WALTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

JUNE 30, 2011

WALTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
JUNE 30, 2011

Prepared By:
The Walton County Finance Department

INTRODUCTORY SECTION

WALTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
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303 S. Hammond Drive
Suite 333
Monroe, Georgia 30655

(770) 266-1742
(770) 266-1522 FAX
linda.hanna@co.walton.ga.us

December 16, 2011

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, 2011.

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 Maudlin and Jenkins, CPA, 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, 2011, 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, CPA, LLC has issued an unqualified ("clean") opinion on Walton County's financial statements for the year ended June 30, 2011. The independent auditor's 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 from Jackson County on July 15, 1818. The County is located 45 east of the City of Atlanta, and the City of Monroe is the County seat. The principal office of the County is located at 303 S. Hammond Drive, Monroe, Georgia, 30655. 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 83,758. The 29th most populous Georgia county.

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.

Walton County provides a full range of services, including law enforcement and a detention facility that houses 375 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 system, solid waste collection and recycling; animal control; emergency management; ambulance service; E-911 service; and recreation and parks.

This report includes all funds of the County as well as those 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 Commissioners 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. Median household income increased over the last decade in Walton County has increased from $46,890 in 2000 to $58,612 in 2010.

From an employment standpoint, Walton County is attractive to business and industry as evidenced by the recent opening of 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 account 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, and Tucker Door and Frame. The diversity of the private sector employers protects the local economy from particular industry fluctuations. The annual unemployment rate for the last decade has mirrored that of the national average. The most recent data show 2011 unemployment of 10.9%. 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 area 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 Regional Medical Center is in the process of constructing a new facility and Emory University has satellite facilities located in the County. Walton County's proximity to University of Georgia, Perimeter College and Georgia Piedmont Technical College enhance the County's attractiveness to business and industry.

Long Term Financial Planning: An unassigned fund balance in the general fund (34% of total general fund revenues) falls within the policy guidelines set by the Board of Commissioners for budgetary and planning purposes.

The Board of Commissioners approved issuing a Water Authority Series 2011 bond in the amount of $7.4 million to refunding the Series 1996 Water Authority Bonds, and two notes to Citi Bank and GEFA respectively, with an estimated savings of 8.4%. Walton completed the expansion of the water lines drawing water from Cornish Creek which will allow the County to keep the wholesale cost of water down.

The County's Capital Improvement Program is used a guide for acquisition, construction and replacement of capital assets. Some departments develop plans specific to their functional areas provide additional guidance. Since the County implemented the use of the 1% tax, the Special Purpose Local Option Sales Tax (SPLOST), it has provided approximately $77.8 million to finance the County's capital assets.

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.

SPLOST: In 2001the 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. To date the 1% sales tax has provided approximately $77.8 million to finance the County's capital assets. The SPLOST implemented in 2007 is shared with the cities of Social Circle, Loganville, Monroe, Jersey, Between, and Good Hope. In November of 2011, the citizens of Walton County voted to extend the current SPLOST for another six years beginning in January 2013.

Cash Management Policies and Practices: Walton County has banking relationships with Athens First Bank and Trust (Synovous). Wells Fargo, and United Community Bank. All operating funds of the County are carried in interest-bearing checking accounts. Walton County also participates in Georgia Fund One, a state local government investment pool which is managed by the Office of Treasury and Fiscal Services. The county does not currently incur financial fees or charges for banking services. To eliminate credit and market risks, all deposits of the County's are ensured by federal depositary insurance or collateralized at 110% of market value. Walton County maintains an A= rating with Standard and Poor's Services. This is a strong rating signifying strong security.

Risk Management: Walton County utilizes two internal service funds. The first is the Employee Health Fund which records the activity of the County's health and dental program. The County is self-funding but has contracted with Blue Cross Blue Shield as the County's third party benefits manager. The second is the Workers Compensation Fund which accounts for the activities related to workers compensation insurance and claims.

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). 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 Maudlin and Jenkins, CPA. 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

WALTON COUNTY, GEORGIA

Principal Officials

Board of Commissioners
June 30, 2011

Kevin W. Little	Chairman
Clinton Ayers	Commissioner District 1
Chuck Bagley	Commissioner District 2
Vickie Gasaway	Commissioner District 3
Lamar Palmer	Commissioner District 4
Gerald Atha	Commissioner District 5
Kirklyn Dixon	Commissioner District 6

