the southeast located in Social Circle. In additional to General Mills, Wal-Mart has a distribution center in Walton County which accounts for close to 1000 jobs combined. Other industries located in Walton County include Standridge Color Corporation, Solo Cup, Hitachi Automotive Systems Americas, Inc., Leggett and Platt, Minerva, and Tucker Door and Frame. Hitachi Automotive Systems expanded their Walton County facilities anticipating the creation of 250 new jobs. The diversity of the private sector employers protects the local economy from particular industry fluctuations. Close proximity to transportation hubs, such as the Atlanta airport and converging interstates 20, 75, 285, and 85, continue to make Walton County attractive to business and industry, looking to relocate from other areas of the state and outside the state.

In addition to production, manufacturing, warehousing and distribution, retail commerce and a variety of professionals are integral to Walton County's economy. Home Depot and Wal-Mart have large retail stores in the County. Walton County is the home of the Blue Willow Inn home of the world famous fried green tomatoes attracting tourists to Walton County. Walton County has several health care specialists and facilities. Walton County's proximity to University of Georgia, Perimeter College and Georgia Piedmont Technical College enhance the County's attractiveness to business and industry. Athens Technical College campus located in Monroe provides additional access to higher education for County residents.

Long Term Financial Planning: An unassigned fund balance in the general fund (46% of total general fund revenues) falls within the policy guidelines set by the Board of Commissioners for budgetary and planning purposes.

The County continued its partnership with the Walton County Board of Education to share a gas terminal to reduce the cost of gas and diesel for both the County and the Board of Education.

Capital Improvement Program

The County's Capital Improvement Program is used a guide for acquisition, construction and replacement of capital assets. Various departments develop plans specific to their functional areas provide additional guidance to the Board of Commissioners in allocating assets for capital projects.

Impact Fees: To better maintain adequate service levels within the County, Impact Fees are charged in accordance with Walton County Impact Fee Ordinance. These fees are designated to be used for capital improvement projects related to Fire, EMS, Sheriff, jail, library acquisitions, and the acquisition of park land and construction of recreation facilities needed to maintain the current level of service in the face of future growth. In 2012 the Walton County Board of Commissioners suspended impact fee collections to encourage building in the county.

SPLOST: In 2001 the County implemented the use of the 1% tax, the Special Purpose Local Option Sales Tax (SPLOST) as voted on by the citizens of Walton County. The SPLOST implemented in 2007 and 2013 is shared with the cities of Social Circle, Loganville, Monroe, Jersey, Walnut Grove, Between, and Good Hope. The SPLOST tax revenue in FY 2014 was $9.4 million.

The Comprehensive Annual Financial Report (CAFR) has been prepared following the guidelines recommended by the Governmental Finance Officers Association of the United States and Canada (GFOA). The County received the Certificate of Excellence in Financial Reporting for the 2011, 2012, and 2013 CAFR. We believe the data in this report is accurate and conforms to the standards of the GFOA program for the Certificate of Excellence in Financial Reporting and will submit this report to the GFOA for evaluation of eligibility for the Certificate for this fiscal year.

The preparation of the Comprehensive Annual Financial Report could not have been accomplished without the dedication of the staff in the Finance and Accounting Department of Walton County and the contributions of the Constitutional Officers, Department Heads and assistance of Mauldin and Jenkins, LLC. We wish to express our appreciation and cooperation to the Chairman of the Board of Commissioners, the Board of Commissioners, for their leadership and unfailing support in maintaining the highest standards of professionalism in management and sound financials of Walton County.

Respectfully submitted,

Linda J Hanna

Linda J Hanna
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Walton County

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

WALTON COUNTY, GEORGIA

Principal Officials

Board of Commissioners
June 30, 2014

Kevin W. Little	Chairman
Clinton Ayers	Commissioner District 1
Mark Banks	Commissioner District 2
Timmy Shelnut	Commissioner District 3
Lamar Palmer	Commissioner District 4
Jeremy Adams	Commissioner District 5
Kirklyn Dixon	Commissioner District 6

Kirby Atkinson, County Attorney

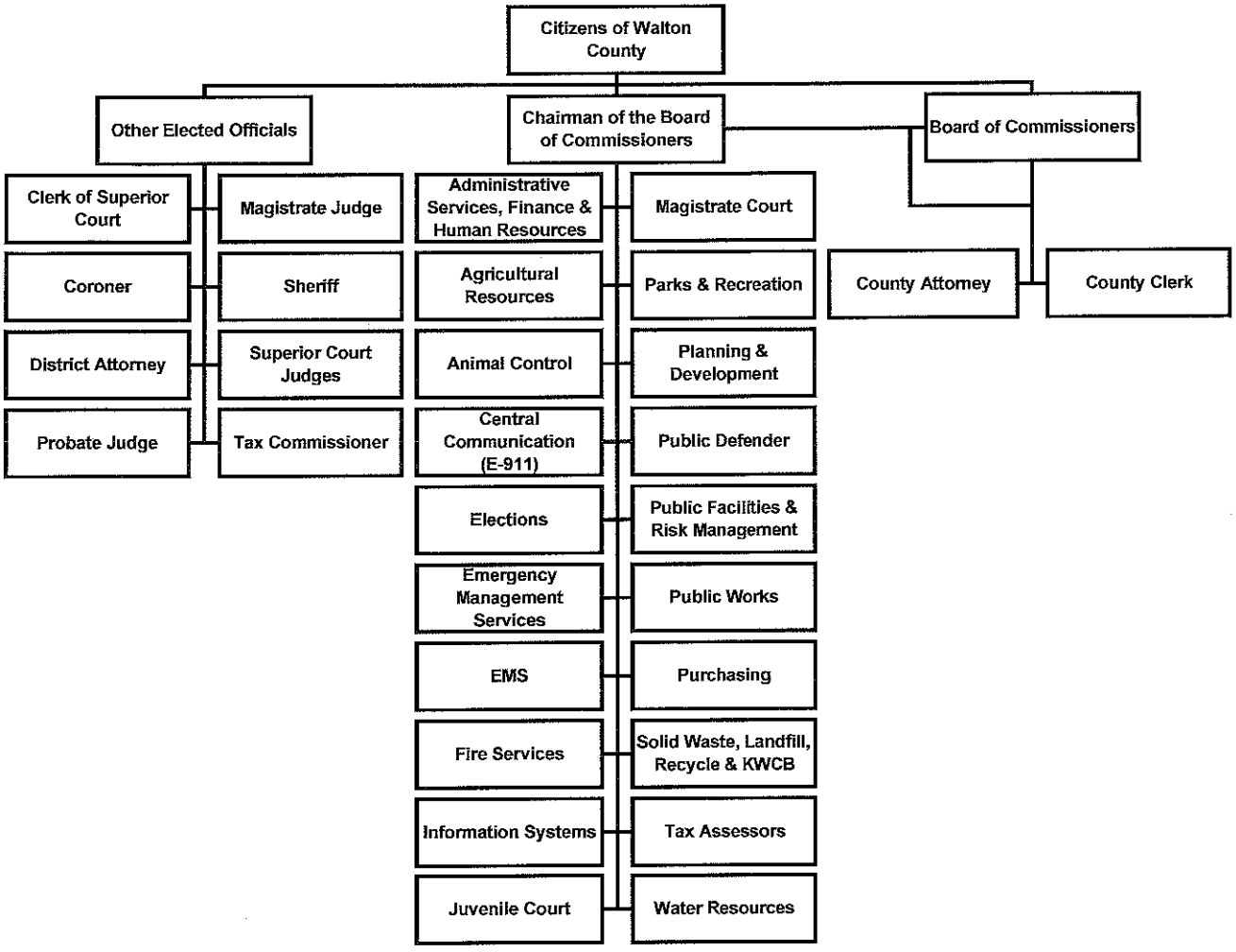
Leta Talbird, County Clerk

Other Elected Officials

Kathy Trost	Clerk of Superior Court
Joe Page	Coroner
Layla Zon	District Attorney
Mike Burke	Magistrate Judge
Bruce Wright	Probate Judge
Joe Chapman	Sheriff
John Ott	Superior Court Chief Judge
Eugene Benton	Superior Court Judge
Horace Johnson	Superior Court Judge
Samuel Ozburn	Superior Court Judge
Kendall Wynne, Jr.	Superior Court Judge
Derry Boyd	Tax Commissioner

WALTON COUNTY, GEORGIA

Organization Chart



FINANCIAL SECTION

MAULDIN & JENKINS

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
of Walton County, Georgia
Monroe, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of **Walton County, Georgia** (the "County"), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Walton County, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Walton County Health Department, which represents 20 percent, 19 percent, and 86 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Walton County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Walton County, Georgia as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 16), the budgetary comparison information (on pages 63 and 64), and schedules of funding progress (on page 65) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Walton County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules and the schedules of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-21, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2014, on our consideration of Walton County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
November 25, 2014

This section of Walton County's Comprehensive Annual Financial Report provides a narrative of Walton County's financial performance. The overview and analysis presented here are of the County's financial activities for the fiscal year ended June 30, 2014. Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts. Please read it in conjunction with the letter of transmittal at the front of this report and the County's financial statements, which begin on page 17 and the Notes to the Financial Statements, which begin on page 28.

FINANCIAL HIGHLIGHTS

- Walton County's total assets and deferred outflows of resources exceeded total liabilities by $220.2 (net position). Total net position for governmental activities was $137.8 million; total net position for business-type activities was $82.4 million.
- Total combined revenues for governmental and business-type activities were $74.5 million, an increase of approximately $4 million from the prior fiscal year. Program revenue accounted for $ $25.6 million, while general revenue amount to $49.0 million.
- Overall expenses were $64.3 million, of which governmental activities were $52.7 million and business-type activities were $11.6 million. Total expenses increased approximately $1.9 million from the previous fiscal year primarily in the areas of public safety and water and sewerage.
- SPLOST III collections began in 2013. The actual FY 2014 sales tax collections of $9.4 million for this capital improvement program were slightly less than anticipated.
- Outstanding Debt associated with governmental activities increased by 6%, from $7.9 million in the prior year to $8.4 million at the close of FY 2014 with the addition of a capital lease for heavy equipment in Public Works. Outstanding Debt associated with business type activities increased by 11%, from $84.8 million in the prior year to $94.4 million at the close of FY 2014 with the addition of a GEFA loan for the Hard Labor Creek Reservoir.
- The unassigned fund balance of $21.4 million in the General Fund is an increase of approximately $1.8 million over the prior fiscal year.
- The County maintained its A+ revenue bond rating from Standard and Poor's rating service.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Government-Wide financial statements, the Statement of Net Position and the Statement of Activities (on pages 17 and 18), provide information about the activities of the County as a whole and present a longer-term view of the County's finances. The Statement of Net Position presents information on all of the County's assets and deferred outflows of resources and liabilities, with the difference between these amounts reported as net position. The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. The governmental fund financial statements start on page 19. For governmental funds, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. The remaining statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the government.

Government-wide Reporting:

The *Statement of Net Position* and the *Statement of Activities*

Our analysis of the County as a whole begins on page 7. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the current year's activities?" The *Statement of Net Position* and the *Statement of Activities* report information about the County as a whole and about its activities in a way that helps answer this question. These statements include *all* assets, deferred outflows of resources and liabilities using the *accrual basis of accounting,* which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net position and changes in them. You can think of the County's net position—the difference between assets and deferred outflows and liabilities and deferred inflows—as one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net position are indicators of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the County's property tax base and the condition of the County's roads, to assess the overall well-being of the County.

In the *Statement of Net Position* and the *Statement of Activities*, we divide the County into three kinds of activities:

- *Governmental activities*—Most of the County's basic services are reported here, including the public safety, public works, judicial, planning, development, and parks departments, as well as general administration. Property taxes, fees, fines, and state and federal grants finance most of these activities.
- *Business-type activities*—The County charges a fee to customers to help it cover the cost of certain services it provides. The County's Emergency Medical Services, Water & Sewerage, Solid Waste and Recycling Operations are reported here.
- *Component units*—The County includes five separate legal entities in its report—the Walton County Development Authority, the Walton County Commission on Children & Youth, the Walton County Health Department, the Walton County Water and Sewerage Authority, and the Walton County Public Purpose Corporation. Although legally separate, these "component units" are important because the County is either financially accountable, or may maintain control by means of appointments to the governing boards of these organizations. The Walton County Water and Sewerage Authority is a blended component unit reported as part of the County's Water & Sewer Fund, and the Walton County Public Purpose Corporation is reported as a special revenue fund. Financial information for the County's other three component units are found beginning on page 26.

Reporting the County's Most Significant Funds

Fund Financial Statements

Our analysis of the County's major funds begins on page 11. The fund financial statements begin on page 19 and provide detailed information about the most significant funds—not the County as a whole. Some funds are required by State law and by bond covenants. However, the County establishes other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants received from the U.S. Department of Justice). The County's funds—*governmental, proprietary and fiduciary*—use different accounting approaches.

- *Governmental funds*—Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial* assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between government-wide information (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental fund information in reconciliations on pages 19 and 20, and page 21, respectively.

- *Proprietary funds*—When the County charges customers for the services it provides—whether to outside customers or to other units of the County—these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the *Statement of Net Position* and the *Statement of Activities.* In fact, the County's enterprise funds (a type of proprietary funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. The County's Employee Benefits and Worker's Compensation Funds, used to pay for health care and worker's compensation claims, are included in the proprietary fund group as internal service funds. The proprietary fund statements begin on page 22.

The County as Trustee

Reporting the County's Fiduciary Responsibilities

- *Fiduciary funds*—these funds are used to account for assets held for others. All of the County's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities on page 25. These agency funds' balances are due to others as of the fiscal year end. We exclude these activities from the County's other financial statements because the County cannot use these assets to finance its operations.

THE COUNTY AS A WHOLE

NET POSITION:

Net position may, over time, serve as an indicator of a government's financial condition. Walton County's total assets and deferred outflows of resources exceeded total liabilities by $220.2 million (net position). Total net position for governmental activities was $137.8 million; total net position for business type activities was $82.4 million.

Net Position
($ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government Activities	
	2014	2013	2014	2013	2014	2013
Assets						
Current and other assets	$ 40,201	$ 32,858	$ 35,205	$ 30,648	$ 75,406	$ 63,506
Restricted assets	2,038	4,121	16,286	17,740	18,324	21,861
Capital assets	109,287	110,605	130,252	114,912	239,539	225,517
Total assets	151,526	147,584	181,743	163,300	333,269	310,884
Deferred charges on refuding	-	-	1,389	1,208	1,389	1,208
Total deferred outflows of resources	-	-	1,389	1,208	1,389	1,208
Liabilities						
Long-term liabilites	11,136	10,776	94,708	85,089	105,844	95,865
Other liabilities	2,579	2,880	5,969	3,303	8,548	6,183
Total liabilities	13,715	13,656	100,677	88,392	114,392	102,048
Net position						
Net investment in capital assets	100,877	102,657	46,027	43,139	146,904	145,796
Restricted	13,816	9,448	6,192	5,591	20,008	15,039
Unrestricted	23,118	21,823	30,236	27,386	53,354	49,209
Total net position	$ 137,811	$ 133,928	$ 82,455	$ 76,116	$ 220,266	$ 210,044

CHANGES IN NET POSITION:

The County's total net position increased from Fiscal Year 2013 by $10.2 million or 4.8%, which consisted of an increase of $3.8 million or 2.9% in governmental activities and an increase of $6.3 million or 8.3% in business-type activities. Increases in net position for governmental activities resulted primarily from increase in the TAVT tax and sales tax collections collected for future SPLOST capital projects. Increases in water rates and capital contributions contributed to the net increase in the total net position of the business-type activities.

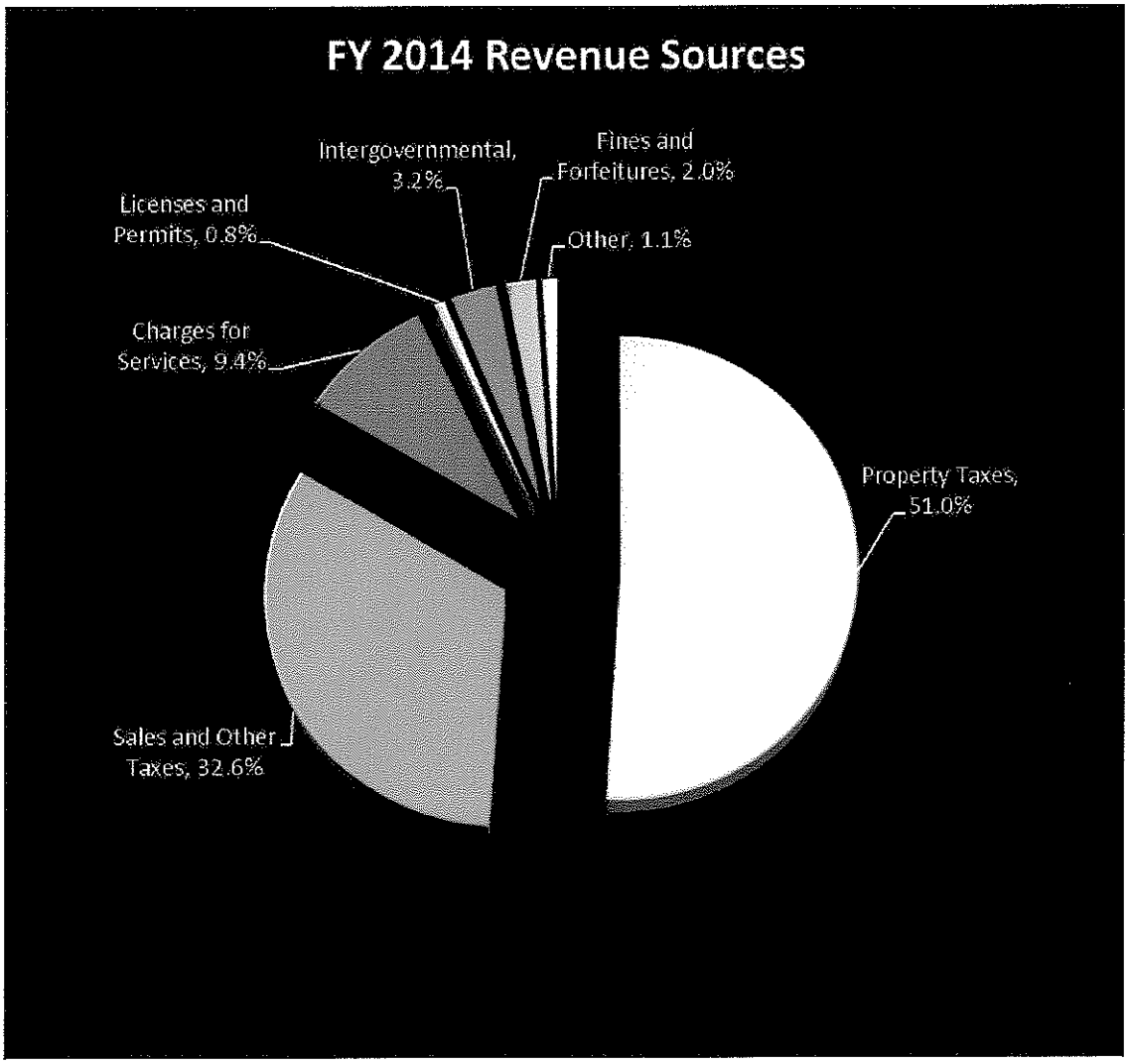
Changes in Net Position
($ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Revenues						
Program revenues:						
Charges for services	$ 7,657	$ 8,053	$ 11,689	$ 11,563	$ 19,346	$ 19,616
Operating grants and contributions	1,843	1,670	-	-	1,843	1,670
Capital grants and contributions	79	241	4,351	902	4,430	1,143
General revenues:						
Property taxes	29,879	28,854	-	-	29,879	28,854
Sales taxes and other taxes	19,038	19,303	-	-	19,038	19,303
Unrestricted investment earnings	44	54	16	20	60	74
Total revenues	58,540	58,175	16,056	12,485	74,596	70,660
Expenses						
General government	7,545	6,941	-	-	7,545	6,941
Judicial	5,103	4,908	-	-	5,103	4,908
Public safety	22,042	21,166	-	-	22,042	21,166
Public works	11,427	11,594	-	-	11,427	11,594
Health and welfare	1,120	1,049	-	-	1,120	1,049
Culture and recreation	3,777	3,549	-	-	3,777	3,549
Housing and development	1,340	1,289	-	-	1,340	1,289
Interest on long-term debt	430	611	-	-	430	611
EMS	-	-	2,817	2,717	2,817	2,717
Water and sewer	-	-	7,624	7,538	7,624	7,538
Solid waste	-	-	1,149	1,059	1,149	1,059
Total expenses	52,784	51,107	11,590	11,314	64,374	62,421
Income before transfers	5,756	7,068	4,466	1,171	10,222	8,239
Transfers	(1,873)	(1,446)	1,873	1,446	-	-
Change in net position	3,883	5,622	6,339	2,617	10,222	8,239
Net position beginning of year	133,928	128,306	76,116	73,499	210,044	201,805
Net position end of year	$ 137,811	$ 133,928	$ 82,455	$ 76,116	$ 220,266	$ 210,044

Total expenses for governmental activities increased from $51 million in Fiscal Year 2013 to $53 million in Fiscal Year 2014 due primarily to a 5% cost of living adjustment for the County's employees. Walton County's total revenue was $74.5 million for FY 2014 an increase of $3.9 million from Fiscal Year 2013.

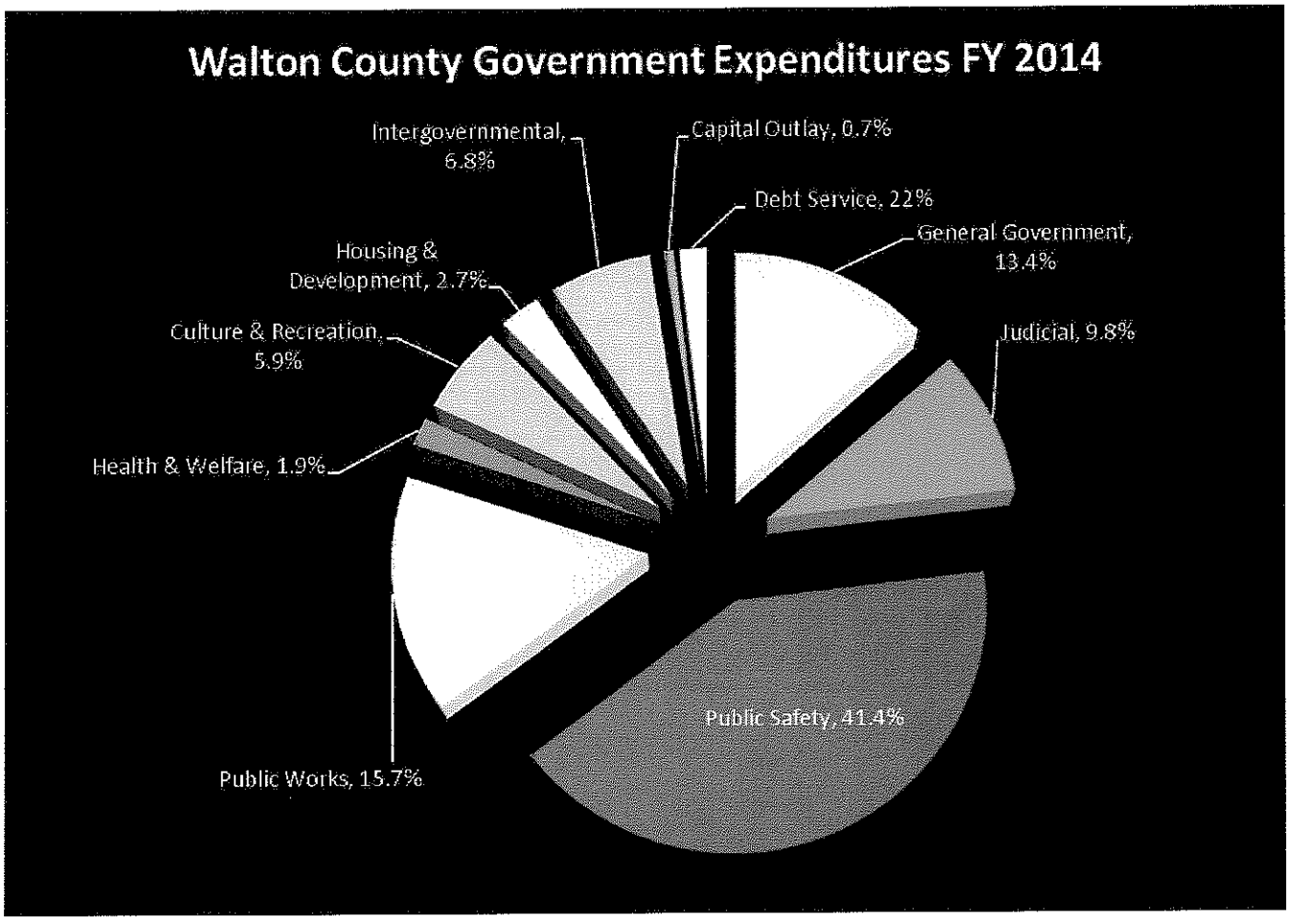
Revenues for business-type activities increased 28% due to increase in capital grants and contributions in the form of GEFA funding from the State of Georgia water program. Total business-type expenses increased only slightly in all funds due primarily to the 5% cost of living adjustment for employees offset by reductions in spending in other areas.

As can be seen from the chart below, approximately 83.6% of the County's combined total revenue from Governmental Activities was provided by taxes. Property taxes accounted for 51% while sales taxes and other taxes account for 32.6% of the County's governmental activities general revenues. Property Taxes as a percent of the County's total revenue increased 3.5% from the prior year collections due primarily to the increase in TAVT tax on vehicles and some real growth in the digest. The County charges fees for services for a variety of services including recreation, housing stray animals, disposal of non-recyclables, providing certified copies of documents, issuing building permits, decreased 5.5% from the prior year due primarily in a decrease in revenue in Parks and Recreation tournament related revenues. Additionally, the Courts (Superior, Probate, Magistrate, & Juvenile) impose fines for violations of laws and ordinances which remained close to the prior year



The County's major expense, ensuring public safety, increased slightly by 4.1% as compared to the prior year to 41.8% of the total governmental expenses as increases in personnel costs were offset by cost cutting measures implemented by department heads along with increase in E911 telephone fees collected. Public Safety includes law enforcement, jail operations, fire protection, E-911, coroner, animal control, and emergency management.

The County continually assesses the condition of its infrastructure and engages in systematic preventive maintenance as well as improvements on the 709 miles of county-maintained roads. The County was able to rebuild Mt. Carmel Church Road bridge and resurface 23.47 miles of roads in FY 2014, 4.96 fewer than the miles of roads resurfaced in the prior fiscal year. Resurfacing costs were expensed in the Public Works Program, which decreased from the prior year to 21.6% of total governmental expenses in FY 2014 due primarily to reduction in funds for road repairs and maintenance projects.



The General Fund subsidized EMS $1,243,067 up approximately 45% from FY 2013 and Solid Waste $426,106 which is down 15% from FY 2013.

THE COUNTY'S FUNDS

Walton County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The objective of the County's governmental funds is to provide information on short-term activity and balances of spendable resources. Such information is useful in assessing the County's financial requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. It should be noted, however, that the County's major revenue source—property taxes on real property—are only received once a year, approximately six months after the close of the fiscal year. The fund balance in conjunction with projected other revenues at the close of any fiscal year should be large enough to provide adequate financial resources until the next fiscal year's property taxes are received.

The County ended Fiscal Year 2014 with a combined fund balance of $36.29 million for governmental funds including $11 million restricted for capital projects and $3.2 million in restricted and committed in the Special Revenue and Debt Service Funds.

Major Funds:

General Fund

The General Fund is the operating fund of the County. At the end of Fiscal Year 2014, the unassigned fund balance was $21.4 million up from Fiscal Year 2013, a 9% increase. As a measure of liquidity, it may be useful to compare the unassigned fund balance to the sum of total expenditures for the General Fund and total other financing uses. The unassigned General Fund balance represents 47% of that total, up from the previous year.

The fund balance in the general fund increased approximately $1.7 million during FY 2014. Revenues from property and sales taxes provide the bulk of General Fund revenue which increased approximately 2%, while total revenues increased by approximately 3% over FY 2013. Expenditures increased by $3.2 million due primarily to increased personnel cost including additional staff and cost of living adjustment along with capital purchases that had been postponed in the prior fiscal year. Walton County was able to meet public safety needs, expansion of parks and recreation facilities and services, along with repair and maintenance of the Counties roads and bridges. In an effort to be good stewards of taxpayers' funds, County offices continued to make concerted efforts to improve efficiencies in providing necessary services. Additional information about the General Fund can be found in the Budgetary Comparison Schedule.

Special Local Option Sales Tax (SPLOST III) Capital Projects Fund

The imposition of a 1% Special Local Option Sales Tax beginning on January 1, 2002, raised $9.4 million in FY2014.

SPLOST III Fund was established for the proceeds of the special six-year one cent sales tax and projects approved by voters on November 8, 2011 to commence January 1, 2013 to raise an estimated $60 million for capital projects for the County and the Cities of Monroe, Loganville, Social Circle, Walnut Grove, Good Hope, Jersey, and Between. To date SPLOST III sales tax has raised approximately $14.1 million.

Additional information on the SPLOST Capital Projects Fund can be found in the Schedule of Projects Constructed with SPLOST Funds.

In FY 2014 several capital projects were funded with SPLOST funds. The County completed construction of the Road and Bridge projects, renovation on the old court house began, and land was purchased for a new fire station.

Non-Major Governmental Funds

Liabilities in the non-major governmental funds were approximately $431,830, and the fund balance was approximately $6 million as of the year ended June 30, 2014 a decrease from the prior fiscal year as the County continued to use 2001 and 2007 SPLOST monies for projects. The non-major governmental fund totals are a combination of the following special revenue funds and capital projects funds:

Special Revenue Funds

The County uses special revenue funds to account for the collection and disbursement of revenues that are legally restricted or committed to expenditures for specific purposes. Included in this classification are:

- Law Library Fund
- Forfeited Drug Seizure Fund
- Inmate Phone Fund
- E911 Fund
- Clerk's Authority Fund
- Juvenile Supplemental Services Fund
- Multiple Grant Fund
- Sheriff's Programs Fund
- Drug Abuse Treatment & Education Fund
- DARE Program Fund
- Crime Victim's Assistance Fund
- Seized Drug Fund
- Inmate Commissary Fund
- DA Forfeiture Fund
- Forfeited Federal Drug Fund
- Walton County Public Purpose Corporation

Capital Projects Funds

The governmental capital projects funds are used to account for the acquisition and construction of major capital facilities, other than those financed by proprietary funds: 2001 SPLOST, 2007 SPLOST, and Impact Fee funds.

The Walton County Board of Commissioners suspended the collection of Impact Fees during FY 2012 to help stimulate development. In FY2014, of the funds accumulated earnings, $59,340 was made available to the Uncle Remus Library System for the purchase of library materials in the cities of Monroe, Social Circle, Loganville, and Walnut Grove.

Proprietary Funds

The County reports three enterprise funds activities as proprietary funds: Solid Waste and Recycling Operations, Emergency Medical Services, and Water and Sewer Operations. The County began providing Emergency Medical Services on July 1, 2001 and began water operations in 2007 with the acquisition of the Water Authority.

In the EMS Fund, operating revenues decreased by approximately 12%, resulting from a decrease in ambulance fee collections and reduction in grants, while expenses increased approximately 4% from the prior year primarily from increased cost of equipment and drugs. In the Solid Waste Fund, revenues increased by approximately 17%, due primarily to an increase in charges for land fill use fees resulting from an increase in construction in the County, while expenses increased approximately 8% from the prior year. Capital Assets, net of depreciation, decreased slightly for Solid Waste due to aging vehicles and equipment while EMS Fund capital assets increased due to the purchase of an ambulance. The Water and Sewer Fund realized an operating income of $2.6 million in FY 2014, slightly more than FY 2013 as a result of rate increase.

More detailed information about the County's proprietary funds can be found beginning on page 22.

The County's two internal service funds for employee health care and worker's compensation claims had combined assets of $2.4 million, liabilities of $1.1 million, and unrestricted net position of $1.2 million.

Fiduciary Funds

These agency funds are used to account for resources held for the benefit of parties outside the government; therefore assets are equal to liabilities. Additional information is available on pages 93-95 of the Combining and Individual Fund Statements and Schedules Section. We exclude these activities from the County's other financial statements because the County cannot use these assets to finance its operations. The County is responsible for ensuring that the assets reported in these funds are used for the intended purposes.

GENERAL FUND BUDGETARY HIGHLIGHTS

The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level. The most significant budget is that of the General Fund. The County's final General Fund revenue and expenditure budgets for FY 2014 reflect a net increase of approximately $1.9 million over FY 2013.

Few significant budget amendments were made to expenditures in FY 2014. Most budget amendments were related to public safety.

As previously noted, at the end of Fiscal Year 2014, revenues exceeded expenditures resulting in a $1.8 million increase in fund balance for the General Fund. The Board of Commissioners exerts considerable control over expenditures during the course of the fiscal year and continually seeks more efficient and cost effective means for providing services to the citizens of Walton County.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2014 amounted to $240 million, net of accumulated depreciation. This investment in capital assets includes land, site improvements, construction-in-progress, buildings and building improvements, equipment, and infrastructure. Total capital assets, net of additions, retirements and depreciation, decreased by $1.3 million for governmental activities and increased approximately $15.3 million for business-type activities due additional construction in progress for reservoir land purchases. Additional information on Capital Assets can be found in Note 6 of the Notes to the Financial Statements.

Major capital asset activities in 2014 were:

- $7,000 for copier in Board of Commissioners office
- $19,567 for SUV in Risk Management
- $8,828 for copier in District Attorney's office
- $366,078 for 12 patrol cars and 3 trucks for 12 Sheriff's office
- $72,855 for x-ray scanner, 2 intoxilysers, cameras, and a drug dog for the Sheriff's office
- $69,382 for 2 vans at the Jail
- $112,927 for 4 Fire Department trucks
- $278,254 for a pumper truck in Fire Department
- $17,303 land for Fire Station
- $20,544 for Animal Control vehicle
- $33,056 for 2 trucks in Planning and Zoning
- $255,691 for 2 dump trucks in Public Works
- $792,750 Public works heavy equipment including a gradall, motor grader, and skidsteer
- $659,414 for replacing Mt. Carmel Church Road bridge
- $33,663 fencing for Court House and Diversion Center at the Jail
- $85,010 for storage arrays and software in IT
- $328,864 for mowers and fitness equipment in Parks and Recreation
- $44,236 for 2 trucks in Parks and Recreation
- $30,653 for van in County Extension Office

Long-term Debt

As of June 30, 2014, Walton County had no outstanding general governmental debt principal. The remaining governmental long-term debt is comprised of waterline and reservoir agreements with Newton County, capital leases on equipment and DFCS building, and Walton County's share of the Four County Industrial Development Authority bond issue.

Water and Sewer Fund outstanding bond debt decreased slightly from $82 million to $81 million in FY 2014. Notes payable increased $11 million as GEFA funds were drawn down for the Hard Labor Creek Reservoir project. The Water and Sewer Debt is comprised of four bond issues including $60.52 million for the Hard Labor Creek Reservoir project, $4.5 million for Series 2011, and $16 million for Series 2013 Water Revenue Bonds.

Additional information about the County's long-term debt can be found in Note 8 of the *Notes to the Financial Statements*.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Board of Commissioners sets rigorous standards for sound financial management of the County, regularly considering the needs of the community in light of the costs to provide for those needs and the various sources of funding available. The Board of Commissioners approved a cost of living increase in the FY 2014 budget due to the continued slow economy.

The Board of Commissioners annually adopts a balanced budget, sets the millage rate to provide general revenues to cover the costs of all county programs that are not covered by specific program revenues, maintains an adequate unassigned general fund balance, and adopts financial policies to enhance the ability to maintain a safe and sound financial structure for the County.

The County's elected and appointed officials considered many factors when setting the fiscal-year 2015 fund budgets and tax rates. One of those factors was the economy. Economic activity in Walton County followed regional and national trends, slowing toward the end of the fiscal year compared to previous years. Retail sales and related taxes increased slightly during the year. As development occurred, the tax digest increased, and the County was able to maintain satisfactory levels of service to its citizens and hold the property tax revenue stable.

The Commissioners actively participate in regional planning with State and Federal agencies, neighboring counties and the counties in the Atlanta metropolitan area, as well as with the municipalities within the County to maximize services to our citizens and minimize the costs of providing those services. Local governments, the Walton County Development Authority, and the Walton County Chamber of Commerce work together to develop and expand business and industry in Walton County. Also, the Joint Development Authority, a four-county regional technology park – Stanton Springs, provides a venue for future growth of business and industry in the area.

Future growth will undoubtedly bring increased demands on existing infrastructure, water supply, wastewater treatment, and solid waste disposal. The County pursued the reorganization of the Walton County Water and Sewage Authority, approved by the State of Georgia Legislature on April 15, 2005, in order to plan and secure the future water service and supply requirements for the Citizens of Walton County. The County staff is working with engineers to determine the best capital improvement plan and financial projections for land acquisition, water distribution and transmission, and wastewater collection and treatment. The Hard Labor Creek reservoir project, a joint venture between Walton County, Oconee County, and the Walton County Water Authority moved forward with additional land purchases and significant construction on the bridge, dam, spillway, intake, and road relocation.

The Board of Commissioners is dedicated to planning and preparing for growth. The Comprehensive Land Use plan revision of 2004 is one of the tools utilized by the Board to ensure that the needs and concerns of the citizens of Walton County are met. The Board updates the Comprehensive Land Use Plan annually.

The Board of Commissioners was able to partner with Walnut Grove to development on a sewerage treatment plant to facilitate economic development which broke ground in Fiscal Year 2014. Stanton Springs Industrial Park secured Baxter International, Inc. to build a state of the art $1 billion facility in the park. Baxter estimates it will employ over 1,500 full time employees when it begins production in 2018. A few small businesses and restaurants opened in Walton County. Walton County completed replacing Mt Carmel Church Road bridge. Planning and Development Department reports an increase in building permits over the prior fiscal year.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Walton County Finance Department, at 303 South Hammond Drive, Suite 333, Monroe, Georgia 30655.

WALTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2014

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
ASSETS				
Cash and cash equivalents	$ 35,214,568	$ 7,773,908	$ 42,988,476	$ 1,192,475
Investments	964,382	1,449,337	2,413,719	-
Accounts receivable, net of allowances	1,199,705	1,120,099	2,319,804	84,523
Interest receivable	-	1,652	1,652	-
Due from other governments	1,375,992	2,628,102	4,004,094	-
Due from primary government	-	-	-	14,406
Internal balances	363,119	(363,119)	-	-
Inventories	275,231	218,078	493,309	-
Prepaid items	376,669	16,717	393,386	56
Restricted cash and cash equivalents	2,038,465	16,286,129	18,324,594	-
Net pension asset	431,876	-	431,876	-
Long-term intergovernmental receivable	-	22,360,497	22,360,497	-
Capital assets				
Nondepreciable	22,690,876	82,209,197	104,900,073	4,320,511
Depreciable, net of accumulated depreciation	86,595,699	48,042,476	134,638,175	62,209
Total assets	151,526,582	181,743,073	333,269,655	5,674,180
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	-	1,389,264	1,389,264	-
Total deferred outflows of resources	-	1,389,264	1,389,264	-
LIABILITIES				
Accounts payable	2,155,118	3,483,371	5,638,489	8,105
Accrued liabilities	76,975	1,577,060	1,654,035	2,775
Unearned revenue	37,019	-	37,019	-
Due to other governments	295,951	-	295,951	-
Due to component unit	14,406	-	14,406	-
Customer deposits payable	-	908,137	908,137	-
Capital leases due within one year	420,458	-	420,458	-
Capital leases due in more than one year	6,008,134	-	6,008,134	-
Contracts payable due within one year	241,446	-	241,446	-
Contracts payable due in more than one year	1,739,839	-	1,739,839	-
Notes payable due in more than one year	-	12,008,382	12,008,382	-
Bonds payable due within one year	-	3,230,000	3,230,000	-
Bonds payable due in more than one year	-	79,223,643	79,223,643	-
Compensated absences due within one year	1,047,341	138,058	1,185,399	23,332
Compensated absences due in more than one year	288,897	85,270	374,167	68,050
Claims payable due within one year	929,567	-	929,567	-
Claims payable due in more than one year	217,536	-	217,536	-
Landfill postclosure care costs due within one year	-	5,747	5,747	-
Landfill postclosure care costs due in more than one year	-	17,241	17,241	-
OPEB liability due in more than one year	242,567	-	242,567	-
Total liabilities	13,715,254	100,676,909	114,392,163	102,262
NET POSITION				
Net investment in capital assets	100,876,698	46,026,963	146,903,661	4,382,720
Restricted for:				
Judicial	606,500	-	606,500	-
Public safety	292,550	-	292,550	-
Health and welfare	162,952	-	162,952	-
Capital projects	11,077,033	-	11,077,033	-
Debt service	1,677,088	6,192,221	7,869,309	-
Unrestricted	23,118,507	30,236,244	53,354,751	1,189,198
Total net position	$ 137,811,328	$ 82,455,428	$ 220,266,756	$ 5,571,918

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

WALTON COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
					Primary Government			
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Component Units
Primary government:								
Governmental activities:								
General government	$ 7,544,512	$ 2,437,336	$ 12,707	$ -	$ (5,094,469)	$ -	$ (5,094,469)	$ -
Judicial	5,103,372	1,134,256	110,241	-	(3,858,875)	-	(3,858,875)	-
Public safety	22,042,121	1,860,616	897,205	39,971	(19,244,329)	-	(19,244,329)	-
Public works	11,427,164	1,202,297	704,829	39,472	(9,480,566)	-	(9,480,566)	-
Health and welfare	1,120,392	142,837	45,000	-	(932,555)	-	(932,555)	-
Culture and recreation	3,777,098	637,794	55,000	-	(3,084,304)	-	(3,084,304)	-
Housing and development	1,340,283	241,762	17,517	-	(1,081,004)	-	(1,081,004)	-
Interest on long-term debt	429,738	-	-	-	(429,738)	-	(429,738)	-
Total governmental activities	52,784,680	7,656,898	1,842,499	79,443	(43,205,840)	-	(43,205,840)	-
Business-type activities:								
EMS	2,816,638	1,627,209	-	-	-	(1,189,429)	(1,189,429)	-
Water and sewer	7,624,238	9,368,106	-	4,351,075	-	6,094,943	6,094,943	-
Solid waste	1,148,966	693,239	-	-	-	(455,727)	(455,727)	-
Total business-type activities	11,589,842	11,688,554	-	4,351,075	-	4,449,787	4,449,787	-
Total primary government	$ 64,374,522	$ 19,345,452	$ 1,842,499	$ 4,430,518	(43,205,840)	4,449,787	(38,756,053)	-
Component units	$ 2,172,018	$ 683,226	$ 1,437,205	$ -	-	-	-	(51,587)
		General revenues:						
		Property taxes			29,879,162	-	29,879,162	-
		Sales taxes			15,517,559	-	15,517,559	-
		Insurance premium taxes			2,614,308	-	2,614,308	-
		Business taxes			686,228	-	686,228	-
		Alcoholic beverage taxes			219,998	-	219,998	-
		Unrestricted investment earnings			44,367	16,398	60,765	3,679
		Gain on sale of capital assets			-	-	-	3,426
		Transfers			(1,872,612)	1,872,612	-	-
		Total general revenues and transfers			47,089,010	1,889,010	48,978,020	7,105
		Change in net position			3,883,170	6,338,797	10,221,967	(44,482)
		Net position, beginning of year			133,928,158	76,116,631	210,044,789	5,616,400
		Net position, end of year			$ 137,811,328	$ 82,455,428	$ 220,266,756	$ 5,571,918