Kirby Atkinson, County Attorney

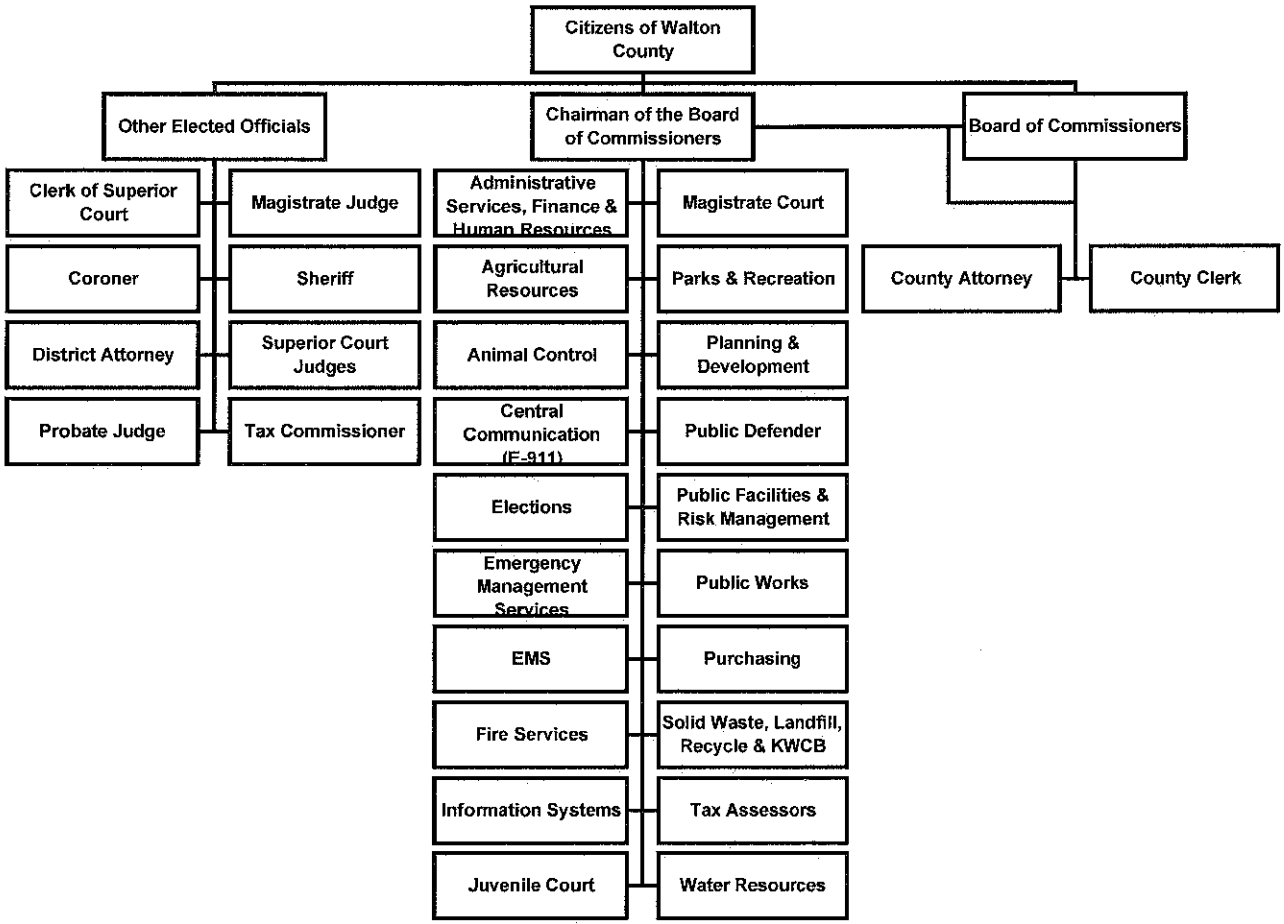
Leta Talbird, County Clerk

Other Elected Officials

Kathy Trost	Clerk of Superior Court
Joe Page	Coroner
Layla Zon	District Attorney
Mike Burke	Magistrate Judge
Greg Adams	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
Patricia Malcom	Tax Commissioner

WALTON COUNTY, GEORGIA

Organization Chart



FINANCIAL SECTION

MAULDIN & JENKINS
CERTIFIED PUBLIC ACCOUNTANTS, LLC

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
of Walton County, Georgia
Monroe, Georgia

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, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Walton County Health Department, which represents 20 percent, 17 percent, and 59 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Walton County Health Department, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our 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, 2011, and the respective changes in financial position and, where applicable, cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1, Walton County, Georgia implemented Governmental Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, as of July 1, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2011, 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* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis (on pages 4 through 18) and the budgetary comparison information and schedules of funding progress (on pages 64 through 66) 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.

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 schedule 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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 introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has 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 it.

Mauldin & Jenkins, LLC

Atlanta, Georgia
December 15, 2011

WALTON COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Walton County's financial performance provides an overview and analysis of the County's financial activities for the fiscal year ended June 30, 2011. Please read it in conjunction with the County's financial statements, which begin on page 19 and the Notes to the Financial Statements, which begin on page 30.

FINANCIAL HIGHLIGHTS

- The County's net assets totaled $193.3 million for its governmental and business-type activities, an *increase* of $7.1 million from the previous fiscal year primarily due to an increase in accounts receivables, the completion of several capital projects, and reductions in year-end accounts and bonds payable.
- Walton County closed FY 2011 with a governmental fund balance of approximately $41.5 million. This reflects a restricted and committed fund balance of $9.8 million for Special Local Option Sales Tax (SPLOST) Funds, $5.2 million for Debt Service Funds and $4.1 million for other non-major governmental funds. The fund balance of $22.3 million for the general fund is a decrease of approximately $700,000 from FY 2010.
- Total combined revenues for governmental and business-type activities were $69.3 million, a decrease of approximately $1.4 million from the prior fiscal year due primarily to a decrease in revenues from, recycling sales, EMS, permitting, and slight decrease in, LOST and SPLOST collections.
- Overall expenses were $62.2 million, of which governmental activities were $50.8 million and business-type activities were $11.4 million. Total expenses decreased $3.8 million from the previous fiscal year resulting primarily from a decrease in general government expenditures due to continuing cost cutting efforts throughout county departments.
- As of June 30, 2011, governmental activities' expenses exceeded program revenue, resulting in the use of $41.7 million in general revenue (primarily taxes).
- In the County's business-type activities, operating revenues were $10.8 million and expenses were $10.1 million, for an operating gain of approximately $700,000 in FY 2011. This compares with operating losses of approximately $400,000 for the prior fiscal year primarily as a result of continued cost cutting measures implemented by the County, including postponing the purchase of capital equipment and vehicles.
- The General Fund resources available for appropriation were $2.8 million more than originally budgeted, and expenditures were $1.3 million less than budgeted.
- The unassigned fund balance of $15.7 million in the General Fund was a decrease of $ 3.6 million in the unreserved fund balance from the prior fiscal year.
- On July 1, 2006, the County began collecting impact fees. The County collected $31,683 in Impact Fees in FY 2011 down $8,422 from the prior fiscal year. Collections and capital outlay, combined with interest earned, resulted in a fund balance of $655,277.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Government-Wide financial statements, the Statement of Net Assets and the Statement of Activities (on pages 19 and 20) 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 Assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. The Statement of Activities presents information showing how the County's net assets changed during the most recent fiscal year. The governmental fund financial statements start on page 21. For governmental activities, 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 Assets* 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 year's activities?" The *Statement of Net Assets* 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 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 assets and changes in them. You can think of the County's net assets—the difference between assets and liabilities—as one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net assets 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 Assets* 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 four separate legal entities in its report—the Walton County Development Authority, the Walton County Commission on Children & Youth, the Walton County Health Department, and the Walton County Water and Sewerage Authority. 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, or may be required by the state to report them as component units. The Walton County Water and Sewerage Authority is a blended component unit reported as part of the County's Water & Sewer Fund. Financial information for the County's other three component units are found beginning on page 28.

Reporting the County's Most Significant Funds

Fund Financial Statements

Our analysis of the County's major funds begins on page 12. The fund financial statements begin on page 21 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 Assets* and the *Statement of Activities*) and governmental fund information in reconciliations on pages 19 and 20, and page 23, 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 Assets* 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 24.

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 27. These agency funds' balances are due to and 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 is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE COUNTY AS A WHOLE

NET ASSETS:

Net assets may, over time, serve as an indicator of a government's financial condition. Walton County's assets exceeded liabilities by $193.2 million at June 30, 2011.