The accompanying notes are an integral part of these financial statements

WALTON COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

	General	2013 SPLOST	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	$ 22,198,961	$ 7,967,596	$ 3,741,395	$ 33,907,952
Restricted cash and cash equivalents	-	-	2,038,465	2,038,465
Investments	-	-	55,801	55,801
Accounts receivable, net	924,630	-	274,316	1,198,946
Due from other governments	532,366	786,041	57,585	1,375,992
Due from other funds	664,736	-	65,091	729,827
Prepaids	32,590	-	233,046	265,636
Inventory	275,231	-	-	275,231
Total assets	$ 24,628,514	$ 8,753,637	$ 6,465,699	$ 39,847,850
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 1,942,473	$ 25,917	$ 184,031	$ 2,152,421
Accrued liabilities	-	-	40,564	40,564
Unearned revenue	-	-	37,019	37,019
Due to other funds	119,842	-	121,873	241,715
Due to other governments	-	262,014	33,937	295,951
Due to component units	-	-	14,406	14,406
Total liabilities	2,062,315	287,931	431,830	2,782,076
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - taxes	760,668	-	-	760,668
Unavailable revenue - intergovernmental	-	-	13,983	13,983
Total deferred inflows of resources	760,668	-	13,983	774,651
FUND BALANCES				
Fund balances:				
Nonspendable:				
Prepaid items	32,590	-	233,046	265,636
Inventory	275,231	-	-	275,231
Restricted for:				
Judicial	-	-	606,500	606,500
Public safety	-	-	292,550	292,550
Health and welfare	-	-	162,952	162,952
Capital projects	-	8,465,706	2,611,327	11,077,033
Debt service	-	-	1,677,088	1,677,088
Committed to:				
Inmate needs	-	-	231,841	231,841
Sheriff's expenditures	-	-	218,305	218,305
Unassigned (deficit)	21,497,710	-	(13,723)	21,483,987
Total fund balances	21,805,531	8,465,706	6,019,886	36,291,123
Total liabilities, deferred inflows of resources, and fund balances	$ 24,628,514	$ 8,753,637	$ 6,465,699	

Amounts reported for governmental activities in the statement of net position are different because	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	109,286,575
Deferred inflows of resources are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	774,651
Net pension asset is not a financial resource used in governmental fund activities and is therefore not reported in governmental funds.	431,876
Net other post employment benefit obligation is not a financial liability in governmental fund activities and is therefore not reported in governmental funds.	(242,567)
Internal service funds are used by management to charge the costs of health benefits and workers compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	1,052,196
Certain long-term liabilities are not due and payable in the current period and are therefore not reported in the funds.	(9,782,526)
Net position of governmental activities	$ 137,811,328

The accompanying notes are an integral part of these financial statements

WALTON COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	General	2013 SPLOST	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Taxes	$ 39,551,533	$ 9,405,434	$ -	$ 48,956,967
Licenses and permits	439,796	-	-	439,796
Intergovernmental	1,025,270	-	843,128	1,868,398
Charges for services	3,867,247	-	1,681,272	5,548,519
Fines and forfeitures	971,030	-	224,717	1,195,747
Interest income	39,026	-	8,498	47,524
Contributions	97,936	-	13,182	111,118
Other revenues	422,103	-	42,313	464,416
Total revenues	46,413,941	9,405,434	2,813,110	58,632,485
Expenditures				
Current:				
General government	6,843,976	56,150	6,273	6,906,399
Judicial	4,674,923	-	357,492	5,032,415
Public safety	19,058,008	-	2,281,486	21,339,494
Public works	7,206,692	640,977	272,553	8,120,222
Health and welfare	790,343	-	187,611	977,954
Culture and recreation	3,053,233	-	4,135	3,057,368
Housing and development	1,379,526	-	-	1,379,526
Intergovernmental	-	3,133,544	368,250	3,501,794
Capital outlay	-	312,991	38,521	351,512
Debt service:				
Principal	-	-	508,562	508,562
Interest and fiscal charges	-	-	423,780	423,780
Total expenditures	43,006,701	4,143,662	4,448,663	51,599,026
Excess (deficiency) of revenues over expenditures	3,407,240	5,261,772	(1,635,553)	7,033,459
Other financing sources (uses):				
Proceeds from sale of capital assets	20,877	-	-	20,877
Issuance of capital lease	970,442	-	-	970,442
Transfers in	78,098	100,234	979,918	1,158,250
Transfers out	(2,690,455)	-	(341,381)	(3,031,836)
Total other financing sources (uses)	(1,621,038)	100,234	638,537	(882,267)
Net change in fund balances	1,786,202	5,362,006	(997,016)	6,151,192
Fund balances, beginning of year	20,019,329	3,103,700	7,016,902	30,139,931
Fund balances, end of year	$ 21,805,531	$ 8,465,706	$ 6,019,886	$ 36,291,123

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

WALTON COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds.	$	6,151,192
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		(1,313,243)
The net effect of various miscellaneous transactions involving capital assets (i.e., disposals, donations) is to decrease net position.		(5,206)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(92,023)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(461,880)
Internal service funds are used by management to charge the costs of health benefits and workers compensation to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.		(221,647)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(174,023)
Change in net position of governmental activities	$	3,883,170

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

WALTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	EMS	Water and Sewer	Solid Waste	Total	
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	$ 17,133	$ 7,746,700	$ 10,075	$ 7,773,908	$ 1,306,616
Restricted cash and cash equivalents	-	16,286,129	-	16,286,129	-
Investments	-	1,449,337	-	1,449,337	908,581
Accounts receivable, net of allowance	271,857	808,660	39,582	1,120,099	725
Interest receivable	-	1,652	-	1,652	34
Due from other funds	-	-	-	-	73,605
Intergovernmental receivable	-	2,628,102	-	2,628,102	-
Inventory	-	209,706	8,372	218,078	-
Prepaid items	15,065	1,459	193	16,717	111,033
Total current assets	304,055	29,131,745	58,222	29,494,022	2,400,594
NONCURRENT ASSETS					
Intergovernmental receivable	-	22,360,497	-	22,360,497	-
Capital assets:					
Nondepreciable	-	81,857,077	352,120	82,209,197	-
Depreciable, net of accumulated depreciation	261,333	47,628,529	152,614	48,042,476	-
Total noncurrent assets	261,333	151,846,103	504,734	152,612,170	-
Total assets	565,388	180,977,848	562,956	182,106,192	2,400,594
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges on refunding	-	1,389,264	-	1,389,264	-
Total deferred outflows of resources	-	1,389,264	-	1,389,264	-
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	12,728	3,433,877	36,766	3,483,371	2,697
Accrued expenses	85,057	48,900	21,587	155,544	-
Accrued interest	-	1,421,516	-	1,421,516	-
Customer deposits payable	-	908,137	-	908,137	-
Due to other funds	807	547,463	13,447	561,717	-
Claims payable - current portion	-	-	-	-	929,567
Bonds payable - current portion	-	3,230,000	-	3,230,000	-
Landfill postclosure care costs - current portion	-	-	5,747	5,747	-
Compensated absences - current portion	62,661	51,658	23,739	138,058	-
Total current liabilities	161,253	9,641,551	101,286	9,904,090	932,264
NONCURRENT LIABILITIES					
Claims payable - long term portion	-	-	-	-	217,536
Notes payable - long term portion		12,008,382		12,008,382	
Bonds payable - long term portion	-	79,223,643	-	79,223,643	-
Landfill postclosure care costs - long term portion	-	-	17,241	17,241	-
Compensated absences - long term portion	37,626	36,839	10,805	85,270	-
Total long term liabilities	37,626	91,268,864	28,046	91,334,536	217,536
Total liabilities	198,879	100,910,415	129,332	101,238,626	1,149,800
NET POSITION					
Net investment in capital assets	261,333	45,260,896	504,734	46,026,963	-
Restricted for debt service	-	6,192,221	-	6,192,221	-
Unrestricted (deficit)	105,176	30,003,580	(71,110)	30,037,646	1,250,794
Total net position	$ 366,509	$ 81,456,697	$ 433,624	82,256,830	$ 1,250,794
	Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			198,598	
	Net position of business-type activities			$ 82,455,428	

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

WALTON COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	EMS	Water and Sewer	Solid Waste	Total	
OPERATING REVENUES					
Charges for services	$ 1,613,955	$ 684,132	$ 692,739	$ 2,990,826	$ 6,047,996
Water sales	-	8,670,556	-	8,670,556	-
Contributions	4,656	-	500	5,156	-
Other revenue	8,598	13,418	-	22,016	23,668
Total operating revenues	1,627,209	9,368,106	693,239	11,688,554	6,071,664
OPERATING EXPENSES					
Personnel costs	2,519,785	1,399,027	658,365	4,577,177	-
Purchased services	11,221	423,842	156,164	591,227	-
Supplies	218,645	713,668	-	932,313	-
Water and sewer purchases	-	2,225,162	-	2,225,162	-
Disposal fees	-	-	313,483	313,483	-
Administrative	-	-	-	-	970,326
Claims	-	-	-	-	5,047,308
Fiduciary fees	-	-	-	-	11,591
Insurance	-	-	-	-	304,279
Depreciation and amortization	66,987	1,987,522	20,954	2,075,463	-
Total operating expenses	2,816,638	6,749,221	1,148,966	10,714,825	6,333,504
Operating income (loss)	(1,189,429)	2,618,885	(455,727)	973,729	(261,840)
NONOPERATING REVENUES (EXPENSES)					
Interest expense	-	(618,478)	-	(618,478)	-
Interest income	281	16,095	22	16,398	1,022
Bond issuance costs	-	(169,610)	-	(169,610)	-
Loss on disposal of capital assets	-	(48,732)	-	(48,732)	-
Total nonoperating revenues (expenses)	281	(820,725)	22	(820,422)	1,022
Income (loss) before capital contributions and transfers	(1,189,148)	1,798,160	(455,705)	153,307	(260,818)
Capital contributions	-	4,351,075	-	4,351,075	-
Transfers in	1,243,067	203,439	426,106	1,872,612	974
Change in net position	53,919	6,352,674	(29,599)	6,376,994	(259,844)
NET POSITION, beginning of year	312,590	75,104,023	463,223		1,510,638
NET POSITION, end of year	$ 366,509	$ 81,456,697	$ 433,624		$ 1,250,794
	Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			(38,197)	
	Change in net position of business-type activities			$ 6,338,797	

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

WALTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	EMS	Water and Sewer	Solid Waste	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	$ 1,710,307	$ 9,345,864	$ 694,419	$ 11,750,590	$ 6,053,384
Payments to suppliers	(252,862)	(267,098)	(475,512)	(995,472)	(6,557,304)
Payments to employees	(2,527,125)	(1,397,947)	(651,773)	(4,576,845)	-
Net cash provided by (used in) operating activities	(1,069,680)	7,680,819	(432,866)	6,178,273	(503,920)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	1,243,067	-	426,106	1,669,173	974
Net cash provided by noncapital financing activities	1,243,067	-	426,106	1,669,173	974
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisitions of capital assets	(156,658)	(14,531,634)	-	(14,688,292)	-
Sale of capital assets	-	91,124	-	91,124	-
Receipts from other governments for capital related activity	-	4,351,075	-	4,351,075	-
Proceeds received on notes	-	6,020,848	-	6,020,848	-
Principal payments on bonds	-	(18,155,000)	-	(18,155,000)	-
Proceeds received on bonds	-	16,890,000	-	16,890,000	-
Bond issuance costs	-	(169,610)	-	(169,610)	-
Call premiums paid on bonds	-	(244,275)	-	(244,275)	-
Transfer in of capital funds	-	203,439	-	203,439	-
Interest paid	-	(3,592,600)	-	(3,592,600)	-
Net cash used in capital and related financing activities	(156,658)	(9,136,633)	-	(9,293,291)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchases of investments	-	(4,341)	-	(4,341)	547,631
Interest received	281	16,102	22	16,405	1,046
Net cash provided by investing activities	281	11,761	22	12,064	548,677
Change in cash and cash equivalents	17,010	(1,444,053)	(6,738)	(1,433,781)	45,731
Cash and cash equivalents:					
Beginning of year	123	25,476,882	16,813	25,493,818	1,260,885
End of year	$ 17,133	$ 24,032,829	$ 10,075	$ 24,060,037	$ 1,306,616
Classified as:					
Cash	$ 17,133	$ 7,746,700	$ 10,075	$ 7,773,908	$ 1,306,616
Restricted cash	-	16,286,129	-	16,286,129	-
Total	$ 17,133	$ 24,032,829	$ 10,075	$ 24,060,037	$ 1,306,616
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	$ (1,189,429)	$ 2,618,885	$ (455,727)	$ 973,729	$ (261,840)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities					
Depreciation and amortization	66,987	1,987,522	20,954	2,075,463	-
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	83,098	(22,242)	1,180	62,036	42,709
Increase in due from other funds	-	-	-	-	(60,989)
(Increase) decrease in inventory	-	3,623	(1,187)	2,436	-
(Increase) decrease in prepaid items	(2,628)	(276)	240	(2,664)	5,104
Increase (decrease) in accounts payable	(20,952)	2,727,948	4,935	2,711,931	1,723
Increase (decrease) in accrued expenses	6,202	3,015	1,509	10,726	(230,627)
Decrease in landfill postclosure liabilitiy	-	-	(5,747)	(5,747)	-
Increase in customer deposits payable	-	17,446	-	17,446	-
Increase (decrease) in compensated absences	(13,542)	(1,935)	5,083	(10,394)	-
Increase (decrease) in due to other funds	584	346,833	(4,106)	343,311	-
Net cash provided by (used in) operating activities	$ (1,069,680)	$ 7,680,819	$ (432,866)	$ 6,178,273	$ (503,920)

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

WALTON COUNTY, GEORGIA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2014

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 2,265,464
Taxes receivable	1,447,935
Total assets	$ 3,713,399
LIABILITIES	
Due to others	$ 2,265,464
Uncollected taxes	1,447,935
Total liabilities	$ 3,713,399

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

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2014

	Development Authority	Health Department	Commission on Children & Youth	Total
ASSETS				
Cash and cash equivalents	$ 84,046	$ 1,014,141	$ 94,288	$ 1,192,475
Accounts receivable	-	84,523	-	84,523
Due from primary government	-	-	14,406	14,406
Prepaid items	56	-	-	56
Total current assets	84,102	1,098,664	108,694	1,291,460
NONCURRENT ASSETS				
Capital assets:				
Nondepreciable	4,320,511	-	-	4,320,511
Depreciable, net of accumulated depreciation	4,217	57,992	-	62,209
Total noncurrent assets	4,324,728	57,992	-	4,382,720
Total assets	4,408,830	1,156,656	108,694	5,674,180
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	1,958	4,657	1,490	8,105
Accrued expenses	2,775	-	-	2,775
Compensated absences - current portion	-	23,332	-	23,332
Total current liabilities	4,733	27,989	1,490	34,212
NONCURRENT LIABILITIES				
Compensated absences - long term portion	-	68,050	-	68,050
Total long term liabilities	-	68,050	-	68,050
Total liabilities	4,733	96,039	1,490	102,262
NET POSITION				
Investment in capital assets	4,324,728	57,992	-	4,382,720
Unrestricted	79,369	1,002,625	107,204	1,189,198
Total net position	$ 4,404,097	$ 1,060,617	$ 107,204	$ 5,571,918

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

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Development Authority	Health Department	Commission on Children & Youth	Total
Development Authority	$ 211,122	$ -	$ 200,799	$ -	$ (10,323)	$ -	$ -	$ (10,323)
Health Department	1,856,370	655,644	1,170,596	-	-	(30,130)	-	(30,130)
Commission on Children & Youth	104,526	27,582	65,810	-	-	-	(11,134)	(11,134)
Total component units	$ 2,172,018	$ 683,226	$ 1,437,205	$ -	(10,323)	(30,130)	(11,134)	(51,587)
General revenues:								
Unrestricted investment earnings					790	2,889	-	3,679
Gain on sale of capital assets					3,426			3,426
Total general revenues					4,216	2,889	-	7,105
Change in net position					(6,107)	(27,241)	(11,134)	(44,482)
Net position, beginning of year					4,410,204	1,087,858	118,338	5,616,400
Net position, end of year					$ 4,404,097	$ 1,060,617	$ 107,204	$ 5,571,918

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

Walton County operates under a county commissioner form of government under which a seven member Board of Commissioners is elected to serve as the legislative body for the County. The commission chairman is elected at large, while the remaining six commissioners are elected by geographical districts in which they reside by voters county wide. The County provides the following services: public safety, judicial, public works, health and welfare, culture and recreation, housing and development, and general administrative services.

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

Blended Component Units

The Walton County Water and Sewer Authority (the "Water Authority") exists to acquire, construct and finance a water and sewerage system for the County so that the County can provide services to individuals, public and private corporations, and municipal corporations. The Water Authority is governed by a seven member board appointed by the Walton County Board of Commissioners. The Water Authority is presented as an enterprise fund as part of the Water and Sewer fund. Separate financial statements are not prepared for the Water Authority.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Blended Component Units (Continued)

The Walton County Public Purpose Corporation (WCPPC) was established to account for the construction and ongoing maintenance of the State of Georgia Division of Family and Children Services building, which is owned by the County and leased to the State. The WCPPC is organized pursuant to the Georgia Nonprofit Corporation Code. The objects and purposes of the WCPPC are exclusively charitable, through the lessening of the burdens of government, within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, or the corresponding provision of any future tax law. The WCPPC is presented as blended as its primary purpose is to provide services almost entirely to the County. Separate financial statements for the WCPPC are not prepared.

Discretely Presented Component Units

The Walton County Health Department (the "Health Department") is governed by a seven member board consisting of one member of the Board of Commissioners and two members as appointed by the Board of Commissioners. The County has the authority to modify and approve the Health Department's budget and the ability to approve environmental health service fees and contributes funds annually to the Health Department. The Health Department is presented as a governmental type component unit. The Health Department's financial statements can be obtained by writing to the Walton County Health Department, P.O. Box 150, Monroe, GA 30655.

The Walton County Development Authority (the "Development Authority") is governed by a seven member board. Four members are appointed by virtue of their position: Mayors of Social Circle, Monroe and Loganville, and the Head of the Chamber of Commerce. The remaining three members are appointed by the Board of Commissioners. The Authority is responsible for promoting economic development within Walton County. The Development Authority provides a financial benefit to the County. The County has determined that excluding the Development Authority would make the financial statements incomplete. The Authority is reported as a proprietary type component unit and does not issue separate financial statements.

The Walton County Commission on Children & Youth (the "Commission") is governed by twenty members who are appointed by other existing members of the Commission's board. The Commission provides counseling and care services for children and youth in the County, and the County has determined that excluding the Commission would make the financial statements incomplete. The Commission is reported as a governmental type component unit and does not issue separate financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements

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

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements. Agency funds, however, have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

The County reports the following major governmental funds:

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

The ***2013 SPLOST Fund*** accounts for the special purpose local option sales tax revenue collected and payments made for capital project expenditures.

The County reports the following major proprietary funds:

The ***Emergency Medical Services (EMS) Fund*** is used to account for the activities of the County's ambulance service.

The ***Water and Sewer Fund*** is used to account for the activities of the County's water and sewer system.

The ***Solid Waste Fund*** is used to account for the activities of the County's landfill, disposal sites and recycling center.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the County reports the following fund types:

The ***special revenue funds*** account for revenue sources that are legally restricted or committed to expenditure for specific purposes, such as grant programs, certain fines and forfeitures, E911 charges, and law enforcement services.

The ***capital projects funds*** account for the capital expenditures made by the County.

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

The ***internal service funds*** account for operations that provide services to other departments of the County on a cost reimbursement basis, such as employee healthcare and worker's compensation.

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Deposits and Investments

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

Investments are recorded at fair value based on quoted market prices as of the balance sheet date. Increases or decreases in the fair value during the year are recognized as a component of interest income.

E. Receivables and Payables

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

F. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are accounted for using the consumption method.

G. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and intangible assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of $10,000 and an estimated useful life in excess of two years. Intangible assets are defined as having an initial cost of $100,000 and an estimated useful life in excess of two years, and all remaining intangible assets are defined as having an initial cost in excess of $10,000 and an estimated life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The County has elected to capitalize all general infrastructure assets regardless of the acquisition date and has used the estimated historical cost to value these assets.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets (Continued)

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

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

Asset Category	Years
Buildings and improvements	20 - 50
Machinery and equipment	5 - 12
Software	5
Vehicles	5
Infrastructure	30
Water rights	50

H. 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(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The County only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the proprietary fund statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County's unavailable revenues arise only under a modified accrual basis of accounting. Accordingly, they are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants, which will be recognized as an inflow of resources in the period in which the amounts become available.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amount when employees separate from service with the County. All vacation and annual leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

J. Long-Term Obligations

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

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 while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. Fund Equity

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Fund Equity (Continued)

Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Assigned – Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Commissioners has authorized the County's finance director to assign fund balances.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds. The County's policy is to maintain an adequate General Fund unassigned fund balance to provide liquidity in the event of an economic downturn or natural disaster. Through resolution, the County Commission has adopted a financial standard to maintain a General Fund minimum unassigned fund balance of approximately 17 percent of budgeted expenditures.

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Use of Estimates

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

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

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

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and therefore are not reported in the funds." The details of this $9,782,526 difference are as follows:

Contracts payable	$	(1,981,285)
Capital leases payable		(6,428,592)
Accrued interest		(36,411)
Compensated absences		(1,336,238)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(9,782,526)

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

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this $1,313,243 difference are as follows:

Capital outlay	$ 3,287,495
Depreciation expense	(4,600,738)
Net adjustment to reduce *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$ (1,313,243)

Another element of the reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position." The details of this $5,206 difference are as follows:

In the statement of activities, only the gain or loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the assets sold.	$ (5,206)
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$ (5,206)

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

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

Another element of the reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position." The details of this $461,880 difference are as follows:

Issuance of capital leases	$	(970,442)
Principal repayments on contracts payable		238,579
Principal repayments on capital leases		269,983
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(461,880)

Another element of that reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this $174,023 difference are as follows:

Compensated absences	$	(95,327)
Net pension asset		(39,765)
OPEB liability		(32,973)
Accrued interest		(5,958)
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(174,023)

NOTE 3. LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

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

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

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

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

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

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

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

Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. The supplementary budgetary appropriations made are reflected in the final budget amounts.

NOTE 4. DEPOSITS AND INVESTMENTS

Credit risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

The local government investment pool, "Georgia Fund 1," 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 State Treasurer of the State of Georgia. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1 per share. The regulatory oversight agency for Georgia Fund 1 is the State Treasurer of the State of Georgia. As of June 30, 2014, the County considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

Custodial credit risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes and County policy require all deposits (other than federal or state government instruments) to be collateralized 110% by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2014, the deposits of the County are insured or collateralized as defined by GASB pronouncements.

At June 30, 2014, the County had the following investments that are included in the custodial credit risk discussion above related to deposits:

Investment	Maturities	Rating	Fair Value
Certificate of deposit	March 28, 2016	N/A	$ 55,801
Certificate of deposit	September 2, 2014	N/A	1,449,337
Georgia Fund 1	62 days weighted average	AAAf	49,716,473
Money markets	N/A	N/A	908,581
			$ 52,130,192

The County reports the investments in Georgia Fund as cash equivalents.

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

NOTE 5. RECEIVABLES

Receivables at June 30, 2014, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	2013 SPLOST	EMS Fund	Water and Sewer Fund	Solid Waste Fund	Nonmajor Governmental Funds	Internal Service Funds
Receivables:							
Taxes	$ 864,096	$ -	$ -	$ -	$ -	$ -	$ -
Accounts	60,534	-	717,599	832,003	39,582	274,316	725
Due from other governments	532,366	786,041	-	2,628,102	-	57,585	-
Gross receivables	1,456,996	786,041	717,599	3,460,105	39,582	331,901	725
Less allowance for uncollectibles	-	-	(445,742)	(23,343)	-	-	-
Net receivables	$ 1,456,996	$ 786,041	$ 271,857	$ 3,436,762	$ 39,582	$ 331,901	$ 725

Property taxes for the 2014 fiscal year were levied on August 15, 2013, with property values assessed as of January 1, 2013. The taxes were billed on August 28, 2013 and are payable on or before November 15, 2013, after which the applicable property is subject to lien and penalties and interest as assessed. Property taxes attached as an enforceable lien on property as of January 1.

NOTE 6. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the year ended June 30, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land and improvements	$ 18,970,128	$ 17,303	$ -	$ 1,649	$ 18,989,080
Construction in progress	117,366	691,216	-	(661,063)	147,519
Historical artifacts	11,000	-	-	-	11,000
Other assets	3,543,277	-	-	-	3,543,277
Total capital assets, not being depreciated	22,641,771	708,519	-	(659,414)	22,690,876
Capital assets, being depreciated:					
Buildings and improvements	68,921,015	33,663	(22,136)	-	68,932,542
Machinery, equipment and vehicles	30,582,667	2,545,313	(248,965)	-	32,879,015
Infrastructure	70,749,884	-	-	659,414	71,409,298
Total capital assets, being depreciated	170,253,566	2,578,976	(271,101)	659,414	173,220,855
Less accumulated depreciation for:					
Buildings and improvements	19,316,543	1,840,732	(19,014)	-	21,138,261
Machinery, equipment and vehicles	19,854,419	1,457,365	(246,881)	-	21,064,903
Infrastructure	43,119,351	1,302,641	-	-	44,421,992
Total accumulated depreciation	82,290,313	4,600,738	(265,895)	-	86,625,156
Total capital assets, being depreciated, net	87,963,253	(2,021,762)	(5,206)	659,414	86,595,699
Governmental activities capital assets, net	$ 110,605,024	$ (1,313,243)	$ (5,206)	$ -	$ 109,286,575

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type Activities:					
Capital assets, not being depreciated:					
Land	$ 470,170	$ -	$ -	$ -	$ 470,170
ROW and easements	106,047	-	-	-	106,047
Construction in progress	64,557,811	17,405,864	(139,856)	(190,839)	81,632,980
Total capital assets, not being depreciated	65,134,028	17,405,864	(139,856)	(190,839)	82,209,197
Capital assets, being depreciated:					
Buildings and improvements	896,465	-	(16,453)	-	880,012
Machinery, equipment and vehicles	1,659,652	164,943	(82,856)	-	1,741,739
Water system	41,296,393	-	-	190,839	41,487,232
Water system - contributed	21,103,968	-	-	-	21,103,968
Wells	47,225	-	-	-	47,225
System equipment	2,021,044	16,928	(32,005)	-	2,005,967
Cornish Creek - water rights	5,788,729	-	-	-	5,788,729
Total capital assets, being depreciated	72,813,476	181,871	(131,314)	190,839	73,054,872
Less accumulated depreciation for:					
Buildings and improvements	606,193	31,701	(16,453)	-	621,441
Machinery, equipment and vehicles	1,421,811	80,008	(82,856)	-	1,418,963
Water system	13,692,832	1,382,106	-	-	15,074,938
Water system - contributed	5,183,413	457,624	-	-	5,641,037
Wells	23,450	1,049	-	-	24,499
System equipment	1,750,589	40,187	(32,005)	-	1,758,771
Cornish Creek - water rights	356,972	115,775	-	-	472,747
Total accumulated depreciation	23,035,260	2,108,450	(131,314)	-	25,012,396
Total capital assets, being depreciated, net	49,778,216	(1,926,579)	-	190,839	48,042,476
Business-type activities capital assets, net	$ 114,912,244	$ 15,479,285	$ (139,856)	$ -	$ 130,251,673

The amount of interest capitalized and included in construction in progress during the year ended June 30, 2014 was $2,899,443.

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

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

Governmental activities:	
General government	$ 692,803
Judicial	10,803
Public safety	1,524,045
Public works	1,511,698
Health and welfare	142,438
Culture and recreation	712,580
Housing and development	6,371
Total depreciation expense - governmental activities	$ 4,600,738
Business-type activities:	
EMS	$ 66,987
Water and sewer	2,020,509
Solid waste	20,954
Total depreciation expense - business-type activities	$ 2,108,450

B. Discretely Presented Component Unit – Development Authority

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Property held for resale	$ 2,817,844	$ 366,369	$ -	$ 3,184,213
Construction in progress	1,127,969	8,329	-	1,136,298
Total	3,945,813	374,698	-	4,320,511
Capital assets, being depreciated:				
Equipment, furniture and vehicles	48,474	4,862	(31,076)	22,260
Total	48,474	4,862	(31,076)	22,260
Less accumulated depreciation for:				
Equipment, furniture and vehicles	29,588	2,957	(14,502)	18,043
Total	29,588	2,957	(14,502)	18,043
Total capital assets, being depreciated, net	18,886	1,905	(16,574)	4,217
Total capital assets, net	$ 3,964,699	$ 376,603	$ (16,574)	$ 4,324,728

NOTE 6. CAPITAL ASSETS (CONTINUED)

C. Discretely Presented Component Unit – Department of Public Health

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Machinery and equipment	$ 128,936	$ 47,040	$ (10,090)	$ 165,886
Total capital assets, being depreciated	128,936	47,040	(10,090)	165,886
Less accumulated depreciation for:				
Machinery and equipment	110,019	7,965	(10,090)	107,894
Total accumulated depreciation	110,019	7,965	(10,090)	107,894
Total capital assets, net	$ 18,917	$ 39,075	$ -	$ 57,992

NOTE 7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2014, is as follows:

Due to/from other funds:

Receivable fund	Payable fund	Amount
General fund	Nonmajor governmental funds	$ 106,893
General fund	Water and sewer	547,072
General fund	Solid waste	10,771
Nonmajor governmental funds	Nonmajor governmental funds	14,504
Nonmajor governmental funds	General fund	50,587
Internal service funds	General fund	69,255
Internal service funds	Nonmajor governmental funds	476
Internal service funds	Water and sewer	391
Internal service funds	Solid waste	2,676
Internal service funds	EMS	807

The above balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

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

Interfund transfers for the year ended June 30, 2014 were as follows:

Transfers In	Transfers Out	Amount
General fund	Nonmajor governmental funds	$ 78,098
2013 SPLOST	General fund	100,234
Water and sewer	Nonmajor governmental funds	203,439
EMS	General fund	1,243,067
Solid waste	General fund	426,106
Nonmajor governmental funds	General fund	920,074
Nonmajor governmental funds	Nonmajor governmental funds	59,844
Internal service funds	General fund	974

Transfers are used to (1) reimburse the General Fund for purchases made for other funds, (2) move LMIG funds from the General Fund to 2013 SPLOST, (3) move assets from the 2007 SPLOST to the Water and Sewer Fund, and (4) cover revenue shortfalls with unrestricted General Fund revenues.

Due from/to primary government and component units:

Receivable entity	Payable entity	Amount
Commission on Children & Youth	Walton County - Multiple Grant Fund	$ 14,406

NOTE 8. LONG-TERM DEBT

A. Primary Government

The following is a summary of long-term debt activity for the year ended June 30, 2014:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Contracts payable	$ 2,219,864	$ -	$ (238,579)	$ 1,981,285	$ 241,446
Capital leases payable	5,728,133	970,442	(269,983)	6,428,592	420,458
Claims payable	1,377,730	5,266,354	(5,496,981)	1,147,103	929,567
OPEB liability	209,594	78,318	(45,345)	242,567	-
Compensated absences	1,240,911	1,003,265	(907,938)	1,336,238	1,047,341
Governmental activities long-term liabilities	$ 10,776,232	$ 7,318,379	$ (6,958,826)	$ 11,135,785	$ 2,638,812
Business-type Activities:					
Bonds payable	$ 82,310,000	$ 16,890,000	$ (18,155,000)	$ 81,045,000	$ 3,230,000
Plus: premium	1,608,058	-	(102,282)	1,505,776	-
Less: discount	(103,737)	-	6,604	(97,133)	-
Total bonds payable	83,814,321	16,890,000	(18,250,678)	82,453,643	3,230,000
Notes payable	1,011,898	10,996,484	-	12,008,382	-
Landfill postclosure costs	28,735	-	(5,747)	22,988	5,747
Compensated absences	233,722	133,761	(144,155)	223,328	138,058
Business-type activities long-term liabilities	$ 85,088,676	$ 28,020,245	$ (18,400,580)	$ 94,708,341	$ 3,373,805

For governmental funds, compensated absences are liquidated by the General Fund. The OPEB and claims payable liabilities are paid by the internal service funds, which charge the governmental funds based on employee participation. For business-type activities, the compensated absences are liquidated by the fund from which the employees' salaries are paid, and the landfill postclosure costs are paid by the Solid Waste Fund.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Contracts Payable. During 1998, the County agreed to share the costs of upgrading the capacity of the reservoir with neighboring governments. The agreement provides for monthly principal and interest payments through 2020 at an interest rate of 6.0%.

During 2005, the County agreed to share costs of necessary water line installations with neighboring governments. The agreement provides for annual principal and interest payments through 2020 at an interest rate of 6.0%.

The County is contractually obligated to the purchase of the Four County Industrial Site. The County's share in the property and underlying debt is 37.5% amounting to $3,375,000. Annual principal and interest payments will be made through 2021 at an interest rate of 2.5%.

In June 2001, the Joint Development Authority of Jasper County, Morgan County, Newton County and Walton County issued a note in the amount of $487,760 with the Georgia Environmental Finance Authority (GEFA) to finance the extension of water and wastewater service. Walton County is obligated to pay 34.5% of the debt service on the note, which provides for quarterly payments through July 1, 2022 at an interest rate of 4.65%

The County's debt service requirements to maturity on the contracts payable are as follows:

Year ending June 30,	Principal	Interest	Total
2015	$ 241,446	$ 55,524	$ 296,970
2016	244,475	47,807	292,282
2017	285,176	38,981	324,157
2018	288,558	29,975	318,533
2019	292,131	20,777	312,908
2020-2023	629,499	9,919	639,418
Total	$ 1,981,285	$ 202,983	$ 2,184,268

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Capital Leases Payable. In August 2009, the County entered into a lease-purchase agreement in the amount of $360,412 to finance the acquisition of a fire truck. Annual principal and interest payments are required until maturity on November 15, 2014 at an interest rate of 3.19%.

In March 2014, the County entered into a lease-purchase agreement to finance the acquisition of two dump trucks, an excavator, and other equipment in the amount of $970,442. Quarterly principal and interest payments are required until maturity on March 12, 2019 at an interest rate of 2.40%.

The original cost of the County's assets under capital lease arrangements at June 30, 2014 is $1,330,854 and there has been $476,508 of accumulated depreciation as of year-end. The current year amortization expense from the capital leases is included in depreciation expense for the County.

Future minimum lease payments as of June 30, 2014 are as follows:

Year ending June 30,	Total Payment
2015	$ 281,449
2016	207,035
2017	207,035
2018	207,035
2019	152,986
Total minimum lease payments	1,055,540
Less: interest payments	(58,938)
Present value minimum lease payments	$ 996,602

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

In February 2012, the County entered into a lease-purchase agreement in the amount of $5,680,069 to finance the construction of a building. At June 30, 2014, the construction of the building was complete. The original cost of the County's assets under capital lease arrangements at June 30, 2014 is $5,254,600 and there has been $202,100 of accumulated depreciation as of year-end. The current year amortization expense from the capital leases is included in depreciation expense for the County. Monthly principal and interest payments are required until maturity on October 1, 2032 at an interest rate of 6.35%.

Future minimum lease payments as of June 30, 2014 are as follows:

Year ending June 30,	Total Payment
2015	$ 502,188
2016	502,188
2017	502,188
2018	502,188
2019	502,188
2020-2024	2,510,937
2025-2029	2,510,937
2030-2033	1,673,958
Total minimum lease payments	9,206,772
Less: interest payments	(3,774,782)
Present value minimum lease payments	$ 5,431,990

Revenue Bonds. The Walton County Water and Sewerage Authority has issued various revenue bonds to finance the acquisition of and improvements to the water and sewer system and facilities. The outstanding issues are as follows:

Issuance	Interest Rate	Term	Due Date	Original Amount	Amount Outstanding
Series 2008	4.0 - 4.5%	30 years	2038	$ 40,990,000	$ 40,990,000
Series 2008	3.5 - 5.0%	30 years	2038	19,535,000	19,535,000
Series 2011	2.85%	10 years	2021	7,415,000	4,510,000
Series 2013	2.28%	14 years	2028	16,890,000	16,010,000
				$ 84,830,000	$ 81,045,000

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

The Series 2008 bonds listed above were issued for the Hard Labor Creek Reservoir project, for which the County has executed an intergovernmental agreement with Oconee County. Under the terms of the agreement, Walton County will have a 71.2% share of the project leaving 28.8% to Oconee County. The project is to be completed in three phases with a total estimated cost of $353 million to be split between the counties based on ownership percentages. The agreement with Oconee County runs through May 2057. An intergovernmental receivable has been recorded in the Water and Sewer Fund for the amount Oconee County is obligated to pay. As of June 30, 2014, the balance of the intergovernmental receivable totaled $19,715,859, including accrued interest.

The Series 2011 bonds listed above were issued in a current refunding of the Series 1996 bonds as well as two notes payable. The bonds mature in February 2021 and pay interest at a rate of 2.85% annually.

The Series 2013 bonds listed above were issued in an advanced refunding of the Series 2012 bonds. The bonds mature in February 2028 and pay interest at a rate of 2.28%.

The County's debt service requirements to maturity on the revenue bonds payable are as follows:

Year ending June 30,	Principal	Interest	Total
2015	$ 3,230,000	$ 3,411,640	$ 6,641,640
2016	3,265,000	3,312,376	6,577,376
2017	3,035,000	3,211,855	6,246,855
2018	2,915,000	3,117,480	6,032,480
2019	3,005,000	3,020,746	6,025,746
2020-2024	16,825,000	13,391,928	30,216,928
2025-2029	17,765,000	9,947,242	27,712,242
2030-2034	15,535,000	6,274,000	21,809,000
2035-2038	15,470,000	1,980,500	17,450,500
Total	$ 81,045,000	$ 47,667,766	$ 128,712,766

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Note Payable. In February 2013, the Walton County Water and Sewerage Authority entered into an agreement with the Georgia Environmental Finance Authority to finance the construction of projects relating to the Hard Labor Creek Reservoir up to $20,000,000. As June 30, 2014, the loan has a balance of $12,008,382 and is still in the draw down phase, therefore a future payment schedule has not been established.

Landfill post-closure costs. Effective 1987, the Walton County Landfill was closed and no additional waste has been accepted. According to state and federal laws and regulations, the County must perform certain maintenance and monitoring functions at the site for a minimum of 30 years. As of June 30, 2014, the County has 4 years of monitoring remaining. Engineering studies estimate post-closure costs of approximately $22,988 over the 4 year period. These costs are based on what it would cost to perform all post-closure care in 2014, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

B. Health Department – Component Unit

The following is a summary of the Health Department's long-term debt activity for the year ended June 30, 2014:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 78,775	$ 80,334	$ (67,727)	$ 91,382	$ 23,332

NOTE 9. DEFINED BENEFIT PLAN

Plan Description

The County sponsors the Association of County Commissioners of Georgia Walton County Defined Benefit Plan (The Plan), which is a defined benefit pension plan.

The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. The Plan is affiliated with the Association of County Commissioners of Georgia 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. Complete financial statements for the Association of County Commissioners of Georgia (ACCG) Defined Benefit Pension Plan can be obtained from GEBCorp, 3625 Cumberland Boulevard, Suite 825, Atlanta, Georgia 30339.

As of January 1, 2014, the most recent actuarial valuation date, the plan membership included the following categories of participants:

Retirees and beneficiaries receiving benefits	57
Term vested participants not receiving benefits	251
Active participants	532
	840

Funding Policy

The County is required to contribute an actuarially determined amount annually to The Plan's trust. A contribution amount is determined using actuarial methods and assumptions approved by The ACCG Plan trustees and intended to satisfy the minimum contribution requirements as set forth in controlling State of Georgia statutes. Plan participants are not required to contribute to the Plan.

NOTE 9. DEFINED BENEFIT PLAN (CONTINUED)

Annual Pension Cost

The County's annual pension cost and net pension obligation (asset) related to the pension plan for the County's fiscal year 2014 are as follows:

	June 30, 2014	June 30, 2013
Derivation of Annual Pension Cost		
Annual Required Contribution	$ 1,145,003	$ 1,089,379
Interest on Net Pension Obligation	(38,704)	(39,552)
Adjustments to Net Pension Obligation	41,721	42,319
Annual Pension Cost	$ 1,148,020	$ 1,092,146

Derivation of Net Pension Obligation	
Annual Pension Cost for Current Year	$ 1,148,020
Actual Contributions to Plan for Current Year	1,108,255
Increase in Net Pension Obligation	39,765
Net Pension Obligation (Asset) as of June 30, 2013	(471,641)
Net Pension Obligation (Asset) as of June 30, 2014	$ (431,876)

Assumptions Used in Valuation	
Current Valuation Date	January 1, 2014
Annual Return on Invested Plan Assets	7.50%
Projected Annual Salary Increases	2.5% - 5.0% based on age
Expected Annual Inflation	3.00%
Actuarial Value of Assets	Market Value
Actuarial Funding Method	Projected Unit Credit
Amortization Method	Level Percent of Pay (closed)
Remaining Amortization Period	10 years

The following is a schedule of funding progress:

Measurement Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	[(b-a)/c] UAAL as a Percentage of Covered Payroll
1/1/2014	$ 10,516,035	$ 11,856,697	$ 1,340,662	88.69 %	$ 19,791,457	6.77 %

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.

NOTE 9. DEFINED BENEFIT PLAN (CONTINUED)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2014.

Trend Information for The Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation (Asset)
June 30, 2014	$ 1,148,020	$ 1,108,255	96.5 %	$ (431,876)
June 30, 2013	1,092,146	1,070,502	98.0	(471,641)
June 30, 2012	1,084,334	1,098,110	101.3	(493,285)

NOTE 10. DEFINED CONTRIBUTION PLAN

The County, by resolution, adopted the ACCG 401(a), a defined contribution retirement plan, administered by GEBCorp. The Plan provisions and contribution rates may also be amended by resolution. Employees are eligible to join the Plan after one year of full time service and are fully vested after five years of service. The County shall make a matching contribution on behalf of each participant to the plan equal to 2% of the participant's compensation for each participant who contributes 2% of their compensation, and an additional 2% if an employee also contributes at least 2% to the 457(b) Deferred Compensation Plan.

For the year ended June 30, 2014, the County's contribution to the Plan was $693,246 and employee contributions were $390,474.

NOTE 11. OTHER POST-EMPLOYEMENT BENEFITS

Plan Description

The County administers a single-employer defined benefit post-employment healthcare plan. The Plan does not issue a stand-alone report. The Plan provides medical coverage, prescription drug benefits and death benefits for eligible retirees and their spouses. In order to be eligible for retiree healthcare coverage, employees must have 20 years of service and be at least 62 years of age. Coverage continues at the election of the retiree until age 65.

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

NOTE 11. OTHER POST-EMPLOYEMENT BENEFITS (CONTINUED)

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

Funding Policy

Contribution requirements are also approved by resolution of the Board of Commissioners. The County pays 100% of claims on a pay-as-you-go basis for eligible retired plan members.

Annual OPEB Cost

The County's annual other post-employment benefit (OPEB) cost and net OPEB obligation for the OPEB plan for the year ending June 30, 2014, are as follows:

	June 30, 2014	June 30, 2013
Derivation of Annual OPEB Cost		
Annual Required Contribution	$ 81,148	$ 81,148
Interest on Net OPEB Obligation	15,720	11,824
Adjustment to the ARC	(18,550)	(13,820)
Annual OPEB Cost	$ 78,318	$ 79,152

Derivation of Net OPEB Obligation	
Annual OPEB Cost for Current Year	$ 78,318
Actual Contributions to Plan for Current Year	45,345
Increase in Net OPEB Obligation	32,973
Net OPEB Obligation as of June 30, 2013	209,594
Net OPEB Obligation as of June 30, 2014	$ 242,567

Basis of Valuation	
Current Valuation Date	July 1, 2012
Actuarial Cost Method	Projected Unit Credit
Actuarial Value of Assets	Market value
Inflation Rate	5.0%
Assumed Rate of Return on Investments	7.5%
Healthcare Cost Trend Rate	8.0%
Ultimate Healthcare Trend Rate	5.0%
Year of Ultimate Trend Rate	2015
Amortization Method	Level dollar (open)
Remaining Amortization Period	26 years

NOTE 11. OTHER POST-EMPLOYEMENT BENEFITS (CONTINUED)

The following is a schedule of funding progress:

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	[(b-a)/c] UAAL as a Percentage of Covered Payroll
7/1/2012	$ -	$ 526,785	$ 526,785	- %	$ 17,111,000	3.08 %

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

Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and includes the type of benefits provided at the time of each valuation and the historical pattern of sharing the benefit costs between the employer and plan members to that point.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2012.

Trend Information for The Plan

Fiscal Year Ending	Annual OPEB Cost (AOPC)	Actual County Contribution	Percentage of AOPC Contributed	Net OPEB Obligation
6/30/14	$ 78,318	$ 45,345	57.9 %	$ 242,567
6/30/13	79,152	27,207	34.4	209,594
6/30/12	71,097	28,275	39.8	157,649

NOTE 12. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; injuries to employees; and losses resulting from providing accident and health benefits to employees and their dependents.

NOTE 12. RISK MANAGEMENT (CONTINUED)

Health Insurance. The County established a self-funded trust for the administration and funding of the County's health insurance and medical expenses. This trust is the source of funding for claims or expense reimbursement of employees for losses due to death, disability, dental or medical expenses and other expenses relating to maintenance of the fund by the appointed trustee.