Net Assets
($ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government Activities	
	2011	2010	2011	2010	2011	2010
Assets						
Current and other assets	$ 33,064	$ 32,213	$ 32,066	$ 31,835	$ 65,130	$ 64,048
Restricted assets	14,942	21,362	35,188	40,365	50,130	61,727
Capital assets	109,914	111,307	95,668	90,477	205,582	201,784
Total assets	157,920	164,882	162,922	162,677	320,842	327,559
Liabilities						
Long-term liabilites	33,695	44,789	88,035	89,882	121,730	134,671
Other liabilities	2,836	3,238	3,000	3,467	5,836	6,705
Total assets	36,531	48,027	91,035	93,349	127,566	141,376
Net assets						
Invested in capital assets, net of related debt	90,801	85,914	35,965	33,376	126,766	119,290
Restricted	18,695	5,343	6,962	7,599	25,657	12,942
Unrestricted	11,893	25,598	28,960	28,353	40,853	53,951
Total net assets	$ 121,389	$ 116,855	$ 71,887	$ 69,328	$ 193,276	$ 186,183

Unrestricted net assets—the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—decreased, by $13 million this year, as compare to the end of the prior year. The decrease in unrestricted net assets is mostly due to the completion and capitalization of the Driver's License Center and Fire Station at Between, and road construction.

The largest portion of the County's net assets of $193 million, reflects investments in capital assets such as land, buildings, equipment and infrastructure (roads, bridges, sidewalks) less any outstanding debt used to acquire those assets. The County uses these capital assets to provide services to its citizens and given their nature they cannot be liquidated to repay associated debt; therefore, these assets were not available for future spending.

Included in the County's combined current and other assets of $66.1 million for governmental activities is $9.2 million of Special Purpose Local Option Sales Tax revenue to be used for debt service payments on the Counties SPLOST Bond, $10.4 million in proceeds from the Counties SPLOST Bond, issued February 6, 2007 for park and recreation projects, the County administration and judicial facility, various road projects, public safety projects including state patrol office, drivers license office, fire station, upgrade of E-991 towers and radios, senior center, animal shelter, and various water and sewer projects. Over the life of the SPLOST, the County has carefully monitored and conservatively projected revenues when budgeting expenditures to ensure that monthly SPLOST revenues satisfy the SPLOST debt service.

The County reported positive balances in all categories of net assets for FY 2011, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

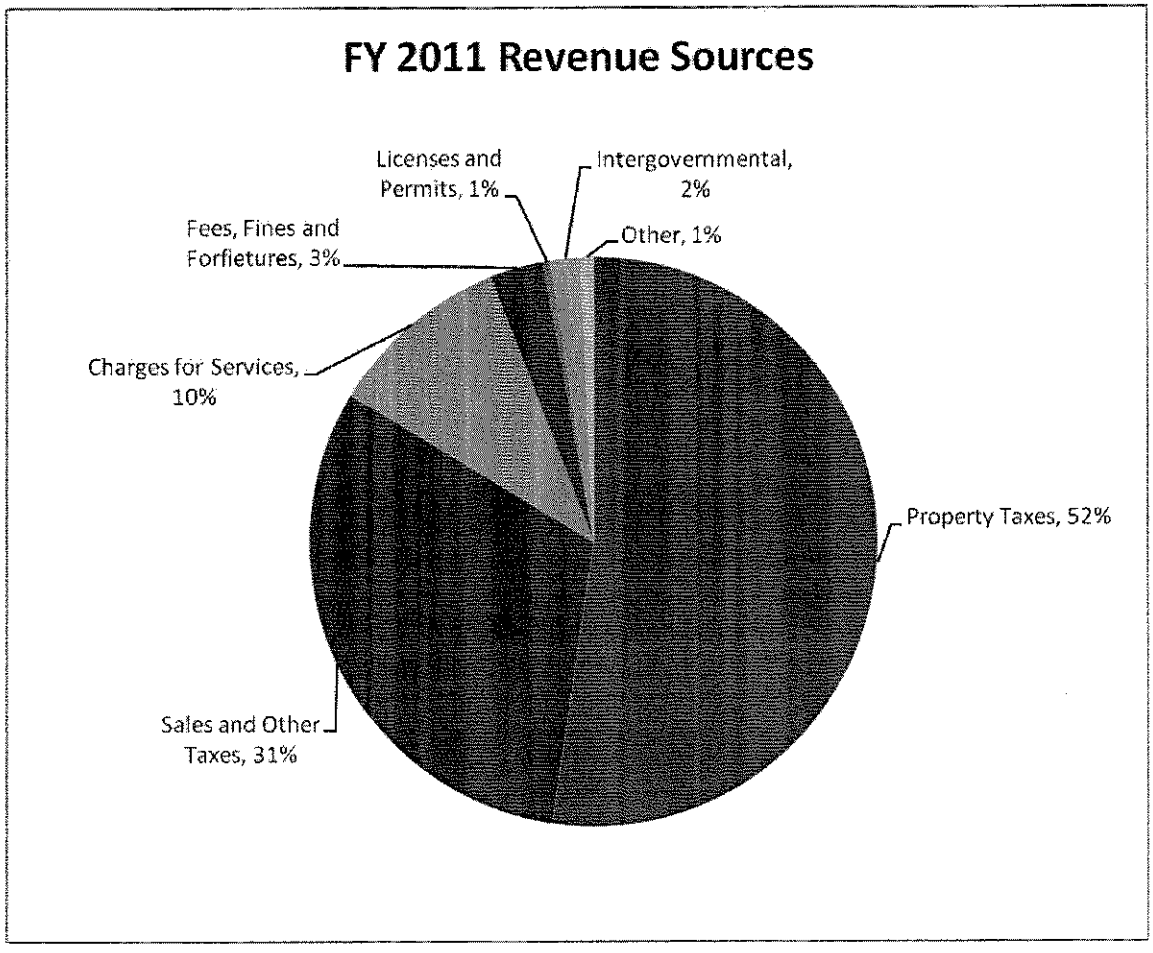
CHANGES IN NET ASSETS:

The County's total change in net assets from the prior fiscal year was an increase of $7.1 million. This increase is a result of a combination of cost cutting measure implemented by County Departments during FY 2011, an increase in program revenues and decease in program expenditures.

Changes in Net Assets
($ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2009
Revenues						
Program revenues:						
Charges for services	$ 8,109	$ 7,968	$ 10,842	$ 10,110	$ 18,951	$ 18,078
Operating grants and contributions	649	698	-	-	649	698
Capital grants and contributions	288	1,060	894	899	1,182	1,959
General revenues:						
Property taxes	30,432	30,445	-	-	30,432	30,445
Other taxes	17,501	17,855	-	-	17,501	17,855
Investment earnings	68	97	53	203	121	300
Other revenues	245	339	230	1,044	475	1,383
Total revenues	57,292	58,462	12,019	12,256	69,311	70,718
Expenses						
General government	7,442	7,199	-	-	7,442	7,199
Judicial	5,148	4,904	-	-	5,148	4,904
Public safety	21,703	21,439	-	-	21,703	21,439
Public works	8,832	12,065	-	-	8,832	12,065
Health and welfare	1,030	1,232	-	-	1,030	1,232
Culture and recreation	3,868	3,942	-	-	3,868	3,942
Housing and development	1,438	1,454	-	-	1,438	1,454
Interest on long-term debt	1,320	1,922	-	-	1,320	1,922
EMS	-	-	2,787	2,777	2,787	2,777
Water and sewer	-	-	7,492	7,973	7,492	7,973
Solid waste	-	-	1,157	1,145	1,157	1,145
Total expenses	50,781	54,157	11,436	11,895	62,217	66,052
Income before transfers	6,511	4,305	583	361	7,094	4,666
Transfers	(1,976)	(6,828)	1,976	6,828	-	-
Change in net assets	4,535	(2,523)	2,559	7,189	7,094	4,666
Net assets beginning of year	116,855	119,378	69,328	62,139	186,183	181,517
Net assets end of year	$ 121,390	$ 116,855	$ 71,887	$ 69,328	$ 193,277	$ 186,183