The following describes the activity in the health care plan, including changes to the estimate for claims incurred but not reported, for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2014	$ 674,292	$ 4,864,632	$ 4,946,508	$ 592,416
2013	887,162	4,367,024	4,579,894	674,292

Workers Compensation. The County participates in the Association of County Commissioners of Georgia (ACCG) Group Self Insurance Workers' Compensation Fund (FUND), self-insured pool cooperative arrangement among its members to finance workers compensation coverage. The fund is owned by its members and is managed by insurance professionals and overseen by a seven member Board of Trustees who are representative from participating counties. The ACCG-GSIWCF operates under the authority of O.C.G.A 34-9-150 et Seq. and the Georgia Insurance Commissioner's Office.

The members of the Fund are assessable if the losses that the Fund must pay exceed the assets of the pool. At June 30, 2014, there was no need for such an assessment. Therefore, no liability for this has been included in the amounts below. As part of this risk pool, the County is obligated to pay all contributions and assessments, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by this fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents that could require the fund to pay any type of loss. The County is also to allow all the pool's agents and attorneys to represent the County in investigations, settlement discussions, and all levels of litigation arising out of any claims made against the County.

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

NOTE 12. RISK MANAGEMENT (CONTINUED)

Workers Compensation (Continued). The County participates in the large deductible option with a $250,000 deductible. Under this plan, Walton County is responsible for all payments up to $250,000 per occurrence on workers' compensation claims. Once an individual claim exceeds the deductible, the plan will pay all costs in excess of the deductible. As of June 30, 2014, an actuary determined that an estimated $554,687 in reported unpaid claims and incurred but not reported claims were outstanding relating to fiscal year 2014 for which Walton County will be liable.

The following describes the activity in the workers compensation plan for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2014	$ 703,438	$ 401,722	$ 550,473	$ 554,687
2013	826,045	169,379	291,986	703,438

General Liability

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

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

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

Settled claims have not exceeded coverage in the past three years.

NOTE 13. COMMITMENTS AND CONTINGENCIES

Contractual Commitments

In addition to the liabilities enumerated in the balance sheet, at June 30, 2014, the County has contractual commitments on uncompleted contracts of approximately $17,536,537.

Litigation

The County is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the County.

Grant Contingencies

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

NOTE 14. JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the area, is a member of the Northeast Georgia Regional Commission and is required to pay annual dues thereto. During the year ended June 30, 2014, the County paid $83,768 in such dues. Membership in the Northeast Georgia Regional Commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of regional development commissions in Georgia.

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

Northeast Georgia Regional Commission
305 Research Drive
Athens, GA 30605

NOTE 14. JOINT VENTURE (CONTINUED)

During 1998, the Four County Industrial Development Authority (the "Joint Authority"), a joint venture, was formed for the purpose of purchasing and developing an industrial site. The land was purchased through the Walton County Development Authority, until such time as the Joint Authority could issue permanent bond financing for the project. The Joint Authority issued $9,000,000 in bonded debt in October 2000 and refinanced in January 2009 for the repayment of the Walton County Development Authority, to pay issuance costs of the bond, and to provide initial development costs. The stated percentages of ownership and debt assumption are as follows: Newton County 37.5%, Walton County 37.5%, Morgan County 15%, and Jasper County 10%. The County has recorded its portion of the debt and the related land investment in the amount of $3,375,000.

In June 2001, the Joint Authority issued a GEFA loan in the amount of $487,760 to finance the extension of water and wastewater service to the above mentioned property. According to the intergovernmental agreement established in conjunction with the issuance of the GEFA loan, the stated percentages of ownership and debt assumed by Walton County is 34.5%. The County has recorded its portion of the debt and related investment in joint venture in the amount of $168,277.

Separate financial statements can be obtained from:

Four County Industrial Development Authority
C/O Madison Chamber of Commerce
115 East Jefferson Street
Madison, Georgia 30650

REQUIRED SUPPLEMENTARY INFORMATION

WALTON COUNTY, GEORGIA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Revenues:				
Property taxes	$ 29,590,641	$ 32,323,863	$ 29,918,874	$ (2,404,989)
Sales taxes	5,960,000	6,409,768	6,112,125	(297,643)
Insurance premium taxes	2,515,356	2,614,308	2,614,308	-
Business taxes	643,988	686,228	686,228	-
Alcoholic beverage taxes	218,500	220,112	219,998	(114)
Licenses and permits	262,970	449,388	439,796	(9,592)
Intergovernmental	111,259	1,039,457	1,025,270	(14,187)
Charges for services	3,716,707	4,207,245	3,867,247	(339,998)
Fines and forfeitures	1,467,200	1,059,604	971,030	(88,574)
Interest	35,610	39,758	39,026	(732)
Contributions	5,250	102,979	97,936	(5,043)
Other revenues	222,100	469,734	422,103	(47,631)
Total revenues	44,749,581	49,622,444	46,413,941	(3,208,503)
Expenditures:				
Current:				
General government:				
Board of commissioners	195,867	197,727	192,260	5,467
County clerk	98,113	103,712	101,383	2,329
Chairman	162,995	145,744	142,311	3,433
Tax commissioner	790,937	773,697	665,432	108,265
Tax assessor	853,890	828,277	805,647	22,630
Elections	420,492	276,612	270,658	5,954
Financial administration	262,936	264,740	247,462	17,278
Accounting	337,331	346,660	322,092	24,568
Purchasing	80,922	80,556	80,076	480
Law	237,500	398,442	398,442	-
Data processing	564,292	567,587	552,254	15,333
Human resources	299,610	310,294	292,081	18,213
Board of equalization	89,924	90,535	45,732	44,803
Risk management	671,366	694,106	653,120	40,986
General government buildings	2,077,036	2,121,124	1,952,242	168,882
RDC & ACCG fees	116,324	93,446	90,132	3,314
Customer service	26,129	32,655	32,652	3
Total general government	7,285,664	7,325,914	6,843,976	481,938
Judicial:				
Superior court	902,527	795,639	613,553	182,086
Clerk of superior court	949,871	950,645	896,273	54,372
District attorney	882,963	884,133	860,082	24,051
Probate court	598,002	655,941	628,983	26,958
Magistrate court	387,116	394,389	376,384	18,005
Juvenile court	789,563	784,600	782,095	2,505
Public defender	516,931	542,141	517,553	24,588
Total judicial	5,026,973	5,007,488	4,674,923	332,565
Public safety:				
Sheriff's office	2,163,516	1,515,920	1,441,579	74,341
Law enforcement administration	904,114	924,355	917,054	7,301
Criminal investigation	1,056,255	1,048,147	976,835	71,312
Uniform patrol	2,845,694	2,794,730	2,632,576	162,154
Youth investigation	548,851	543,735	506,075	37,660
Jail operations	6,750,757	6,486,060	6,342,550	143,510
Court services	1,358,671	1,360,834	1,349,222	11,612
Fire administration	377,390	376,109	362,246	13,863
Fire fighting	4,103,453	3,812,551	3,707,553	104,998
Fire training	45,690	44,816	27,035	17,781
Fire stations and buildings	192,789	184,000	153,831	30,169
Coroner	86,887	75,098	56,737	18,361
Comm/ E911	13,500	14,028	14,028	-
Animal control	496,487	499,488	481,369	18,119
Emergency management	122,466	119,135	89,318	29,817
Total public safety	21,066,520	19,799,006	19,058,008	740,998

(Continued)

WALTON COUNTY, GEORGIA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
Expenditures (Continued):				
Current (Continued):				
Public works:				
Highway and streets administration	$ 134,327	$ 136,057	$ 130,960	$ 5,097
Roadways and walkways	5,839,059	6,056,591	5,423,861	632,730
Unpaved streets	277,065	285,265	220,923	64,342
Street lighting	500,000	500,000	480,180	19,820
Traffic engineering	327,092	319,598	256,133	63,465
Maintenance and shop	571,405	537,424	535,717	1,707
Stormwater	209,402	159,323	158,918	405
Total public works	7,858,350	7,994,258	7,206,692	787,566
Health and welfare:				
Health centers and clinics	510,940	500,715	494,830	5,885
Aid to dependent children	96,772	96,772	96,772	-
Pauper burial costs	15,000	20,500	8,803	11,697
Walton County Senior Citizens, Inc.	189,938	189,938	189,938	-
Alcove, Inc. (shelter)	24,240	-	-	-
Total health and welfare	836,890	807,925	790,343	17,582
Culture and Recreation:				
Recreation programs	1,176,037	1,075,213	1,000,471	74,742
Tournament programs	-	-	-	-
Park areas	1,722,124	1,925,826	1,735,726	190,100
Library	317,036	317,036	317,036	-
Total culture and recreation	3,215,197	3,318,075	3,053,233	264,842
Housing and development:				
Conservation administration	14,024	14,024	14,024	-
USDA natural resource conservation service	50,314	51,836	50,308	1,528
County extension service	135,974	140,365	119,950	20,415
Forest resources	58,157	57,897	56,590	1,307
Protective inspection administration	361,494	371,798	337,163	34,635
Planning and zoning	487,537	483,533	473,559	9,974
Walton County planning commission	4,200	4,200	3,950	250
Walton County board of appeals	4,200	4,200	3,150	1,050
Code enforcement	123,073	125,724	122,322	3,402
Economic development	190,606	190,606	190,606	-
Action Inc.	7,904	7,904	7,904	-
Total housing and development	1,437,483	1,452,087	1,379,526	72,561
Total expenditures	46,727,077	45,704,753	43,006,701	2,698,052
Excess (deficiency) of revenues over expenditures	(1,977,496)	3,917,691	3,407,240	(510,451)
Other financing sources (uses):				
Proceeds from sale of capital assets	10,000	-	20,877	20,877
Issuance of capital leases	-	970,442	970,442	-
Transfers in	-	100,015	78,098	(21,917)
Transfers out	(3,965,626)	(3,401,079)	(2,690,455)	710,624
Total other financing sources (uses)	(3,955,626)	(2,330,622)	(1,621,038)	709,584
Net change in fund balances	(5,933,122)	1,587,069	1,786,202	199,133
Fund balances, beginning of year	20,019,329	20,019,329	20,019,329	-
Fund balances, end of year	$ 14,086,207	$ 21,606,398	$ 21,805,531	$ 199,133

WALTON COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULES OF FUNDING PROGRESS

Defined Benefit Pension Plan

Measurement Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	[(b-a)/c] UAAL as a Percentage of Covered Payroll
January 1, 2014	$ 10,516,035	$ 11,856,697	$ 1,340,662	88.7%	$ 19,791,457	6.8%
January 1, 2013	9,108,223	11,439,891	2,331,668	79.6%	20,658,707	11.3%
January 1, 2012	7,851,668	10,500,476	2,648,808	74.8%	21,000,508	12.6%
January 1, 2011	6,718,905	9,825,734	3,106,829	68.4%	20,262,687	15.3%
January 1, 2010	5,677,407	8,909,496	3,232,089	63.7%	20,784,915	15.6%
January 1, 2009	3,920,133	7,223,759	3,303,626	54.3%	19,834,984	16.7%

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

Other Post-Employment Benefit Plan

Measurement Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	[(b-a)/c] UAAL as a Percentage of Covered Payroll
July 1, 2012	$ -	$ 526,785	$ 526,785	0.0%	$ 17,111,000	3.1%
July 1, 2011	-	448,287	448,287	0.0%	20,262,287	2.2%
July 1, 2009	-	456,050	456,050	0.0%	20,784,915	2.2%
July 1, 2008	-	407,300	407,300	0.0%	19,834,984	2.1%

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

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditure for particular purposes other than capital projects or debt service.

Law Library Fund - to account for the revenues and related expenditures of operating the County's Law Library.

Forfeited Drug Seizure Fund – to account for funds forfeited to the Sheriff by the courts to be used for law enforcement activities.

Inmate Phone Fund - to account for commission revenues from inmate phone usage to be used for law enforcement activities.

Emergency 911 Fund - to account for the monthly 911 charge to help fund the cost of providing emergency 911 services.

Clerk's Authority Fund – to account for the collection and disbursement of court fines, fees, and assessments.

Juvenile Supplemental Services Fund - to account for funds collected to be used for law enforcement activities.

Multiple Grant Fund - to account for governmental grants received and the related expenditures.

Sheriff's Programs Fund - to account for funds received through the traffic safety and H.E.A.T. programs and expenditures in the Sheriff's office.

Drug Abuse Treatment Education Fund - to account for funds collected from fines and forfeitures to be used to maintain a Drug Abuse Treatment and Education program.

DARE Program Fund – to account for funds raised and used to operate the DARE program.

Crime Victim's Assistance Fund – to account for fines and assessments distributed by the courts to be used to provide services to crime victims.

Seized Drug Fund – to account for fines seized by the Sheriff.

Inmate Commissary Fund - to account for the commissions made by the Sheriff's office from canteen sales to the inmates.

DA Forfeiture Fund - to account for funds forfeited to the District Attorney's office by the courts to be used for law enforcement activities.

Forfeited Federal Drug Fund - to account for funds forfeited for federal cases.

Walton County Public Purpose Corporation - to account for lease payments received from the Georgia Department of Family and Children's Services for the use of a County owned building.

NONMAJOR GOVERNMENTAL FUNDS

Debt Service Fund

Debt Service Fund – to account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Capital Projects Funds

2001 SPLOST Fund – to account for the expenditures of the 2001 SPLOST.

2007 SPLOST Fund – to account for the expenditures of the 2007 SPLOST.

Impact Fees Fund - to account for the collection and disbursement of impact fees.

WALTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds						
ASSETS	Law Library	Forfeited Drug Seizure	Inmate Phone	Emergency 911	Clerk's Authority	Juvenile Supplemental Services	Multiple Grant
Cash and cash equivalents	$ 19,491	$ 30,497	$ 244,681	$ -	$ 120,204	$ 220,359	$ -
Restricted cash and cash equivalents	-	-	-	-	-	-	-
Investments	55,801	-	-	-	-	-	-
Accounts receivable	-	-	-	226,162	-	48,154	-
Due from other governments	-	-	-	-	-	-	53,496
Prepaid items	-	749	-	203,972	-	-	-
Due from other funds	-	45,529	-	-	-	-	14,503
Total assets	$ 75,292	$ 76,775	$ 244,681	$ 430,134	$ 120,204	$ 268,513	$ 67,999
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ -	$ -	$ -	$ 21,933	$ -	$ 864	$ 10,167
Accrued liabilities	-	-	-	30,804	-	-	7,026
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	12,840	290	-	-	36,140
Due to other governments	-	-	-	-	-	-	-
Due to component units	-	-	-	-	-	-	14,406
Total liabilities	-	-	12,840	53,027	-	864	67,739
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - intergovernmenta	-	-	-	-	-	-	13,983
Total deferred inflows of resources	-	-	-	-	-	-	13,983
FUND BALANCES							
Nonspendable:							
Prepaid items	-	749	-	203,972	-	-	-
Restricted for:							
Judicial	75,292	-	-	-	120,204	267,649	-
Public safety	-	76,026	-	173,135	-	-	-
Health and welfare	-	-	-	-	-	-	-
Grant programs	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Committed to:							
Inmate needs	-	-	231,841	-	-	-	-
Sheriff's expenditures	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-	(13,723)
Total fund balances	75,292	76,775	231,841	377,107	120,204	267,649	(13,723)
Total liabilities, deferred inflows of resources, and fund balances	$ 75,292	$ 76,775	$ 244,681	$ 430,134	$ 120,204	$ 268,513	$ 67,999

(Continued)

Sheriff's Programs	Drug Abuse Treatment Education	DARE Program	Crime Victim's Assistance	Seized Drug	Inmate Commissary	DA Forfeiture
$ 986	$ 167,774	$ 22,909	$ 141,044	$ 66,146	$ 222,934	$ 63,148
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4,089	-	-	-	-	-
-	-	-	-	-	-	750
-	-	-	-	-	-	5,059
$ 986	$ 171,863	$ 22,909	$ 141,044	$ 66,146	$ 222,934	$ 68,957
$ -	$ -	$ -	$ -	$ 64,465	$ 28,524	$ -
-	-	-	2,734	-	-	-
-	-	-	-	-	-	-
-	8,911	-	12,575	-	-	50,587
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	8,911	-	15,309	64,465	28,524	50,587
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	750
-	-	-	125,735	-	-	17,620
-	-	-	-	1,681	-	-
-	162,952	-	-	-	-	-
-	-	-	-	-	-	-
	-	-	-	-	-	-
-	-	-	-	-	-	-
986	-	22,909	-	-	194,410	-
-	-	-	-	-	-	-
986	162,952	22,909	125,735	1,681	194,410	18,370
$ 986	$ 171,863	$ 22,909	$ 141,044	$ 66,146	$ 222,934	$ 68,957

WALTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds		Debt Service Fund	Capital Projects Funds			
ASSETS	Forfeited Federal Drug	Walton County Public Purpose Corporation	Debt Service	2001 SPLOST	2007 SPLOST	Impact Fees	Total Nonmajor Governmental Funds
Cash and cash equivalents	$ 41,708	$ 101,679	$ -	$ 575,330	$ 1,111,465	$ 591,040	$ 3,741,395
Restricted cash and cash equivalents	-	-	1,677,088	-	361,377	-	2,038,465
Investments	-	-	-	-	-	-	55,801
Accounts receivable	-	-	-	-	-	-	274,316
Due from other governments	-	-	-	-	-	-	57,585
Prepaid items	-	-	23,105	-	4,470	-	233,046
Due from other funds	-	-	-	-	-	-	65,091
Total assets	$ 41,708	$ 101,679	$ 1,700,193	$ 575,330	$ 1,477,312	$ 591,040	$ 6,465,699
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ -	$ 23	$ -	$ 27,600	$ 12,352	$ 18,103	$ 184,031
Accrued liabilities	-	-	-	-	-	-	40,564
Unearned revenue	-	37,019	-	-	-	-	37,019
Due to other funds	-	530	-	-	-	-	121,873
Due to other governments	-	-	-	-	33,937	-	33,937
Due to component units	-	-	-	-	-	-	14,406
Total liabilities	-	37,572	-	27,600	46,289	18,103	431,830
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - intergovernmenta	-	-	-	-	-	-	13,983
Total deferred inflows of resources	-	-	-	-	-	-	13,983
FUND BALANCES							
Nonspendable:							
Prepaid items	-	-	23,105	-	4,470	-	233,046
Restricted for:							
Judicial	-	-	-	-	-	-	606,500
Public safety	41,708	-	-	-	-	-	292,550
Health and welfare	-	-	-	-	-	-	162,952
Capital projects	-	64,107	-	547,730	1,426,553	572,937	2,611,327
Debt service	-	-	1,677,088	-	-	-	1,677,088
Committed to:							
Inmate needs	-	-	-	-	-	-	231,841
Sheriff's expenditures	-	-	-	-	-	-	218,305
Unassigned (deficit)	-	-	-	-	-	-	(13,723)
Total fund balances	41,708	64,107	1,700,193	547,730	1,431,023	572,937	6,019,886
Total liabilities and fund balances	$ 41,708	$ 101,679	$ 1,700,193	$ 575,330	$ 1,477,312	$ 591,040	$ 6,465,699

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Special Revenue Funds						
	Law Library	Forfeited Drug Seizure	Inmate Phone	Emergency 911	Clerk's Authority	Juvenile Supplemental Services	Multiple Grant
Revenues:							
Intergovernmental	$ -	$ -	$ -	$ 54,454	$ 8,420	$ -	$ 145,859
Fines and forfeitures	46,774	57,154	-	-	-	16,551	-
Charges for services	-	-	75,073	1,551,272	-	-	-
Interest income	855	70	386	-	208	445	-
Contributions	-	-	-	-	-	-	-
Other revenues	-	-	-	1,647	-	-	37,500
Total revenues	47,629	57,224	75,459	1,607,373	8,628	16,996	183,359
Expenditures:							
Current							
General government	-	-	-	-	-	-	-
Judicial	63,400	-	-	-	-	73,939	95,688
Public safety	-	66,807	22,501	1,965,284	-	-	59,441
Public works	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	172,111
Culture and recreation	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service							
Principal	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	63,400	66,807	22,501	1,965,284	-	73,939	327,240
Excess (deficiency) of revenues over expenditures	(15,771)	(9,583)	52,958	(357,911)	8,628	(56,943)	(143,881)
Other financing sources (uses):							
Transfers in	-	45,529	-	336,659	-	-	134,595
Transfers out	-	(1,050)	(34,754)	-	(3,470)	-	(4,697)
Total other financing sources (uses)	-	44,479	(34,754)	336,659	(3,470)	-	129,898
Net change in fund balances	(15,771)	34,896	18,204	(21,252)	5,158	(56,943)	(13,983)
Fund balances, beginning of year	91,063	41,879	213,637	398,359	115,046	324,592	260
Fund balances (deficit), end of year	$ 75,292	$ 76,775	$ 231,841	$ 377,107	$ 120,204	$ 267,649	$ (13,723)

(Continued)

Sheriff's Programs	Drug Abuse Treatment Education	DARE Program	Crime Victim's Assistance	Seized Drug	Inmate Commissary	DA Forfeiture
$ -	$ -	$ -	$ 81,310	$ -	$ -	$ -
-	95,273	-	-	-	-	8,965
-	-	-	-	-	54,927	-
1	255	-	300	-	-	29
-	-	13,182	-	-	-	-
3,166	-	-	-	-	-	-
3,167	95,528	13,182	81,610	-	54,927	8,994
-	-	-	-	-	-	-
-	-	-	109,984	-	-	14,481
3,015	-	20,293	-	-	87,976	-
-	-	-	-	-	-	-
-	15,500	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,015	15,500	20,293	109,984	-	87,976	14,481
152	80,028	(7,111)	(28,374)	-	(33,049)	(5,487)
-	-	8,434	-	-	-	5,059
-	(44,077)	-	(20,180)	-	(16,975)	(1,001)
-	(44,077)	8,434	(20,180)	-	(16,975)	4,058
152	35,951	1,323	(48,554)	-	(50,024)	(1,429)
834	127,001	21,586	174,289	1,681	244,434	19,799
$ 986	$ 162,952	$ 22,909	$ 125,735	$ 1,681	$ 194,410	$ 18,370