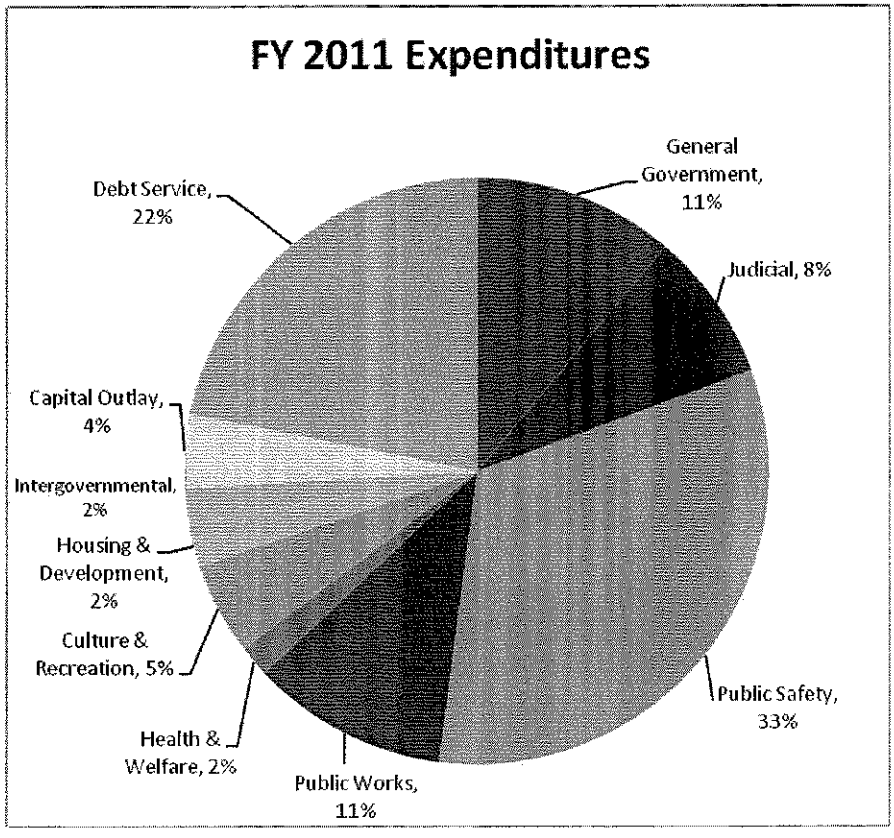
As can be seen from the chart below, approximately 83% of the County's combined total revenue from all Governmental Funds was provided by taxes. Property taxes accounted for 52 % and 31% by sales and other taxes. Property Taxes as a percent of the County's total revenue remained at the same level as the prior year collections while sales taxes increased by 1% over last year due to a small upswing in the economy. Other Taxes as a percentage of the County's total revenue were up 1% as a result increase in other taxes primarily in CATV, railroad equipment and bank tax collections. The County charges fees for services for a variety of services including housing stray animals, disposal of non-recyclables, providing certified copies of documents, issuing building permits, and impact fees. Additionally, the Courts (Superior, Probate, Magistrate & Juvenile) impose fines for violations of laws and ordinances which remained the same as last year. Charges for services increased 1% from last year accounting for 10% of the County's revenue. The remaining 2%, which includes revenue from intergovernmental sources and investment income, was down 1% from the previous year.



The County's major expense, ensuring public safety, increased by 1% from the prior year to 33% of the combined total expenses. Public Safety includes law enforcement, jail operations, fire protection, E-911, coroner, animal control, and emergency management.

Expenditures for the Culture and Recreation program, which began August 2002, required only 5% of total combined expenditures; this represents no increase over last year. The very successful countywide park and recreation program involves several thousand youth in softball, basketball, cheerleading, football, and soccer activities funded primarily by SPLOST and Impact Fee revenues.

The County continually assesses the condition of its infrastructure and engages in systematic preventive maintenance as well as improvements on the 744 miles of county-maintained roads. The County was able to resurface 40.84 miles of roads in FY 2011, which is 11.2 fewer than the miles of roads resurfaced in the prior fiscal year. Resurfacing costs were expended in the Public Works Program, which decreased as percentage from 18% of total program expenses in FY 2010 to 11% in FY 2011 primarily due to an overall reduction in Public Works expenditures, completion of major intersection projects and capital equipment purchases.



The General Fund subsidized EMS $1,179,250 down 22% from FY 2010 and Solid Waste $618,708 which is up 23% from FY 2010. In the EMS Fund, operating revenues increased by approximately 37%, resulting from an increase in collections, while expenses remained the same as the prior year. In the Solid Waste Fund, revenues increased by approximately 6%, due primarily to an increase in charges for hauling and sales of recyclables, while enterprise fund expenses decreases by approximately 1% . Capital Assets, net of depreciation, decreased slightly for Solid Waste and Water and decreased for EMS and Solid Waste. The Water enterprise realized an operating income of $2.5 million in FY 2011, up from $1.8 million in FY 2010. There was a decrease in net assets for business-type activities of $2.9 million due to debt refinancing in the Water Fund and disposal of equipment in all enterprise Funds.

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 unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. 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 the 2011 fiscal year with a combined fund balance of $41.53 million for governmental funds including $9.8 million restricted for SPLOST projects and $9.3 million in restricted and committed Special Revenue, Capital Projects, and Debt Service Funds. The remaining fund balance remained unreserved.

Major Funds:

General Fund

The General Fund is the operating fund of the County. At the end of fiscal year 2011, the unassigned fund balance was $15.72 million. 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 70% of that total, down from the previous year due in part to the use of fund balance to make up budgetary shortfalls from Special Local Option Sales Tax.