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Special Revenue Funds		Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds
	Forfeited Federal Drug	Walton County Public Purpose Corporation	Debt Service	2001 SPLOST	2007 SPLOST	Impact Fees	
Revenues:							
Intergovernmental	$ 11,835	$ 541,250	$ -	$ -	$ -	$ -	$ 843,128
Fines and forfeitures	-	-	-	-	-	-	224,717
Charges for services	-	-	-	-	-	-	1,681,272
Interest income	86	98	1,509	784	2,373	1,099	8,498
Contributions	-	-	-	-	-	-	13,182
Other revenues	-	-	-	-	-	-	42,313
Total revenues	11,921	541,348	1,509	784	2,373	1,099	2,813,110
Expenditures:							
Current							
General government	-	-	-	6,273	-	-	6,273
Judicial	-	-	-	-	-	-	357,492
Public safety	56,169	-	-	-	-	-	2,281,486
Public works	-	14,696	-	30,920	226,937	-	272,553
Health and welfare	-	-	-	-	-	-	187,611
Culture and recreation	-	-	-	-	-	4,135	4,135
Intergovernmental	-	-	-	-	313,045	55,205	368,250
Capital outlay	-	-	-	38,521	-	-	38,521
Debt service							
Principal	-	151,978	356,584	-	-	-	508,562
Interest and fiscal charges	-	350,209	73,571	-	-	-	423,780
Total expenditures	56,169	516,883	430,155	75,714	539,982	59,340	4,448,663
Excess (deficiency) of revenues over expenditures	(44,248)	24,465	(428,646)	(74,930)	(537,609)	(58,241)	(1,635,553)
Other financing sources (uses):							
Transfers in	-	-	449,642	-	-	-	979,918
Transfers out	(11,738)	-	-	-	(203,439)	-	(341,381)
Total other financing sources (uses)	(11,738)	-	449,642	-	(203,439)	-	638,537
Net change in fund balances	(55,986)	24,465	20,996	(74,930)	(741,048)	(58,241)	(997,016)
Fund balances, beginning of year	97,694	39,642	1,679,197	622,660	2,172,071	631,178	7,016,902
Fund balances, end of year	$ 41,708	$ 64,107	$ 1,700,193	$ 547,730	$ 1,431,023	$ 572,937	$ 6,019,886

WALTON COUNTY, GEORGIA

LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Fines and forfeitures	$ 60,112	$ 62,545	$ 46,774	$ (15,771)
Interest income	-	855	855	-
Total revenues	60,112	63,400	47,629	(15,771)
Expenditures:				
Current				
Judicial	60,112	63,400	63,400	-
Total expenditures	60,112	63,400	63,400	-
Net change in fund balance	-	-	(15,771)	(15,771)
Fund balance, beginning of year	91,063	91,063	91,063	-
Fund balance, end of year	$ 91,063	$ 91,063	$ 75,292	$ (15,771)

WALTON COUNTY, GEORGIA

FORFEITED DRUG SEIZURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 27,238	$ 64,101	$ 57,154	$ (6,947)
Interest income	-	100	70	(30)
Total revenues	27,238	64,201	57,224	(6,977)
Expenditures:				
Current				
Public safety	27,238	108,680	66,807	41,873
Total expenditures	27,238	108,680	66,807	41,873
Deficiency of revenues over expenditures	-	(44,479)	(9,583)	34,896
Other financing sources (uses)				
Transfers in	-	45,529	45,529	-
Transfers out	-	(1,050)	(1,050)	-
Total other financing sources (uses)	-	44,479	44,479	-
Net change in fund balance	-	-	34,896	34,896
Fund balance, beginning of year	41,879	41,879	41,879	-
Fund balance, end of year	$ 41,879	$ 41,879	$ 76,775	$ 34,896

WALTON COUNTY, GEORGIA

INMATE PHONE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Charges for services	$ 201,637	$ 201,237	$ 75,073	$ (126,164)
Interest income	-	400	386	(14)
Total revenues	201,637	201,637	75,459	(126,178)
Expenditures:				
Current				
Public safety	201,637	166,883	22,501	144,382
Total expenditures	201,637	166,883	22,501	144,382
Excess of revenues over expenditures	-	34,754	52,958	18,204
Other financing uses				
Transfers out	-	(34,754)	(34,754)	-
Total other financing uses	-	(34,754)	(34,754)	-
Net change in fund balance	-	-	18,204	18,204
Fund balance, beginning of year	213,637	213,637	213,637	-
Fund balance, end of year	$ 213,637	$ 213,637	$ 231,841	$ 18,204

WALTON COUNTY, GEORGIA

EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 1,320,327	$ 1,507,827	$ 1,551,272	$ 43,445
Intergovernmental	-	54,454	54,454	-
Other revenues	-	1,647	1,647	-
Total revenues	1,320,327	1,563,928	1,607,373	43,445
Expenditures:				
Current				
Public safety	2,139,326	2,340,057	1,965,284	374,773
Total expenditures	2,139,326	2,340,057	1,965,284	374,773
Deficiency of revenues over expenditures	(818,999)	(776,129)	(357,911)	418,218
Other financing sources				
Transfers in	818,999	776,129	336,659	(439,470)
Total other financing sources	818,999	776,129	336,659	(439,470)
Net change in fund balance	-	-	(21,252)	(21,252)
Fund balance, beginning of year	398,359	398,359	398,359	-
Fund balance, end of year	$ 398,359	$ 398,359	$ 377,107	$ (21,252)

WALTON COUNTY, GEORGIA

CLERK'S AUTHORITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	$ 29,988	$ 29,688	$ 8,420	$ (21,268)
Interest income	-	300	208	(92)
Total revenues	29,988	29,988	8,628	(21,360)
Expenditures:				
Current				
Judicial	20,904	20,904	-	20,904
Total expenditures	20,904	20,904	-	20,904
Excess of revenues over expenditures	9,084	9,084	8,628	(456)
Other financing uses				
Transfers out	(9,084)	(9,084)	(3,470)	5,614
Total other financing uses	(9,084)	(9,084)	(3,470)	5,614
Net change in fund balance	-	-	5,158	5,158
Fund balance, beginning of year	115,046	115,046	115,046	-
Fund balance, end of year	$ 115,046	$ 115,046	$ 120,204	$ 5,158

WALTON COUNTY, GEORGIA

JUVENILE SUPPLEMENTAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 95,400	$ 94,400	$ 16,551	$ (77,849)
Interest income	-	1,000	445	(555)
Total revenues	95,400	95,400	16,996	(78,404)
Expenditures:				
Current				
Judicial	95,400	95,400	73,939	21,461
Total expenditures	95,400	95,400	73,939	21,461
Net change in fund balance	-	-	(56,943)	(56,943)
Fund balance, beginning of year	324,592	324,592	324,592	-
Fund balance, end of year	$ 324,592	$ 324,592	$ 267,649	$ (56,943)

WALTON COUNTY, GEORGIA

MULTIPLE GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 226,977	$ 184,917	$ 145,859	$ (39,058)
Other revenues	-	45,000	37,500	(7,500)
Total revenues	226,977	229,917	183,359	(46,558)
Expenditures:				
Current				
Public safety	77,012	78,482	59,441	19,041
Judicial	100,152	101,622	95,688	5,934
Health and welfare	177,724	177,724	172,111	5,613
Total expenditures	354,888	357,828	327,240	30,588
Deficiency of revenues over expenditures	(127,911)	(127,911)	(143,881)	(15,970)
Other financing sources (uses)				
Transfers in	148,911	148,911	134,595	(14,316)
Transfers out	(21,000)	(21,000)	(4,697)	16,303
Total other financing sources (uses)	127,911	127,911	129,898	1,987
Net change in fund balance	-	-	(13,983)	(13,983)
Fund balance, beginning of year	260	260	260	-
Fund balance (deficit), end of year	$ 260	$ 260	$ (13,723)	$ (13,983)

WALTON COUNTY, GEORGIA

SHERIFF'S PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Interest income	$ -	$ 1	$ 1	$ -
Other revenues	635	3,166	3,166	-
Total revenues	635	3,167	3,167	-
Expenditures:				
Current				
Public safety	635	3,167	3,015	152
Total expenditures	635	3,167	3,015	152
Net change in fund balance	-	-	152	152
Fund balance, beginning of year	834	834	834	-
Fund balance, end of year	$ 834	$ 834	$ 986	$ 152

WALTON COUNTY, GEORGIA

DRUG ABUSE TREATMENT EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 61,643	$ 95,273	$ 95,273	$ -
Interest income	-	273	255	(18)
Total revenues	61,643	95,546	95,528	(18)
Expenditures:				
Current				
Health and welfare	16,000	16,000	15,500	500
Total expenditures	16,000	16,000	15,500	500
Excess of revenues over expenditures	45,643	79,546	80,028	482
Other financing uses				
Transfers out	(45,643)	(45,643)	(44,077)	1,566
Total other financing uses	(45,643)	(45,643)	(44,077)	1,566
Net change in fund balance	-	33,903	35,951	2,048
Fund balance, beginning of year	127,001	127,001	127,001	-
Fund balance, end of year	$ 127,001	$ 160,904	$ 162,952	$ 2,048

WALTON COUNTY, GEORGIA

DARE PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Contributions	$ 16,923	$ 17,923	$ 13,182	$ (4,741)
Total revenues	16,923	17,923	13,182	(4,741)
Expenditures:				
Current				
Public safety	26,923	27,923	20,293	7,630
Total expenditures	26,923	27,923	20,293	7,630
Deficiency of revenues over expenditures	(10,000)	(10,000)	(7,111)	2,889
Other financing sources				
Transfers in	10,000	10,000	8,434	(1,566)
Total other financing sources	10,000	10,000	8,434	(1,566)
Net change in fund balance	-	-	1,323	1,323
Fund balance, beginning of year	21,586	21,586	21,586	-
Fund balance, end of year	$ 21,586	$ 21,586	$ 22,909	$ 1,323

WALTON COUNTY, GEORGIA

CRIME VICTIM'S ASSISTANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 145,108	$ 144,807	$ 81,310	$ (63,497)
Interest income	-	300	300	-
Total revenues	145,108	145,107	81,610	(63,497)
Expenditures:				
Current				
Judicial	119,904	115,489	109,984	5,505
Total expenditures	119,904	115,489	109,984	5,505
Excess (deficiency) of revenues over expenditures	25,204	29,618	(28,374)	(57,992)
Other financing uses				
Transfers out	(25,204)	(29,618)	(20,180)	9,438
Total other financing uses	(25,204)	(29,618)	(20,180)	9,438
Net change in fund balance	-	-	(48,554)	(48,554)
Fund balance, beginning of year	174,289	174,289	174,289	-
Fund balance, end of year	$ 174,289	$ 174,289	$ 125,735	$ (48,554)

WALTON COUNTY, GEORGIA

SEIZED DRUG FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Other income	$ 52,379	$ 52,379	$ -	$ (52,379)
Total revenues	52,379	52,379	-	(52,379)
Expenditures:				
Current				
Public safety	52,379	52,379	-	52,379
Total expenditures	52,379	52,379	-	52,379
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	1,681	1,681	1,681	-
Fund balance, end of year	$ 1,681	$ 1,681	$ 1,681	$ -

WALTON COUNTY, GEORGIA

INMATE COMMISSARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 261,400	$ 261,400	$ 54,927	$ (206,473)
Total revenues	261,400	261,400	54,927	(206,473)
Expenditures:				
Current				
Public safety	261,400	244,425	87,976	156,449
Total expenditures	261,400	244,425	87,976	156,449
Excess (deficiency) of revenues over expenditures	-	16,975	(33,049)	(50,024)
Other financing uses				
Transfers out	-	(16,975)	(16,975)	-
Total other financing uses	-	(16,975)	(16,975)	-
Net change in fund balance	-	-	(50,024)	(50,024)
Fund balance, beginning of year	244,434	244,434	244,434	-
Fund balance, end of year	$ 244,434	$ 244,434	$ 194,410	$ (50,024)

WALTON COUNTY, GEORGIA

DA FORFEITURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 13,050	$ 53,846	$ 8,965	$ (44,881)
Interest income	20	48	29	(19)
Other revenue	-	25	-	(25)
Total revenues	13,070	53,919	8,994	(44,925)
Expenditures:				
Current				
Judicial	13,070	57,977	14,481	43,496
Total expenditures	13,070	57,977	14,481	43,496
Deficiency of revenues over expenditures	-	(4,058)	(5,487)	(1,429)
Other financing sources (uses)				
Transfers in	-	5,059	5,059	-
Transfers out	-	(1,001)	(1,001)	-
Total other financing sources (uses)	-	4,058	4,058	-
Net change in fund balance	-	-	(1,429)	(1,429)
Fund balance, beginning of year	19,799	19,799	19,799	-
Fund balance, end of year	$ 19,799	$ 19,799	$ 18,370	$ (1,429)

WALTON COUNTY, GEORGIA

FORFEITED FEDERAL DRUG FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 70,770	$ 70,640	$ 11,835	$ (58,805)
Interest income	-	130	86	(44)
Total revenues	70,770	70,770	11,921	(58,849)
Expenditures:				
Current				
Public safety	70,770	59,032	56,169	2,863
Total expenditures	70,770	59,032	56,169	2,863
Excess (deficiency) of revenues over expenditures	-	11,738	(44,248)	(55,986)
Other financing uses				
Transfers out	-	(11,738)	(11,738)	-
Total other financing uses	-	(11,738)	(11,738)	-
Net change in fund balance	-	-	(55,986)	(55,986)
Fund balance, beginning of year	97,694	97,694	97,694	-
Fund balance, end of year	$ 97,694	$ 97,694	$ 41,708	$ (55,986)

WALTON COUNTY, GEORGIA

WALTON COUNTY PUBLIC PURPOSE CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Integovernmental	$ 541,250	$ 541,250	$ 541,250	$ -
Interest income	-	98	98	-
Total revenues	541,250	541,348	541,348	-
Expenditures:				
Current				
Public works	-	39,161	14,696	24,465
Debt service				
Principal	-	151,978	151,978	-
Interest and fiscal charges	541,250	350,209	350,209	-
Total expenditures	541,250	541,348	516,883	24,465
Net change in fund balance	-	-	24,465	(24,465)
Fund balance, beginning of year	39,642	39,642	39,642	-
Fund balance, end of year	$ 39,642	$ 39,642	$ 64,107	$ (24,465)

WALTON COUNTY, GEORGIA

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Interest income	$ -	$ 1,514	$ 1,509	$ (5)
Total revenues	-	1,514	1,509	(5)
Expenditures:				
Debt service:				
Principal retirement	418,404	356,584	356,584	-
Interest and fiscal charges	-	93,058	73,571	19,487
Total expenditures	418,404	449,642	430,155	19,487
Deficiency of revenues over expenditures	(418,404)	(448,128)	(428,646)	19,482
Other financing sources				
Transfers in	418,404	449,642	449,642	-
Total other financing sources	418,404	449,642	449,642	-
Net change in fund balance	-	1,514	20,996	19,482
Fund balance, beginning of year	1,679,197	1,679,197	1,679,197	-
Fund balance, end of year	$ 1,679,197	$ 1,680,711	$ 1,700,193	$ 19,482

WALTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2001 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Project	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total
Judicial administration building	$ 17,785,000	$ 16,370,000	$ 15,979,504	$ 44,794	$ 16,024,298
Jail addition	9,938,000	9,267,000	9,266,884	-	9,266,884
Recreation facilities	7,660,000	6,926,000	6,925,236	-	6,925,236
Road projects	8,317,000	5,430,000	5,198,237	30,920	5,229,157
Total 2001 SPLOST	$ 43,700,000	$ 37,993,000	$ 37,369,861	$ 75,714	$ 37,445,575

WALTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2007 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Project	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total
Walton County					
E911 towers and radio	$ 11,000,000	$ 9,898,137	$ 9,898,137	$ -	$ 9,898,137
Water and sewer improvements	12,500,000	8,628,000	7,821,905	203,439	8,025,344
Roads and bridges	18,400,000	13,313,000	12,586,111	226,937	12,813,048
Parks and recreation facilities	15,400,000	6,705,649	6,705,649	-	6,705,649
Public safety improvements	12,200,000	6,025,383	6,025,383	-	6,025,383
Senior citizens center upgrades	1,000,000	274,588	274,588	-	274,588
Animal control	700,000	710,712	710,712	-	710,712
Total Walton County	71,200,000	45,555,469	44,022,485	430,376	44,452,861
City of Monroe					
Transportation, drainage and sidewalks	9,136,000	7,401,706	7,175,918	211,487	7,387,405
Public safety improvements	2,500,000	-	-	-	-
Solid waste improvements	1,500,000	-	-	-	-
Water and sewer improvements	4,060,000	-	-	-	-
Airport improvements	1,500,000	-	-	-	-
Electric, CATV and fiber improvements	1,500,000	-	-	-	-
Total City of Monroe	20,196,000	7,401,706	7,175,918	211,487	7,387,405
City of Loganville					
Transportation, drainage and sidewalks	4,212,000	4,722,642	4,657,882	64,760	4,722,642
Water and sewer upgrades	2,520,000	-	-	-	-
Total City of Loganville	6,732,000	4,722,642	4,657,882	64,760	4,722,642
City of Social Circle					
Transportation, drainage and sidewalks	3,536,000	3,599,769	3,599,769	-	3,599,769
Public safety improvements	1,500,000	-	-	-	-
Cemetery and park improvements	200,000	-	-	-	-
Total City of Social Circle	5,236,000	3,599,769	3,599,769	-	3,599,769
City of Walnut Grove					
Transportation, drainage and sidewalks	2,340,000	1,959,086	1,959,086	-	1,959,086
Public safety facilities	950,000	-	-	-	-
Library building project	450,000	-	-	-	-
Total City of Walnut Grove	3,740,000	1,959,086	1,959,086	-	1,959,086
City of Good Hope					
Transportation, drainage and sidewalks	468,000	558,510	454,512	36,798	491,310
Administration facility improvements	280,000	-	-	-	-
Total City of Good Hope	748,000	558,510	454,512	36,798	491,310
City of Jersey					
Transportation, drainage and sidewalks	234,000	181,000	4,870	-	4,870
Water and sewer improvements	140,000	-	-	-	-
Total City of Jersey	374,000	181,000	4,870	-	4,870
City of Between					
Administration facilities	374,000	-	-	-	-
Total City of Between	374,000	-	-	-	-
Total 2007 SPLOST	$ 108,600,000	$ 63,978,182	$ 61,874,522	$ 743,421	$ 62,617,943

WALTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2013 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Project	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total
Walton County					
Jail expansion	$ 25,200,000	$ 25,200,000	$ 1,234	$ -	$ 1,234
Fire station construction	3,600,000	3,600,000	-	312,991	312,991
911 building expansion	2,400,000	2,400,000	-	-	-
Government building upgrades	2,400,000	2,400,000	-	56,150	56,150
Road improvements	2,400,000	2,400,000	-	640,977	640,977
Water & sewer improvements	2,400,000	2,400,000	-	-	-
Parks & recreation upgrages	1,600,000	1,600,000	-	-	-
Total Walton County	40,000,000	40,000,000	1,234	1,010,118	1,011,352
City of Between	360,644	360,644	27,995	56,507	84,502
City of Good Hope	198,838	198,838	15,435	31,154	46,589
City of Jersey	333,840	333,840	25,914	52,305	78,219
City of Loganville	5,841,678	5,841,678	453,445	915,256	1,368,701
City of Monroe	9,200,000	9,200,000	714,127	1,441,428	2,155,555
City of Social Circle	3,100,000	3,100,000	240,632	485,703	726,335
City of Walnut Grove	965,000	965,000	74,904	151,191	226,095
Total 2013 SPLOST	$ 60,000,000	$ 60,000,000	$ 1,553,686	$ 4,143,662	$ 5,697,348

INTERNAL SERVICE FUNDS

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

Health Benefits Fund – to account for charges to other funds and for the payment of health insurance and the payment of claims.

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

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2014

	Health Benefits	Workers Compensation	Total
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	$ 562,761	$ 743,855	$ 1,306,616
Investments	908,581	-	908,581
Accounts receivable	-	725	725
Interest receivable	7	27	34
Due from other funds	28,035	45,570	73,605
Prepaid items	8,741	102,292	111,033
Total assets	1,508,125	892,469	2,400,594
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	2,697	-	2,697
Claims payable - current portion	592,416	337,151	929,567
Total current liabilities	595,113	337,151	932,264
NONCURRENT LIABILITIES			
Claims payable - long-term portion	-	217,536	217,536
Total long term liabilities	-	217,536	217,536
Total liabilities	595,113	554,687	1,149,800
NET POSITION			
Unrestricted	913,012	337,782	1,250,794
Total net position	$ 913,012	$ 337,782	$ 1,250,794

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Health Benefits	Workers Compensation	Total
OPERATING REVENUES			
Charges to other funds	$ 5,501,966	$ 546,030	$ 6,047,996
Other revenue	-	23,668	23,668
Total operating revenues	5,501,966	569,698	6,071,664
OPERATING EXPENSES			
Administrative	970,326	-	970,326
Claims	4,864,632	182,676	5,047,308
Fiduciary fees	6,582	5,009	11,591
Insurance	94,388	209,891	304,279
Total operating expenses	5,935,928	397,576	6,333,504
Operating income (loss)	(433,962)	172,122	(261,840)
NONOPERATING REVENUES			
Interest income	668	354	1,022
Total nonoperating revenues	668	354	1,022
Income (loss) before transfers	(433,294)	172,476	(260,818)
Transfers in	974	-	974
Change in net position	(432,320)	172,476	(259,844)
NET POSITION, beginning of year	1,345,332	165,306	1,510,638
NET POSITION, end of year	$ 913,012	$ 337,782	$ 1,250,794

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Health Benefits	Workers Compensation	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund activity	$ 5,512,992	$ 540,392	$ 6,053,384
Payments to suppliers	(6,016,284)	(541,020)	(6,557,304)
Net cash used in operating activities	(503,292)	(628)	(503,920)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	974	-	974
Net cash provided by noncapital financing activities	974	-	974
CASH FLOWS FROM INVESTING ACTIVITIES			
Sales of investments	547,631	-	547,631
Interest received	673	373	1,046
Net cash provided by investing activities	548,304	373	548,677
Net increase (decrease) in cash and cash equivalents	45,986	(255)	45,731
Cash and cash equivalents:			
Beginning of year	516,775	744,110	1,260,885
End of year	$ 562,761	$ 743,855	$ 1,306,616
Reconciliation of operating income (loss) to net cash used in operating activities:			
Operating income (loss)	$ (433,962)	$ 172,122	$ (261,840)
Adjustments to reconcile operating income (loss) to net cash used in operating activities			
Decrease in accounts receivable	39,061	3,648	42,709
Increase in due from other funds	(28,035)	(32,954)	(60,989)
(Increase) decrease in prepaid items	(203)	5,307	5,104
Increase in accounts payable	1,723	-	1,723
Decrease in claims payable	(81,876)	(148,751)	(230,627)
Net cash used in operating activities	$ (503,292)	$ (628)	$ (503,920)

AGENCY FUNDS

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

Tax Commissioner - to account for the collection of all property taxes which are collected and disbursed to the County and other government units.