The fund balance in the general fund decreased approximately $713,000 during FY 2011. Tax revenues from sales tax and 2010 tax digest assessments provided the bulk of General Fund revenue, the County's total tax revenue increased 1.2%, while total revenues decreased by approximately 1.3% over FY 2010. Expenditures decreased by $765,627 due primarily to the County's cost cutting efforts in the departments. 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. The County was able to take the rollback millage rate for 2010 property taxes received in FY 2011. 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) Capital Projects Fund

The imposition of a 1% Special Local Option Sales Tax beginning on January 1, 2002, which raised $9.16 million in FY 2011, $9.01 million in FY 2010, $8.6 million in FY 2009, $9.9 million in FY 2008, $5.2 million in FY 2007. As of June 30, 2011, the 2007 SPLOST has raised a cumulative total of approximately $41.9 million which is being used to meet the debt service payments on the 2007 General Obligation Bonds issued for SPLOST related projects.

The SPLOST 2001 Fund was established to account for the proceeds of the special five-year, one-cent sales tax and projects approved by the voters on September 18, 2001 for up to $43.7 million. The G/O bond obligation issued in conjunction with the 2001 SPLOST referendum was paid off in 2007. Remaining SPLOST 2001 proceeds were spent to complete Monroe-Felker Park and work on Gratis, Bold Springs, Rabbit Farm Parks, Matthews Park, completion of the judicial building and various road projects, including $600,000 provided to Social Circle for repairs to a city bridge, in FY 2009 and additional work on the Judicial Building in FY 2010.

The SPLOST 2007 Fund was established for the proceeds of the special five-year one-cent sales tax and projects approved by the voters on September 19, 2006 for up to $100 million to commence July 1, 2007. The voters approved a $58.915 million general obligation sales tax bond in conjunction with the SPLOST projects. The SPLOST proceeds are allocated in the following manner:

County – 911 Towers & radios, water & sewer improvements, road, bridge, & culvert improvements, parks & recreation improvement including gymnasiums, public safety upgrades and senior citizen centers upgrades.

City of Monroe – transportation, drainage & sidewalks, public safety improvements, solid waste improvements, water & sewer improvements, airport improvements, electric, CATV, and fiber improvements.

City of Loganville – transportation, drainage & sidewalk improvements, water & sewer upgrades.

City of Social Circle – transportation, drainage & sidewalk improvements, public safety improvements, cemetery & park improvements

City of Walnut Grove – transportation, drainage & sidewalk improvements, public safety improvements, library project.

City of Good Hope – transportation, drainage & sidewalk improvements, administrative facility improvements.

City of Jersey – transportation, drainage & sidewalk improvements, water & sewer improvements.

City of Between – administrative facilities.

Bonded monies are restricted to all County projects and transportation, drainage and sidewalk improvements for cities. Excess SPLOST funds may then be used for additional projects listed in the Cities.

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

In FY 2011 several capital projects were funded with SPLOST funds. The County completed construction of the Animal Control Facility, Fire Station and Drivers License Building at Between, and extended water service lines in FY 2011 along with substantial progress with other SPLOST projects both for the County and participating cities. Fund balance in the SPLOST fund decreased approximately 45% from FY 2010 due to the use of SPLOST funds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources and payment of principal and interest from government resources when the County is obligated for the payment. During FY 2011, the Fund Balance decreased $15,028 to $5.24 million due to debt service payments exceeding the SPLOST revenues received.

Non-Major Governmental Funds:

Liabilities in the non-major governmental funds were approximately $270,000, and the fund balance was approximately $4.1 million for the year ended June 30, 2011. 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 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

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. The County's construction project not accounted for in the Special Local Option Sale Tax fund was to complete the construction of a rail spur and intersection changes for the General Mills Distribution Warehouse project in Social Circle in FY 2011.

The Board of Commissioners adopted the Development Impact Fee Ordinance of Walton County, Georgia to "ensure that adequate public facilities are available to serve new growth and development in Walton County and to provide that new growth and development bears a proportionate share of the cost of the new public facilities needed to serve them. The Ordinance is intended to implement and be consistent with the Walton County Comprehensive Plan, as it may be adopted or amended in accord with the Georgia Comprehensive Planning Act (O.C.G.A. 50-8-1 et seq.); and the Minimum Standards and Procedures for Local Comprehensive Planning and the Development Impact Fee Compliance Requirements, both as adopted by the Georgia Board of Community Affairs and amended from time to time." In 2011, County impact fees generated $31,683 in revenue, down over 30% from FY 2010 due to the continued slowdown in development and new construction. Of the funds accumulated earnings, $50,000 was made available for fire to purchase a fire truck and $144,000 was made available to continue a Jail expansion project.

Proprietary Funds

The County reports three business-type activities as proprietary funds: Solid Waste and Recycling Operations, Emergency Medical Services, and Water 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.

The County's two internal service funds for employee health care and worker's compensation claims had combined assets of $2.5 million, liabilities of $2.8 million, and unrestricted fund deficits totaling $285,806.

The EMS Fund revenues were up $472,742, approximately 39% due to rise in ambulance calls while expenses in the EMS fund decreased by $9,731 from FY 2010. The Water and Sewer Fund had $338,286 decrease in revenues approximately 4% due to reduction in tap fees and wet spring reducing demand for watering during FY 2011. Expenses in the Water & Sewer Fund increased by $372,000 from FY 2010, approximately 4.6%, due primarily to a increase in operating costs associated with water maintenance and construction associated with service lines. Solid Waste Fund experienced a $38,936 increase in revenue from FY 2010, approximately 6%, due primarily to increase in scarp sales and other revenues. Solid Waste Fund experienced a $12,647 decrease in expenses, approximately 1%, due primarily to decrease in personnel costs.

More detailed information about the County's proprietary funds can be found beginning on page 24.

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 page 79 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 2011 reflect a decrease of approximately $765,627 over FY 2010.

Few significant budget amendments were made in FY 2011. Most budget amendments were related to public safety and public works and funds were transferred from other parts of their operating budgets to cover the increase in expenditures.

As previously stated, by the end of fiscal year 2011, revenues, including reimbursements, where less than expenditures resulting in a $713,385 decrease 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, 2011 amounted to $205 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 $2 million for governmental activities and decreased approximately $5 million for business-type activities due to disposal of equipment and depreciation. Depreciation expense for the governmental activities for the period was $4.5 million and $2.9 million was expensed for capital outlay. Additional information on Capital Assets can be found in Note 3- D of the *Notes to the Financial Statements.*

Major capital asset activities in 2011 were:

- $1.2 million for road resurfacing and road construction projects
- $49,400 for jail equipment
- $ 5,800 copier for Superior Court
- $13,951 for coroner truck
- $10,063 for equipment for coroner
- $146,019 for sheriff vehicles

Long-term Debt

As of June 30, 2011, Walton County had $26.16 million in outstanding debt principal, of which $12.25 million was due within one year. The remaining governmental long-term debt is comprised of waterline and reservoir agreements with Newton County, capital leases on equipment, and Four County Industrial Development bond issue.