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

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

Clerk of Superior Court
Probate Court
Magistrate Court
Juvenile Court

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2014

ASSETS	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court	Juvenile Court	Sheriff	Total
Cash and cash equivalents	$ 1,393,096	$ 774,896	$ 60,668	$ 36,207	$ 141	$ 456	$ 2,265,464
Taxes receivable	1,447,935	-	-	-	-	-	1,447,935
Total assets	$ 2,841,031	$ 774,896	$ 60,668	$ 36,207	$ 141	$ 456	$ 3,713,399
LIABILITIES							
Due to others	$ 1,393,096	$ 774,896	$ 60,668	$ 36,207	$ 141	$ 456	$ 2,265,464
Uncollected taxes	1,447,935	-	-	-	-	-	1,447,935
Total liabilities	$ 2,841,031	$ 774,896	$ 60,668	$ 36,207	$ 141	$ 456	$ 3,713,399

WALTON COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Balance July 1, 2013	Increases	Decreases	Balance June 30, 2014
Tax Commissioner				
ASSETS				
Cash	$ 1,393,374	$ 87,169,810	$ (87,170,088)	$ 1,393,096
Taxes receivable	1,536,149	70,305,283	(70,393,497)	1,447,935
Total assets	$ 2,929,523	$ 157,475,093	$ (157,563,585)	$ 2,841,031
LIABILITIES				
Due to others	$ 1,393,374	$ 87,169,810	$ (87,170,088)	$ 1,393,096
Uncollected taxes	1,536,149	70,305,283	(70,393,497)	1,447,935
Total liabilities	$ 2,929,523	$ 157,475,093	$ (157,563,585)	$ 2,841,031
Clerk of Superior Court				
ASSETS				
Cash	$ 733,979	$ 3,103,483	$ (3,062,566)	$ 774,896
Total assets	$ 733,979	$ 3,103,483	$ (3,062,566)	$ 774,896
LIABILITIES				
Due to others	$ 733,979	$ 3,103,483	$ (3,062,566)	$ 774,896
Total liabilities	$ 733,979	$ 3,103,483	$ (3,062,566)	$ 774,896
Probate Court				
ASSETS				
Cash	$ 56,835	$ 1,254,579	$ (1,250,746)	$ 60,668
Total assets	$ 56,835	$ 1,254,579	$ (1,250,746)	$ 60,668
LIABILITIES				
Due to others	$ 56,835	$ 1,254,579	$ (1,250,746)	$ 60,668
Total liabilities	$ 56,835	$ 1,254,579	$ (1,250,746)	$ 60,668

(Continued)

WALTON COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Balance July 1, 2013	Increases	Decreases	Balance June 30, 2014
Magistrate Court				
ASSETS				
Cash	$ 46,228	$ 673,481	$ (683,502)	$ 36,207
Total assets	$ 46,228	$ 673,481	$ (683,502)	$ 36,207
LIABILITIES				
Due to others	$ 46,228	$ 673,481	$ (683,502)	$ 36,207
Total liabilities	$ 46,228	$ 673,481	$ (683,502)	$ 36,207
Juvenile Court				
ASSETS				
Cash	$ 192	$ 6,652	$ (6,703)	$ 141
Total assets	$ 192	$ 6,652	$ (6,703)	$ 141
LIABILITIES				
Due to others	$ 192	$ 6,652	$ (6,703)	$ 141
Total liabilities	$ 192	$ 6,652	$ (6,703)	$ 141
Sheriff				
ASSETS				
Cash	$ 5,552	$ 679,538	$ (684,634)	$ 456
Total assets	$ 5,552	$ 679,538	$ (684,634)	$ 456
LIABILITIES				
Due to others	$ 5,552	$ 679,538	$ (684,634)	$ 456
Total liabilities	$ 5,552	$ 679,538	$ (684,634)	$ 456
Total Agency Funds				
ASSETS				
Cash	$ 2,236,160	$ 92,887,543	$ (92,858,239)	$ 2,265,464
Taxes receivable	1,536,149	70,305,283	(70,393,497)	1,447,935
Total assets	$ 3,772,309	$ 163,192,826	$ (163,251,736)	$ 3,713,399
LIABILITIES				
Due to others	$ 2,236,160	$ 92,887,543	$ (92,858,239)	$ 2,265,464
Uncollected taxes	1,536,149	70,305,283	(70,393,497)	1,447,935
Total liabilities	$ 3,772,309	$ 163,192,826	$ (163,251,736)	$ 3,713,399

COMPONENT UNIT – DEVELOPMENT AUTHORITY

WALTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - DEVELOPMENT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	$	202,799
Payments to suppliers		(80,129)
Payments to employees		(125,733)
Net cash used in operating activities		(3,063)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisitions of capital assets		(379,560)
Proceeds from sale of capital assets		20,000
Net cash used in capital and related financing activities		(359,560)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received		790
Net cash provided by investing activities		790
Net decrease in cash and cash equivalents		(361,833)
Cash and cash equivalents:		
Beginning of year		445,879
End of year	$	84,046
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	$	(10,323)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation		2,957
Change in assets and liabilities:		
Decrease in accounts receivable		2,000
Increase in accounts payable		1,958
Increase in accrued liabilities		345
Net cash used in operating activities	$	(3,063)

COMPONENT UNIT – COMMISSION ON CHILDREN AND YOUTH

WALTON COUNTY, GEORGIA

BALANCE SHEET
COMPONENT UNIT - COMMISSION ON CHILDREN & YOUTH
JUNE 30, 2014

ASSETS		
Cash	$	94,288
Due from primary government		14,406
Total assets	$	108,694
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$	1,490
Total liabilities		1,490
FUND BALANCE		
Unassigned		107,204
Total liabilities and fund balance	$	108,694

WALTON COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPONENT UNIT - COMMISSION ON CHILDREN & YOUTH
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Revenues		
Intergovernmental	$	65,810
Charges for services		27,582
Total revenues		93,392
Expenditures		
Health and welfare		104,526
Total expenditures		104,526
Net change in fund balance		(11,134)
Fund balance, beginning of year		118,338
Fund balance, end of year	$	107,204

STATISTICAL SECTION

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

Page

Financial Trends **99-104**

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

Revenue Capacity **105-110**

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

Debt Capacity **111-115**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information ..... **116 and 117**

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

Operating Information **118-120**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

WALTON COUNTY, GEORGIA

NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities										
Net investment in capital assets	$ 79,560,401	$ 80,890,679	$ 89,275,978	$ 90,713,448	$ 89,664,056	$ 85,913,569	$ 90,801,446	$ 94,687,494	$ 102,657,027	$ 100,876,698
Restricted	541,595	7,468,310	28,816,979	8,903,723	5,348,476	5,343,022	16,694,711	10,701,672	9,448,476	13,816,123
Unrestricted	4,391,120	13,427,017	553,044	22,727,375	24,365,511	25,598,720	11,893,449	22,952,221	21,822,655	23,118,507
Total governmental activities net position	$ 84,493,116	$ 101,786,006	$ 118,646,001	$ 122,344,546	$ 119,378,043	$ 116,855,311	$ 121,389,606	$ 128,341,387	$ 133,928,158	$ 137,811,328
Business-type activities										
Net investment in capital assets	$ 1,029,104	$ 1,016,106	$ 28,786,737	$ 23,584,893	$ 24,915,940	$ 33,376,233	$ 35,965,437	$ 40,400,413	$ 43,139,230	$ 46,026,963
Restricted	-	-	3,168,528	8,474,648	7,751,281	7,598,747	6,961,893	5,589,892	5,590,932	6,192,221
Unrestricted	233,100	162,561	6,537,085	8,149,911	8,633,228	28,352,560	28,959,419	28,766,415	27,386,469	30,236,244
Total business-type activities net position	$ 1,262,204	$ 1,178,667	$ 38,492,350	$ 40,209,452	$ 41,300,449	$ 69,327,540	$ 71,886,749	$ 74,756,720	$ 76,116,631	$ 82,455,428
Primary government										
Net investment in capital assets	$ 80,589,505	$ 81,906,785	$ 118,062,715	$ 114,298,341	$ 114,579,996	$ 119,289,802	$ 126,766,883	$ 135,087,907	$ 145,796,257	$ 146,903,661
Restricted	541,595	7,468,310	31,985,507	17,378,371	13,099,757	12,941,769	25,656,604	16,291,564	15,039,408	20,008,344
Unrestricted	4,624,220	13,589,578	7,090,129	30,877,286	32,998,739	53,951,280	40,852,868	51,718,636	49,209,124	53,354,751
Total primary government activities net position	$ 85,755,320	$ 102,964,673	$ 157,138,351	$ 162,553,998	$ 160,678,492	$ 186,182,851	$ 193,276,355	$ 203,098,107	$ 210,044,789	$ 220,266,756

Data Source: Audited Financial Statements

WALTON COUNTY, GEORGIA

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

EXPENSES	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Government activities:										
General Government	$ 7,785	$ 6,470	$ 7,738	$ 7,736	$ 8,474	$ 7,199	$ 7,442	$ 7,442	$ 6,941	$ 7,545
Judicial	3,708	3,838	4,354	4,541	4,937	4,904	5,148	4,790	4,908	5,104
Public Safety	15,418	15,922	19,065	19,477	20,739	21,439	21,703	21,080	21,166	22,042
Public Works	4,823	6,318	5,891	14,528	13,627	12,065	8,832 (1)	9,446	11,594	11,427
Health and Welfare	503	821	2,190	1,127	1,250	1,232	1,030	963	1,049	1,120
Housing & Development	1,411	2,183	2,445	2,294	1,508	1,454	1,438	1,331	1,289	1,340
Culture & Recreation	2,079	2,315	2,763	3,133	3,855	3,942	3,868	3,703	3,549	3,777
Interest on Long-Term Debt	967	697	1,358	2,390	1,989	1,922	1,320	1,201	611	430
Total government activities expenses	36,694	38,564	45,804	55,226	56,379	54,157	50,781	49,956	51,107	52,785
Business-type activities										
Water and Sewer	-	-	7,827	9,938	8,990	7,973	7,492	7,301	7,538	7,624
EMS	2,120	1,952	2,390	2,760	2,719	2,777	2,787	2,686	2,717	2,817
Solid Waste	902	930	1,042	1,092	1,103	1,145	1,157	1,157	1,059	1,149
Total business-type activities	3,022	2,882	11,259	13,790	12,812	11,895	11,436	11,144	11,314	11,590
Total primary government expenses	$ 39,716	$ 41,446	$ 57,063	$ 69,016	$ 69,191	$ 66,052	$ 62,217	$ 61,100	$ 62,421	$ 64,375
PROGRAM REVENUES										
Charges for services:										
General Government	$ 1,583	$ 1,751	$ 2,065	$ 2,183	$ 2,547	$ 2,538	$ 2,600	$ 2,539	$ 2,778	$ 2,437
Judicial	1,898	2,323	2,015	2,016	1,497	1,366	1,211	1,099	1,109	1,134
Public Safety	1,974	2,477	1,928	2,222	2,290	2,021	2,163	2,009	1,811	1,861
Public Works	54	-	14	4	476	1,031	1,134	1,160	1,340	1,202
Health and Welfare	17	146	189	-	-	63	81	57	109	143
Housing & Development	1,155	1,378	2,186	542	415	77	64	46	49	242
Culture & Recreation	160	847	340	603	704	872	856	891	857	638
Total charges for services:	6,841	8,922	8,737	7,570	7,929	7,968	8,109	7,801	8,053	7,657
Operating grants and contributions	300	911	1,391	527	774	698	649	961	1,671	1,842
Capital grants and contibutions	2,417	3,497	5,592	1,124	18	1,060	288	122	241	80
Total governmental activities program revenues	9,558	13,330	15,720	9,221	8,721	9,726	9,046	8,884	9,965	9,579
Business type activities:										
Charges for services:										
Water			7,946	7,691	7,332	8,382	8,720	9,028	9,105	9,368
EMS	1,633	1,141	1,463	1,130	1,535	1,123	1,555	1,753	1,867	1,627
Solid Waste	372	450	505	504	435	606	567	619	591	694
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contibutions	-	-	3,735	489	-	899	894	901	902	4,351
Total business-type activities program revenues	2,005	1,591	13,649	9,814	9,302	11,010	11,736	12,301	12,465	16,040
Total primary government program revenues	$ 11,563	$ 14,921	$ 29,369	$ 19,035	$ 18,023	$ 20,736	$ 20,782	$ 21,185	$ 22,429	$ 25,619
Net (expenses)/revenue										
Governmental activities	$ (27,136)	$ (25,234)	$ (30,084)	$ (46,005)	$ (47,658)	$ (44,431)	$ (41,735)	$ (41,072)	$ (41,143)	$ (43,206)
Business-type activities	(1,017)	(1,291)	2,390	(3,976)	(3,510)	(885)	300	1,157	1,151	4,450
Total primary government net expense	$ (28,153)	$ (26,525)	$ (27,694)	$ (49,981)	$ (51,168)	$ (45,316)	$ (41,435)	$ (39,915)	$ (39,992)	$ (38,756)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Taxes										
Property taxes	$ 20,819	$ 22,258	$ 24,818	$ 28,255	$ 28,063	$ 30,445	$ 30,432	$ 30,347	$ 28,854	$ 29,879
Sales taxes	13,470	16,506	17,467	16,376	14,497	15,083	14,761	15,863	15,931	15,518
Insurance premium taxes	1,649	1,762	1,846	1,941	1,988	1,960	1,906	2,355	2,515	2,614
Other Taxes	1,486	1,744	1,755	1,484	1,257	812	833	854	856	906
Total taxes	37,424	42,270	45,886	48,056	45,805	48,300	47,932	49,419	48,157	48,917
Unrestricted grants and contributions	-	1,337	1,391	-	1,540	97	-	-	-	-
Intergovernmental revenue	1,047	-	-	-		-	-	-	-	-
Other	142	-	-	-	-	261	245	245	-	-
Unrestricted investment earnings	446	953	2,797	3,519	1,076	-	68	47	54	45
Gain (loss) on sales of capital assets	-	14	-	-	-	78	-	-	-	-
Transfers	(1,082)	(1,205)	(1,461)	(2,598)	(3,730)	(6,828)	(1,976)	(1,688)	(1,446)	(1,873)
Total governmental activities	37,977	43,369	48,613	48,977	44,691	41,908	46,269	48,023	46,764	47,089
Business-type activities:										
Investment earnings	1	2	382	2,760	872	203	53	25	20	16
Other revenues	-	-	-	-	-	1,043	230	-	-	-
Gain on sale of assets	-	-	-	-	-	-	-	-	-	-
Transfers	1,188	1,205	1,461	2,598	3,730	6,828	1,976	1,688	1,446	1,873
Special Item - Capital Contributions	-	-	33,081	-	-	-	-	-	-	-
Total business-type activities	1,189	1,207	34,924	5,358	4,602	8,074	2,259	1,713	1,466	1,889
Total primary governement	$ 39,166	$ 44,576	$ 83,537	$ 54,335	$ 49,293	$ 49,982	$ 48,528	$ 49,736	$ 48,230	$ 48,978
CHANGE IN NET POSITION										
Governmental activities	$ 10,841	$ 18,135	$ 18,529	$ 2,972	$ (2,967)	$ (2,523)	$ 4,534	$ 6,951	$ 5,622	$ 3,883
Business-type activities	172	(84)	37,314	1,382	1,092	7,189	2,559	2,870	2,617	6,339
Total primary government	$ 11,013	$ 18,051	$ 55,843	$ 4,354	$ (1,875)	$ 4,666	$ 7,093	$ 9,821	$ 8,239	$ 10,222

Data Source: Audited Financial Statements
(1) Significant decline is related to a decrease in intergovernmental expenses related to the 2007 SPLOST Fund

WALTON COUNTY, GEORGIA

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General fund										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,228,606	$ 356,976	$ 306,496	$ 307,821
Restricted	-	-	-	-	-	-	-	-	39,900	-
Assigned	-	-	-	-	-	-	6,294,453	6,139,984	-	-
Unassigned	-	-	-	-	-	-	14,828,182	15,064,042	19,672,933	21,497,710
Reserved	82,557	-	93,983	203,423	161,057	239,843	-	-	-	-
Unreserved	6,769,667	12,993,481	17,599,673	20,126,127	21,305,694	22,824,783	-	-	-	-
Total general fund	$ 6,852,224	$ 12,993,481	$ 17,693,656	$ 20,329,550	$ 21,466,751	$ 23,064,626	$ 22,351,241	$ 21,561,002	$ 20,019,329	$ 21,805,531
All other governmental funds										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ 21,932	$ 238,506	$ 231,535	$ 233,046
Restricted	-	-	-	-	-	-	18,694,711	16,858,948	9,408,576	13,816,123
Committed	-	-	-	-	-	-	463,953	535,430	480,491	450,146
Unassigned (deficit)	-	-	-	-	-	-	-	-	-	(13,723)
Reserved	-	5,643,135	70,369,621	58,521,430	36,779,653	22,477,885	-	-	-	-
Unreserved, reported in :										
Special revenue funds	744,090	840,241	1,043,373	1,303,750	1,297,855	1,367,372	-	-	-	-
Debt service funds	541,495	-	-	-	-	(95,388)	-	-	-	-
Capital projects funds	4,531,161	985,934	-	-	-	(56,721)	-	-	-	-
Total all other governmental funds	$ 5,816,746	$ 7,469,310	$ 71,412,994	$ 59,825,180	$ 38,077,508	$ 23,693,148	$ 19,180,596	$ 17,632,884	$ 10,120,602	$ 14,485,592
Total reserved	$ 82,557	$ 5,643,135	$ 70,463,604	$ 58,724,853	$ 36,940,710	$ 22,717,728	$ -	$ -	$ -	$ -
Total unreserved	$ 12,586,413	$ 14,819,656	$ 18,643,046	$ 21,429,877	$ 22,603,549	$ 24,040,046	$ -	$ -	$ -	$ -
Total all funds	$ 12,668,970	$ 20,462,791	$ 89,106,650	$ 80,154,730	$ 59,544,259	$ 46,757,774	$ 41,531,837	$ 39,193,886	$ 30,139,931	$ 36,291,123

Data Source: Audited Financial Statements
Fund balance format changed in 2011 as a result of the provisions of GASB 54

WALTON COUNTY, GEORGIA

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
REVENUES										
Taxes	$ 37,520,783	$ 42,248,003	$ 45,719,807	$ 47,844,287	$ 44,794,165	$ 48,126,321	$ 48,636,167	$ 49,786,120	$ 48,190,254	$ 48,956,967
Licenses & permits	954,246	1,793,594	1,736,390	725,568	343,592	227,959	237,616	249,962	361,909	439,795
Intergovernmental	1,111,156	2,294,357	2,517,377	635,376	2,037,334	1,638,859	993,859	1,033,340	1,824,366	1,868,398
Charges for services	3,668,940	4,855,293	4,951,533	4,367,440	2,044,463	5,751,231	6,062,943	5,915,036	5,756,856	5,548,519
Fines and forfeitures	1,445,025	1,825,741	1,834,655	2,021,821	5,302,864	1,902,633	1,775,018	1,618,059	1,354,311	1,195,747
Interest	408,799	924,507	2,796,924	3,519,417	1,075,584	167,846	95,180	59,316	62,113	47,524
Contributions	37,396	123,964	417,588	17,602	181,474	103,423	82,547	46,886	23,148	111,118
Other	1,146,557	208,626	211,609	948,996	227,159	260,961	245,455	245,393	573,918	464,416
Total Revenues	46,292,902	54,274,085	60,185,883	60,080,507	56,006,635	58,179,233	58,128,785	58,954,112	58,146,875	58,632,485
EXPENDITURES										
General Government	7,366,773	5,670,248	6,624,164	6,809,149	7,396,882	6,613,667	6,833,387	6,727,572	6,590,075	6,906,399
Judicial	3,804,317	3,803,217	4,213,524	4,442,352	4,686,430	4,901,904	5,094,439	4,954,557	4,907,060	5,032,415
Public Safety	14,855,607	14,795,337	16,452,780	18,017,628	18,715,114	20,816,214	20,036,200	20,806,809	20,246,278	21,339,494
Public Works	4,638,879	3,908,656	3,848,879	7,753,064	8,074,423	7,695,131	6,691,128	7,044,565	6,313,838	8,120,222
Health and Welfare	490,381	819,547	1,384,163	1,125,504	1,244,884	1,224,269	1,065,791	1,024,319	973,626	977,954
Culture & Recreation	1,911,023	1,999,165	2,475,434	2,636,610	3,149,723	3,287,364	3,128,025	3,061,956	2,865,348	3,057,368
Housing & Development	1,405,111	1,527,820	1,737,745	2,421,540	1,413,834	1,460,143	1,420,065	1,353,850	1,294,540	1,379,526
Intergovernmental	-	650,000	1,332,099	4,454,747	3,402,578	3,234,696	1,247,970	2,480,625	4,511,216	3,501,794
Capital outlay	6,844,455	3,842,555	7,826,655	11,743,598	13,563,745	2,937,784	2,454,870	3,704,550	2,651,787	351,512
Principal on long term debt	7,170,823	9,070,726	4,623,463	4,463,182	8,441,887	9,944,065	11,513,229	12,517,879	14,319,050	508,562
Interest	966,846	720,058	347,194	2,737,582	2,797,766	2,469,790	1,893,967	1,664,342	1,093,327	423,780
Issuance Costs	-	-	582,941	-	-	-	-	-	-	-
Total Expenditures	49,454,215	46,807,329	51,449,041	66,604,956	72,887,266	64,585,027	61,379,071	65,341,024	65,766,145	51,599,026
Excess (deficiency) of revenues over (under) expenditures	(3,161,313)	7,466,756	8,736,842	(6,524,449)	(16,880,631)	(6,405,794)	(3,250,286)	(6,386,912)	(7,619,270)	7,033,459
OTHER FINANCING SOURCES (USES)										
Bond debt issued	-	-	58,915,000	-	-	-	-	-	-	-
Premium on bond debt	-	-	2,367,366	-	-	-	-	-	-	-
Proceeds from capital leases	-	1,265,000	-	-	-	360,412	-	5,680,069	-	970,442
Proceeds from sale of capital assets	-	137,123	85,887	-	-	87,308	-	56,933	11,585	20,877
Transfers in	11,333,962	2,950,680	2,424,080	1,599,601	1,250,249	2,951,097	5,021,031	5,467,118	6,794,571	1,158,250
Transfers out	(12,415,429)	(4,155,265)	(3,885,316)	(4,197,432)	(4,980,089)	(9,779,508)	(6,996,682)	(7,155,159)	(8,240,841)	(3,031,836)
Total other financing sources (uses)	(1,081,467)	197,538	59,907,017	(2,597,831)	(3,729,840)	(6,380,691)	(1,975,651)	4,048,961	(1,434,685)	(882,267)
Net change in fund balance	$ (4,242,780)	$ 7,664,294	$ 68,643,859	$ (9,122,280)	$ (20,610,471)	$ (12,786,485)	$ (5,225,937)	$ (2,337,951)	$ (9,053,955)	$ 6,151,192
Debt service as a percentage of noncapital expenditures	23.61%	29.51%	13.06%	15.11%	23.38%	25.21%	23.04%	23.90%	25.01%	1.93%