Water and Sewer Fund outstanding debt decreased slightly from $89.8 million to $88 million in FY 2011. Outstanding debt decreased by $1.8 million in FY 2011. The County issued a Series 2011 Bond to lower interest costs and consolidate some debt reducing notes payable to Citibank and GEFA. The Water Sewer Debt is comprised of four bond issues including $60.52 million for the Hard Labor Creek Reservoir project. Notes payable consist of two notes for joint project for Cornish Creek Reservoir with Newton County.

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 did not approve a cost of living increase in the FY 2011 budget due to the due to the down turn in the 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 unreserved 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 2011 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 decreased 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 millage rate constant.

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 Industrial Development Authority, and the 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 two revenue bond issues for Phase I of the project.

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 the Development Authority, Social Circle and the State of Georgia bring a General Mills Regional Distribution Center to Walton County. The General Mills project was complete and operations began in FY 2010 and expended its workforce in FY 2011. A few small businesses opened in Walton County despite the slowdown in the economy. Walton County continued construction of the new Animal Control building. Construction began for a new fire station and driver's license center in Between in FY 2010 and was completed in FY 2011. The Water Department expanded the County's capacity to draw water from the Cornish Creek Reservoir in FY 2011 this expansion resulting in a reduction of the cost of wholesale cost of water to the County.

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 ASSETS
JUNE 30, 2011

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
ASSETS				
Cash and cash equivalents	$ 26,405,940	$ 7,111,064	$ 33,517,004	$ 1,482,542
Investments	1,146,028	2,225,508	3,371,536	-
Accounts receivable, net of allowances	2,065,265	1,424,106	3,489,371	184,116
Interest receivable	-	3,592	3,592	-
Due from other governments	2,198,829	376,712	2,575,541	-
Due from primary government	-	-	-	17,966
Internal balances	210,863	(210,863)	-	-
Inventories	229,204	214,693	443,897	-
Prepaids	227,407	1,953	229,360	56
Restricted cash and cash equivalents	14,941,599	35,188,201	50,129,800	-
Deferred charges, unamortized balance	101,303	1,384,569	1,485,872	-
Other assets	479,509	-	479,509	-
Long-term intergovernmental receivable	-	19,535,000	19,535,000	-
Capital assets				
Nondepreciable	23,570,434	42,071,035	65,641,469	3,945,813
Depreciable, net of accumulated depreciation	86,343,838	53,596,521	139,940,359	54,147
Total assets	157,920,219	162,922,091	320,842,310	5,684,640
LIABILITIES				
Accounts payable	1,966,286	536,101	2,502,387	98,923
Accrued liabilities	669,597	1,670,492	2,340,089	2,224
Due to other governments	182,372	-	182,372	-
Due to component unit	17,966	-	17,966	-
Customer deposits payable	-	793,820	793,820	-
Note payable due within one year	-	389,389	389,389	-
Note payable due in more than one year	-	5,517,439	5,517,439	-
Capital leases due within one year	72,082	-	72,082	-
Capital leases due in more than one year	216,248	-	216,248	-
Contracts payable due within one year	195,797	-	195,797	-
Contracts payable due in more than one year	2,455,730	-	2,455,730	-
Bonds payable due within one year	12,250,000	1,250,000	13,500,000	-
Bonds payable due in more than one year	14,326,405	80,597,281	94,923,686	-
Compensated absences due within one year	923,810	139,626	1,063,436	19,696
Compensated absences due in more than one year	340,994	100,965	441,959	46,356
Claims payable due within one year	2,427,126	-	2,427,126	-
Claims payable due in more than one year	371,373	-	371,373	-
Landfill postclosure care costs due within one year	-	5,747	5,747	-
Landfill postclosure care costs due in more than one year	-	34,482	34,482	-
OPEB liability due in more than one year	114,827	-	114,827	-
Total liabilities	36,530,613	91,035,342	127,565,955	167,199
NET ASSETS				
Invested in capital assets, net of related debt	90,801,446	35,965,437	126,766,883	3,999,960
Restricted for:				
Judicial	813,702	-	813,702	-
Public safety	241,450	-	241,450	-
Health and welfare	141,392	-	141,392	-
Capital projects	12,272,936	-	12,272,936	-
Debt service	5,225,231	6,961,893	12,187,124	-
Unrestricted	11,893,449	28,959,419	40,852,868	1,517,481
Total net assets	$ 121,389,606	$ 71,886,749	$ 193,276,355	$ 5,517,441

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

WALTON COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
					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	$ 7,442,151	$ 2,599,687	$ -	$ -	$ (4,842,464)	$ -	$ (4,842,464)	$ -
Judicial	5,147,705	1,210,749	294,683	-	(3,642,273)	-	(3,642,273)	-
Public safety	21,702,763	2,163,047	101,169	62,832	(19,375,715)	-	(19,375,715)	-
Public works	8,832,166	1,133,528	105,689	225,361	(7,367,588)	-	(7,367,588)	-
Health and welfare	1,029,904	81,688	77,838	-	(870,378)	-	(870,378)	-
Culture and recreation	3,868,087	856,410	50,000	-	(2,961,677)	-	(2,961,677)	-
Housing and development	1,438,293	63,900	19,341	-	(1,355,052)	-	(1,355,052)	-
Interest on long-term debt	1,320,323	-	-	-	(1,320,323)	-	(1,320,323)	-
Total governmental activities	50,781,392	8,109,009	648,720	288,193	(41,735,470)	-	(41,735,470)	-
Business-type activities:								
EMS	2,787,131	1,555,433	-	-	-	(1,231,698)	(1,231,698)	-
Water and sewer	7,491,312	8,719,974	-	893,606	-	2,122,268	2,122,268	-
Solid waste	1,157,278	567,020	-	-	-	(590,258)	(590,258)	-
Total business-type activities	11,435,721	10,842,427	-	893,606	-	300,312	300,312	-
Total primary government	$ 62,217,113	$ 18,951,436	$ 648,720	$ 1,181,799	(41,735,470)	300,312	(41,435,158)	-
Component units	$ 2,340,917	$ 562,375	$ 1,805,178	$ -	-	-	-	26,636
		General revenues:						
		Property taxes			30,432,049	-	30,432,049	-
		Sales taxes			14,761,140	-	14,761,140	-
		Insurance premium taxes			1,906,083	-	1,906,083	-
		Other taxes			833,048	-	833,048	-
		Unrestricted investment earnings			67,641	52,996	120,637	9,375
		Gain on sale of capital assets			-	-	-	341,767
		Miscellaneous			245,455	230,250	475,705	-
		Transfers			(1,975,651)	1,975,651	-	-
		Total general revenues			46,269,765	2,258,897	48,528,662	351,142
		Change in net assets			4,534,295	2,559,209	7,093,504	377,778
		Net assets, beginning of year			116,855,311	69,327,540	186,182,851	5,139,663
		Net assets, end of year			$ 121,389,606	$ 71,886,749	$ 193,276,355	$ 5,517,441

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

WALTON COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	General	Capital Projects 2007 SPLOST	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 21,446,519	$ -	$ -	$ 3,974,126	$ 25,420,645
Restricted cash and cash equivalents	-	10,403,436	4,538,163	-	14,941,599
Investments	-	-	-	52,848	52,848
Accounts receivable, net	1,473,441	-	-	258,666	1,732,107
Due from other governments	522,156	-	1,582,729	93,944	2,198,829
Due from other funds	635,095	-	-	4,847	639,942
Prepaids	103,741	-	18,656	3,276	125,673
Inventory	229,204	-	-	-	229,204
Advance to other funds	895,661	-	-	-	895,661
Total assets	$ 25,305,817	$ 10,403,436	$ 6,139,548	$ 4,387,707	$ 46,236,508
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 1,732,072	$ 84,716	$ -	$ 130,793	$ 1,947,581
Accrued liabilities	-	-	-	38,136	38,136
Due to other funds	17,468	317,198	-	83,253	417,919
Due to other governments	-	182,372	-	-	182,372
Due to component unit	-	-	-	17,966	17,966
Advances from other funds	-	-	895,661	-	895,661
Deferred revenues	1,205,036	-	-	-	1,205,036
Total liabilities	2,954,576	584,286	895,661	270,148	4,704,671
FUND BALANCES					
Fund balances:					
Nonspendable:					
Prepaids	103,741	-	18,656	3,276	125,673
Inventory	229,204	-	-	-	229,204
Advances	895,661	-	-	-	895,661
Restricted for:					
Judicial	-	-	-	813,702	813,702
Public safety	-	-	-	241,450	241,450
Health and welfare	-	-	-	141,392	141,392
Capital projects	-	9,819,150	-	2,453,786	12,272,936
Debt service	-	-	5,225,231	-	5,225,231
Committed to:					
Inmate needs	-	-	-	251,719	251,719
Sheriff's expenditures	-	-	-	212,234	212,234
Assigned:					
Budgetary shortfalls	6,044,754	-	-	-	6,044,754
Sheriff	101,499	-	-	-	101,499
Jail	148,200	-	-	-	148,200
Unassigned	14,828,182	-	-	-	14,828,182
Total fund balances	22,351,241	9,819,150	5,243,887	4,117,559	41,531,837
Total liabilities and fund balances	$ 25,305,817	$ 10,403,436	$ 6,139,548	$ 4,387,707	

Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	109,914,272
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	1,205,036
Net pension asset is not a financial resource used in governmental fund activities and is therefore not reported in governmental funds.	479,509
Net other post employment benefit obligation is not a financial liability in governmental fund activities and is therefore not reported in governmental funds.	(114,827)
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 assets.	(314,997)
Certain long-term liabilities are not due and payable in the current period and are therefore not reported in the funds.	(31,311,224)
Net assets of governmental activities	$ 121,389,606

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, 2011

	General	Capital Projects 2007 SPLOST	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 39,470,040	$ -	$ 9,166,127	$ -	$ 48,636,167
Licenses and permits	237,616	-	-	-	237,616
Intergovernmental	338,189	-	-	655,670	993,859
Charges for services	4,305,237	-	-	1,757,706	6,062,943
Fines and forfeitures	1,544,164	-	-	230,854	1,775,018
Interest income	52,370	24,173	8,544	10,093	95,180
Contributions	52,530	-	-	30,017	82,547
Other revenues	200,277	7,178	-	38,000	245,455
Total revenues	46,200,423	31,351	9,174,671	2,722,340	58,128,785
Expenditures					
Current:					
General government	6,821,896	-	-	11,491	6,833,387
Judicial	4,711,144	-	-	383,295	5,094,439
Public safety	17,927,020	12,260	-	2,096,920	20,036,200
Public works	5,518,667	1,172,461	-	-	6,691,128
Health and welfare	842,920	-	-	222,871	1,065,791
Culture and recreation	3,128,025	-	-	-	3,128,025
Housing and development	1,420,065	-	-	-	1,420,065
Intergovernmental	-	1,247,970	-	-	1,247,970
Capital outlay	-	2,031,273	-	423,597	2,454,870
Debt service:					
Principal	-	-	11,513,229	-	11,513,229
Interest and fiscal charges	-	-	1,893,967	-	1,893,967
Total expenditures	40,369,737	4,463,964	13,407,196	3,138,174	61,379,071
Excess (deficiency) of revenues over (under) expenditures	5,830,686	(4,432,613)	(4,232,525)	(415,834)	(3,250,286)
Other financing sources (uses):					
Transfers in	109,378	-	4,217,497	694,156	5,021,031
Transfers out	(6,653,449)	(177,693)	-	(165,540)	(6,996,682)
Total other financing sources (uses)	(6,544,071)	(177,693)	4,217,497	528,616	(1,975,651)
Net change in fund balances	(713,385)	(4,610,306)	(15,028)	112,782	(5,225,937)
Fund balance, beginning of year	23,064,626	14,429,456	5,258,915	4,004,777	46,757,774
Fund balance, end of year	$ 22,351,241	$ 9,819,150	$ 5,243,887	$ 4,117,559	$ 41,531,837

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, 2011

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds.	$	(5,225,937)
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.		(1,381,629)
The net effect of various miscellaneous transactions involving capital assets (i.e., disposals) is to decrease net assets.		(11,432)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(837,447)
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 assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		11,802,236
Internal service funds are used by management to charge the costs of health benefits and workers compensation to individual funds. The net expense of certain activities of internal service funds is reported with governmental activities.		(253,048)
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.		441,552
Change in net assets of governmental activities	$	4,534,295