Data Source: Audited Financial Statements

WALTON COUNTY, GEORGIA

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

Fiscal Year	Property Tax	Sales Tax (1)	Franchise Tax	Alcoholic Beverage Tax	Insurance Premium Tax	Real Estate Transfer Tax	Other Tax	Total
2014	$ 29,485	$ 15,518	$ 406	$ 220	$ 2,614	$ 434	$ 280	$ 48,957
2013	28,342	15,931	379	213	2,515	545	264	48,190
2012	30,333	15,863	346	218	2,355	381	290	49,786
2011	30,475	15,098	328	226	1,906	324	279	48,636
2010	29,950	15,034	315	234	1,960	370	263	48,126
2009	27,340	14,209	295	238	1,988	467	257	44,794
2008	28,255	16,376	268	218	1,941	715	71	47,844
2007	24,818	17,467	227	211	1,846	1,034	117	45,720
2006	22,258	16,506	180	209	1,761	1,078	256	42,248
2005	20,827	13,470	130	189	1,649	995	261	37,521

Source: Tax Commissioner

(1) Includes 1% Special Local Option Sales Tax

WALTON COUNTY, GEORGIA

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	General Government	Judicial	Public Safety	Public Works	Health and Welfare	Culture and Recreation	Housing and Development	Debt Service	Other (1)	Total
2014	$ 6,906	$ 5,033	$ 21,340	$ 8,120	$ 978	$ 3,057	$ 1,380	$ 932	$ 3,853	$ 51,599
2013	6,590	4,907	20,246	6,314	974	2,865	1,295	15,412	7,163	65,766
2012	6,728	4,955	20,807	7,045	1,024	3,062	1,354	14,182	6,184	65,341
2011	6,833	5,094	20,036	6,691	1,066	3,128	1,420	13,407	3,704	61,379
2010	6,614	4,902	20,816	7,695	1,224	3,287	1,460	12,414	6,173	64,585
2009	7,397	4,686	18,715	8,074	1,245	3,150	1,414	11,240	16,967	72,888
2008	6,809	4,442	18,018	7,753	1,126	2,637	2,422	7,201	16,199	66,607
2007	6,624	4,214	16,453	3,849	1,384	2,475	1,738	5,553	9,159	51,449
2006	5,670	3,803	14,795	3,909	819	1,999	1,528	9,791	4,493	46,807
2005	7,367	3,804	14,856	4,639	490	1,911	1,405	8,138	6,844	49,454

Source: Finance Department

(1) - Includes intergovernmental expenditures and capital outlay

WALTON COUNTY, GEORGIA

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

		Real Property				Personal Property				Less Exemptions:					
Fiscal Year	Tax Year	Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Inventory & Equipment	Motor Vehicles	Mobile Homes	Other (2)	Real Property	Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2014	2013	$ 1,372,897	$ 157,857	$ 278,063	$ 84,494	$ 246,170	$ 227,029	$ 10,169	$ 3,847	$ 151,180	$ 64,560	$ 2,164,786	12.410	$ 5,411,965	40.00%
2013	2012	1,381,176	157,739	324,373	83,515	232,162	216,600	10,243	4,407	152,985	51,102	2,206,127	12.410	5,515,317	40.00%
2012	2011	1,583,810	261,062	325,583	81,366	223,263	217,337	10,592	3,924	236,455	37,834	2,432,647	12.175	6,081,618	40.00%
2011	2010	1,808,305	303,668	345,840	83,515	210,292	221,024	10,592	3,908	311,502	22,490	2,653,152	11.032	6,632,880	40.00%
2010	2009	1,863,686	303,587	343,052	74,120	218,176	251,611	11,991	4,940	308,471	20,497	2,742,195	10.882	6,855,488	40.00%
2009	2008	2,074,423	336,236	340,304	70,214	233,542	243,221	11,876	4,839	410,139	24,246	2,880,270	10.055	7,200,675	40.00%
2008	2007	1,990,790	333,143	315,531	69,626	184,530	229,630	11,923	4,677	407,648	25,311	2,706,891	10.064	6,767,228	40.00%
2007	2006	1,765,565	305,189	295,482	64,936	180,082	206,398	12,672	4,638	340,191	26,335	2,468,436	10.064	6,171,090	40.00%
2006	2005	1,565,708	281,182	258,390	59,942	172,935	208,583	13,165	4,591	298,615	26,420	2,239,461	10.064	5,598,653	40.00%
2005	2004	1,304,003	241,241	212,216	61,162	157,884	196,538	13,930	4,725	203,911	25,080	1,962,708	10.064	4,906,770	40.00%

Source: Tax Assessor

(1) Includes Conservation Use, Preferential Property and Forest Land.

(2) Includes Timber, Airplanes, Boats, RV's, etc.

WALTON COUNTY, GEORGIA

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

Fiscal Year	Operating Millage	School District Operating Millage	School District Debt Service Millage	School District Total School Millage	State	Total Direct & Overlapping Rates
2014	12.410	19.600	2.200	21.800	0.150	34.360
2013	12.410	19.300	3.500	22.800	0.200	35.410
2012	12.175	19.600	2.200	21.800	0.250	34.225
2011	11.032	18.600	2.200	20.800	0.250	32.082
2010	10.882	18.250	2.200	20.450	0.250	31.582
2009	10.055	17.490	2.450	19.940	0.250	30.245
2008	10.064	17.240	2.700	19.940	0.250	30.254
2007	10.064	17.240	2.700	19.940	0.250	30.254
2006	10.064	17.240	1.600	18.840	0.250	29.154
2005	10.064	18.020	0.820	18.840	0.250	29.154

Source: Tax Commissioner

Overlapping rates are those of local and county governments that apply to property owners within the County. Not all potential overlapping rates apply to all County property owners (e.g., the rates for special districts apply only proportion of the government's property owners whose property is located within the geographic boundaries of the special district.) The County only has one direct rate for operating millage. As such, there are no components to disclose

WALTON COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
June 30, 2014
(amounts expressed in thousands)

		2014			2005		
Item	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
1	Walton EMC	$74,022	1	3.42%	$46,964	1	2.39%
2	Walton County Power, LLC	52,423	2	2.42%			
3	MPC Generating, LLC	39,206	3	1.81%			
4	Doyle I LLC	37,710	4	1.74%			
5	Transcontinental Pipeline	33,248	5	1.54%	32,860	2	1.67%
6	Monroe HMA, Inc.	32,542	6	1.50%	9,981	10	0.51%
7	Georgia Power Corp.	26,277	7	1.21%	15,237	7	0.78%
8	Georgia Transmission	25,892	8	1.20%			
9	Hitachi Automotive	25,152	9	1.16%			
10	Pike Electric, Inc.	16,589	10	0.77%	32,600	3	1.66%
11	L & P Materials MFG, Inc.				17,318	6	0.88%
12	Wal-Mart Stores East LP				15,169	8	0.77%
13	Avondale Mills				18,414	5	0.94%
14	Alltell GA Communications				26,040	4	1.33%
15	Meridian Homes				13,370	9	0.68%
Totals		$363,061		16.77%	$227,953		11.61%

Source: Tax Commissioner

WALTON COUNTY, GEORGIA

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

Fiscal Year	Total Levy	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Tax Collections	% of Total Levy Collected	Outstanding Delinquent Taxes
		Amount	Percentage of Original Levy				
2014	$ 23,649	$ 23,271	98.4%	$ -	$ 23,271	98.4%	$ 378
2013	23,865	23,434	98.2%	291	23,725	99.4%	140
2012	26,094	25,392	97.31	641	26,033	99.77	61
2011	26,279	25,367	96.53	870	26,237	99.84	42
2010	26,450	25,318	95.72	1,072	26,390	99.77	60
2009	26,021	24,736	95.06	1,209	25,945	99.71	76
2008	24,447	23,728	97.06	664	24,392	99.78	55
2007	22,201	21,921	98.74	244	22,165	99.84	36
2006	19,895	19,654	98.79	240	19,894	99.99	1
2005	17,357	17,152	98.82	205	17,357	100.00	-

Source: Tax Commissioner

WALTON COUNTY, GEORGIA

SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Special Assessment Billings	Special Assessments Collected	Collected as Percentage of Billings
2014	$ 531	$ 531	100.00%
2013	488	482	98.77
2012	506	491	97.04
2011	503	539	107.16
2010	498	495	99.40
2009	495	462	93.33
2008	437	438	100.23
2007	415	413	99.52
2006	347	344	99.14
2005	301	298	99.00

Source: Tax Commissioner

WALTON COUNTY, GEORGIA

TOP 10 WATER CUSTOMERS
CURRENT YEAR AND EIGHT YEARS AGO

	2014				2006			
Customer	Usage in Kgallons	Annual Revenue	Rank	Percentage of Total Revenue	Usage in Kgallons	Annual Revenue	Rank	Percentage of Total Revenue
City of Loganville	337,180,000	$ 883,412	1	10.02%	298,824,000	$ 500,140	1	11.01%
Walton County BOE	14,138,000	115,321	2	1.31%				
Youth Mobile Home Park	6,532,000	57,963	3	0.66%	7,383,000	40,983	3	0.90%
Simmeron Mobile Home Park (1)	2,819,000	50,160	4	0.57%	2,926,000	32,606	6	0.72%
Jackson Mobile Home Park	3,504,000	31,289	5	0.36%	3,074,000	17,112	5	0.38%
Arcovia Properties, Inc.	3,440,000	29,557	6	0.34%	2,906,000	14,447	7	0.32%
City of Social Circle	10,567,000	27,686	7	0.31%	22,116,000	37,597	2	0.83%
Summers Landing	2,223,000	20,037	8	0.23%	1,687,000	9,569	10	0.21%
KEMCO	687,000	5,987	9	0.07%				
Loganville Christian Academy	602,000	5,497	10	0.06%				
City of Jersey					4,852,000	8,243	4	0.18%
Georgia Water & Well Service					2,701,000	15,178	8	0.33%
Herman Carruth					2,006,000	11,561	9	0.25%
Total	381,692,000	1,226,909		13.92%	348,475,000	687,436		15.13%
All Others	872,375,000	7,586,112		86.08%	752,398,000	3,856,693		84.87%
Annual Totals	1,254,067,000	$ 8,813,021		100.00%	1,100,873,000	$ 4,544,129		100.00%

The Water and Sewer Fund came under the County's control in 2006

Source: Water Department

(1) Includes Sewage Fees

WALTON COUNTY, GEORGIA

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

	Governmental Activities					Direct Business-Type Activities						
Fiscal Year	General Obligation Bonds	Capital Leases	Certificates of Participation	Installment Sales	Intergovernmental Contracts	Water Revenue Bonds	Water Capital Leases and GEFA Notes	Water Notes Payable	Water Intergovernmental Contracts	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2014	$ -	$ 6,429	$ -	$ -	$ 1,981	$ 82,454	$ 12,008	$ -	$ -	$ 102,872	5.33%	$ 1,228
2013	-	5,728	-	-	2,220	83,814	1,012	-	-	92,774	4.74	1,086
2012	13,915	5,896	-	-	2,456	83,945	-	-	-	106,212	5.68	1,268
2011	26,165	288	-	-	2,652	80,420	-	-	5,907	115,432	6.03	1,365
2010	37,415	360	-	-	2,843	78,345	403	2,922	6,279	128,567	6.78	1,535
2009	46,915	-	-	253	3,034	78,950	477	3,327	6,639	139,595	5.17	1,599
2008	54,915	-	-	506	3,223	79,530	547	3,695	6,753	149,169	5.61	1,739
2007	58,915	25	-	759	3,239	19,560	614	7,584	6,861	97,557	3.84	1,172
2006	3,750	506	-	1,012	3,379	20,090	678	7,954	6,964	44,333	1.91	559
2005	10,750	972	1,215	1,265	3,517	20,600	-	-	-	17,719	0.85	235

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.
(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

WALTON COUNTY, GEORGIA

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

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value (1) of Property	Per Capita (2)
2014	$ -	$ -	$ -	0.00%	$ -
2013	-	-	-	0.00	-
2012	13,915	5,610	8,305	0.14	99
2011	26,165	5,225	20,940	0.32	248
2010	37,415	5,343	32,072	0.47	383
2009	46,915	5,348	41,567	0.58	476
2008	54,915	6,462	48,453	0.72	565
2007	58,915	3,600	55,315	0.90	665
2006	3,750	1	3,749	0.07	47
2005	10,750	605	10,145	0.21	134

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.
(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.
(2) Population data can be found in the Schedule of Demographic and Economic Statistics.

WALTON COUNTY, GEORGIA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
as of June 30, 2014
(amounts expressed in thousands)

Jurisdiction	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Direct:			
Capital Leases	$ 6,429	100%	$ 6,429
Intergovernmental Contracts	1,981	100%	1,981
Total direct debt	8,410		8,410
Overlapping:			
Walton County School District:			
General Obligation Bonds (1)	56,960	100%	56,960
Total Direct and Overlapping	$ 65,370		$ 65,370

Sources: Assess value data used to estimate applicable percentages provided by the State Department of Revenue. Debt outstanding provided by the Walton County School District.
(1) General obligation bonds are general obligations of the issuer to which its full faith and credit and taxing powers are pledged.

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

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

WALTON COUNTY, GEORGIA

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Assessed Valuations: (1)										
Assessed Value	$ 2,191,699	$ 2,564,496	$ 2,834,962	$ 3,139,850	$ 3,314,655	$ 3,071,163	$ 2,987,144	$ 2,706,936	$ 2,410,214	$ 2,380,526
Debt limit (10% of total assessed value)	219,170	256,450	283,496	313,985	331,466	307,116	298,714	270,694	241,021	238,053
Amount of Debt applicable to limit:										
General obligation bonds	11,965	3,750	58,915	54,915	46,915	37,415	26,165	13,915	-	-
Less: Amount set aside for repayment of general obligation debt	(605)	(1)	(3,600)	(6,462)	(5,348)	(5,343)	(5,225)	(5,610)	-	-
Total net debt applicable to limit	11,360	3,749	55,315	48,453	41,567	32,072	20,940	8,305	-	-
Legal debt margin	$ 207,810	$ 252,701	$ 228,181	$ 265,532	$ 289,899	$ 275,044	$ 277,774	$ 262,389	$ 241,021	$ 238,053
Total net debt applicable to the limit as a percentage of debt limit	5.18%	1.46%	19.51%	15.43%	12.54%	10.44%	7.01%	3.07%	0.00%	0.00%

Source: (1) Tax Assesser

WALTON COUNTY, GEORGIA

PLEDGED-REVENUE COVERAGE
Last Eight Fiscal Years (1)
(amounts expressed in thousands)

Fiscal Year	Gross Revenues (2)	Less: Operating Expenses (3)	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2014	$ 9,384	$ 4,762	$ 4,623	$ 1,870	$ 3,394	0.88
2013	9,124	4,724	4,400	1,635	3,643	0.83
2012	9,052	4,605	4,447	1,250	3,547	0.93
2011	8,773	4,187	4,586	1,250	3,660	0.93
2010	8,382	4,618	3,764	605	3,798	0.85
2009	7,332	5,042	2,290	580	3,592	0.55
2008	7,691	5,507	2,184	555	927	1.47
2007	7,946	4,705	3,241	653	1,183	1.77

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

(1) Walton County absorbed the Walton County Water Authority through a lease transfer agreement in 2006.

(2) Include operating revenues plus interest income

(3) Total operating expenses exclusive of depreciation.

WALTON COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (2) (000's omitted)	Per Capita Personal Income (2)	Median Age (1)	School Enrollment (4)	Unemployment Rate (3)
2014	83,771	$ 1,931,843	$ 23,061	37.4	13,694	6.9%
2013	85,390	1,958,249	22,933	37.0	13,656	8.6%
2012	83,768	1,869,199	22,314	37.3	13,210	9.9%
2011	84,580	1,914,637	22,637	35.2	14,966	10.1%
2010	83,758	1,894,941	22,624	37.4	14,836	10.3%
2009	87,311	2,702,014	30,947	36.7	14,642	10.2%
2008	85,782	2,661,129	31,022	34.6	14,530	6.5%
2007	83,241	2,539,017	30,502	34.5	13,891	4.7%
2006	79,295	2,327,150	29,348	34.6	13,446	4.5%
2005	75,494	2,094,883	27,749	34.6	12,811	4.7%

Data Sources
(1) Bureau of the Census
(2) Bureau of Economic Analysis
(3) Federal Reserve Economic Data
(4) State Department of Education
Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

WALTON COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

	2014			2005		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Walton County Board of Education	2,000	1	5.44%	2,374	1	7.17%
Wal-Mart Supply Chain	727	2	1.98%	950	2	2.87%
Walton County Government	721	3	1.96%	517	3	1.56%
Clearview Regional Medical Center	410	4	1.11%	355	5	
Wal-Mart Store - Loganville	325	5	0.88%			
Hitachi Automotive Systems Americas, Inc.	320	6	0.87%			
Wal-Mart Store - Monroe	270	7	0.73%			
Standridge Color Corporation	270	8	0.73%	380	4	1.15%
Leggett & Platt, Inc.	270	9	0.73%	300	6	0.91%
Social Circle City Schools	260	10	0.71%			
Goodyear Tire and Rubber				237	7	0.72%
Certain Teed Corporation				178	8	0.54%
Tucker Door				138	9	0.42%
Base Manufacturing				125	10	0.38%
Total	5,573		15.15%	5,554		15.72%

Source: State Department of Commerce.

WALTON COUNTY, GEORGIA

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

	Full-Time Equivalent Employees as of Fiscal Year End									
Function	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Government	155	147	148	141	138	139	132	139	138	132
Public Safety										
Sheriffs Office										
Deputies	160	151	155	156	154	155	151	151	137	137
Civilians	23	20	20	20	20	20	19	18	19	19
Total Sheriffs Office	183	171	175	176	174	175	170	169	156	156
Fire										
Firefighters and Officers	50	49	51	52	50	51	50	50	50	45
Civilians	1	1	1	1	1	1	1	1	1	2
Total Fire	51	50	52	53	51	52	51	51	51	47
EMS, E911 & Animal Control	59	48	56	56	57	58	56	58	52	53
Total Public Safety	293	269	283	285	282	285	277	278	259	256
Public Works										
Supervision and Administration	17	16	15	15	17	16	16	16	17	15
Maintenance	33	36	33	35	37	36	33	37	38	36
Total Public Works	50	52	48	50	54	52	49	53	55	51
Recycling	9	9	9	9	10	10	10	10	9	11
Culture and Recreation	24	24	24	25	26	25	24	26	25	21
Water	23	22	23	25	28	26	29	28	-	-
Total	554	523	535	535	538	537	521	534	486	471

Source: Finance Department

WALTON COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function	Fiscal Year 2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Sheriff										
Physical Arrests (1)	3,715	4,756	4,896	5,172	5,964	5,628	5,415	5,412	4,969	4,941
Traffic Violations (1)	8,282	11,263	12,894	12,550	14,382	14,468	7,428	6,524	6,650	6,167
Fire										
Number of Calls Answered	4,200	4,200	4,000	3,100	3,112	3,067	2,935	2,993	3,075	3,317
Pre- Fire Plans	106	106	103	103	103	103	103	103	103	99
Highways and Streets										
Street Resurfacing (miles)	22.45	28.43	29.70	40.84	52.00	27.60	59.81	37.50	26.47	23.08
Potholes Repaired	131	104	50	37	115	45	43	131	93	N/A
Sanitation										
Refuse Collected (tons/year)	3,702	3,337	3,598	3,588	3,262	3,234	3,369	3,037	2,809	2,661
Recyclables Collected (tons/year)	713	730	730	830	1,136	649	1,020	1,045	1,235	1,446
Culture and Recreation										
Athletic Facility Permits Issued	81	38	42	71	43	41	28	26	7	9
Park Facility Permits Issued	257	326	193	151	151	125	94	71	61	48
Community Center Memberships	2,719	3,491	3,257	3,000	1,500	1,000	500	N/A	N/A	N/A
Water										
New Connections	189	149	42	41	47	110	258	660	746	911
Water Mains Breaks	20	22	20	11	7	12	5	7	12	5

Source: County Departments

(1) Information is Calender Year as reported to the Governor's Office of Highway Safety.

WALTON COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function		Fiscal Year 2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Public Safety											
Sheriffs Office											
	Stations	2	2	2	2	2	2	2	2	2	1
	Vehicles	138	134	129	126	129	120	131	115	125	110
Fire											
	Stations	11	11	11	11	11	11	11	11	11	11
	Vehicles	41	37	36	36	37	36	36	36	32	32
Highways and Streets											
Streets (miles)		709	709	709	744	744	744	744	744	744	700
Streetlights (1)		3,231	3,219	3,234	3,312	3,334	3,330	3,058	2,803	N/A	N/A
Equipment		46	49	46	50	51	51	51	51	47	42
Vehicles		42	43	43	44	48	48	48	48	44	40
Recycling											
Vehicles		3	3	3	3	3	3	3	3	4	4
Equipment		68	68	68	63	63	63	63	63	63	61
Solid Waste											
Vehicles		5	4	4	5	4	4	4	4	5	5
Equipment		9	23	15	15	15	15	13	12	12	11
Culture and Recreation											
Parks Acreage - County Owned		267.70	276.70	276.70	273.70	273.70	273.70	236.70	221.70	185.70	124.20
Parks - County Owned		11	11	11	11	11	11	10	8	4	3
Parks Acreage - County Maintaine		380.40	380.40	380.40	87.70	87.70	87.70	87.70	87.70	87.37	83.70
Parks - County Maintained		17	17	17	6	6	6	6	6	6	5
Community Centers		3	3	3	3	3	3	3	1	1	1
Water & Sewer											
Water Mains (miles)		527	526	526	526	512	500	475	450	425	400
Fire Hydrants		2,777	2,776	2,776	2,776	2,703	2,640	2,508	2,376	2,244	2,112
Maximum Daily Capacity	(thousands of gallons)	10,750	10,750	10,750	10,750	10,750	9,000	8,750	8,750	8,750	8,750

Source: County Departments

(1) Walton EMC

N/A - Information not available