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

WALTON COUNTY, GEORGIA

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2011

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	EMS	Water and Sewer	Solid Waste	Total	
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	$ 6,837	$ 7,082,942	$ 21,285	$ 7,111,064	$ 985,295
Restricted cash and cash equivalents	-	35,188,201	-	35,188,201	-
Investments	-	2,225,508	-	2,225,508	1,093,180
Accounts receivable, net of allowance	378,376	1,027,271	18,459	1,424,106	333,149
Interest receivable	-	3,592	-	3,592	9
Due from other funds	-	-	-	-	18,031
Intergovernmental receivable	-	376,712	-	376,712	-
Inventory	-	209,294	5,399	214,693	-
Prepaids	-	1,580	373	1,953	101,734
Total current assets	385,213	46,115,100	45,516	46,545,829	2,531,398
NONCURRENT ASSETS					
Deferred charges	-	1,384,569	-	1,384,569	-
Intergovernmental receivable	-	19,535,000	-	19,535,000	-
Capital assets:					
Nondepreciable	-	41,718,915	352,120	42,071,035	-
Depreciable, net of accumulated depreciation	89,545	53,305,781	201,195	53,596,521	-
Total noncurrent assets	89,545	115,944,265	553,315	116,587,125	-
Total assets	474,758	162,059,365	598,831	163,132,954	2,531,398
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	31,281	467,279	37,541	536,101	18,705
Accrued expenses	69,618	44,533	20,203	134,354	-
Accrued interest	-	1,536,138	-	1,536,138	-
Customer deposits payable	-	793,820	-	793,820	-
Due to other funds	343	238,606	1,105	240,054	-
Claims payable - current portion	-	-	-	-	2,427,126
Notes payable - current portion	-	389,389	-	389,389	-
Bonds payable - current portion	-	1,250,000	-	1,250,000	-
Landfill postclosure care costs - current portion	-	-	5,747	5,747	-
Compensated absences - current portion	59,625	53,319	26,682	139,626	-
Total current liabilities	160,867	4,773,084	91,278	5,025,229	2,445,831
NONCURRENT LIABILITIES					
Claims payable - long term portion	-	-	-	-	371,373
Notes payable - long term portion	-	5,517,439	-	5,517,439	-
Bonds payable - long term portion	-	80,597,281	-	80,597,281	-
Landfill postclosure care costs - long term portion	-	-	34,482	34,482	-
Compensated absences - long term portion	66,072	32,036	2,857	100,965	-
Total long term liabilities	66,072	86,146,756	37,339	86,250,167	371,373
Total liabilities	226,939	90,919,840	128,617	91,275,396	2,817,204
NET ASSETS					
Invested in capital assets, net of related debt	89,545	35,322,577	553,315	35,965,437	-
Restricted for debt service	-	6,961,893	-	6,961,893	-
Unrestricted	158,274	28,855,055	(83,101)	28,930,228	(285,806)
Total net assets	$ 247,819	$ 71,139,525	$ 470,214	71,857,558	$ (285,806)
		Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds		29,191	
		Net assets of business-type activities		$ 71,886,749	

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

WALTON COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	EMS	Water and Sewer	Solid Waste	Total	
OPERATING REVENUES					
Charges for services	$ 1,540,083	$ 383,242	$ 567,020	$ 2,490,345	$ 8,371,590
Water sales	-	8,328,215	-	8,328,215	-
Other revenue	15,350	8,517	-	23,867	-
Total operating revenues	1,555,433	8,719,974	567,020	10,842,427	8,371,590
OPERATING EXPENSES					
Personnel costs	2,511,131	1,524,444	783,255	4,818,830	-
Purchased services	37,748	454,918	119,286	611,952	-
Supplies	164,865	520,653	-	685,518	-
Water and sewer purchases	-	1,686,604	-	1,686,604	-
Disposal fees	-	-	225,494	225,494	-
Administrative	-	-	-	-	641,600
Claims	-	-	-	-	7,798,850
Fiduciary fees	-	-	-	-	5,110
Insurance	-	-	-	-	212,900
Depreciation and amortization	73,387	2,003,323	29,243	2,105,953	-
Total operating expenses	2,787,131	6,189,942	1,157,278	10,134,351	8,658,460
Operating income (loss)	(1,231,698)	2,530,032	(590,258)	708,076	(286,870)
NONOPERATING REVENUES (EXPENSES)					
Interest expense	-	(1,268,612)	-	(1,268,612)	-
Interest income	309	52,658	29	52,996	1,064
Intergovernmental	-	893,606	-	893,606	-
Sale of capital assets	-	230,250	-	230,250	-
Total nonoperating revenues (expenses)	309	(92,098)	29	(91,760)	1,064
Income (loss) before transfers	(1,231,389)	2,437,934	(590,229)	616,316	(285,806)
Transfers in	1,179,250	177,693	618,708	1,975,651	-
Change in net assets	(52,139)	2,615,627	28,479	2,591,967	(285,806)
NET ASSETS, beginning of year	299,958	68,523,898	441,735		-
NET ASSETS, end of year	$ 247,819	$ 71,139,525	$ 470,214		$ (285,806)

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	(32,758)
Change in net assets of business-type activities	$ 2,559,209

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

WALTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	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	$ 1,569,616	$ 9,579,986	$ 570,563	$ 11,720,165	$ 9,268,105
Payments to suppliers	(226,157)	(3,417,514)	(384,881)	(4,028,552)	(7,742,968)
Payments to employees	(2,516,304)	(1,522,337)	(797,977)	(4,836,618)	-
Net cash provided by (used in) operating activities	(1,172,845)	4,640,135	(612,295)	2,854,995	1,525,137
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	1,179,250	177,693	618,708	1,975,651	-
Net cash provided by noncapital financing activities	1,179,250	177,693	618,708	1,975,651	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisitions of capital assets	-	(4,435,357)	(9,251)	(4,444,608)	-
Proceeds from the sale of capital assets	-	230,250	-	230,250	-
Receipts from other governments for capital related activity	-	893,606	-	893,606	-
Principal received on bonds	-	7,415,000	-	7,415,000	-
Principal payments on bonds	-	(5,340,000)	-	(5,340,000)	-
Payments for bond issuance costs	-	(106,384)	-	(106,384)	-
Principal payments on notes	-	(3,697,325)	-	(3,697,325)	-
Interest paid	-	(4,182,469)	-	(4,182,469)	-
Net cash used in capital and related financing activities	-	(9,222,679)	(9,251)	(9,231,930)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchases of investments	-	(21,485)	-	(21,485)	(651,135)
Interest received	309	56,293	29	56,631	1,058
Net cash provided by (used in) investing activities	309	34,808	29	35,146	(650,077)
Change in cash and cash equivalents	6,714	(4,370,043)	(2,809)	(4,366,138)	875,060
Cash and cash equivalents:					
Beginning of year	123	46,641,186	24,094	46,665,403	110,235
End of year	$ 6,837	$ 42,271,143	$ 21,285	$ 42,299,265	$ 985,295
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	$ (1,231,698)	$ 2,530,032	$ (590,258)	$ 708,076	$ (286,870)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities					
Depreciation and amortization	73,387	2,003,323	29,243	2,105,953	-
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	14,183	860,012	3,543	877,738	(194,301)
Decrease in due from other funds	-	-	-	-	1,090,816
(Increase) decrease in inventory	-	(51,647)	538	(51,109)	-
Increase in prepaids	-	(1,308)	(168)	(1,476)	(6,983)
Increase (decrease) in accounts payable	6,389	(471,895)	4,995	(460,511)	5,779
Increase (decrease) in accrued expenses	6,760	4,313	(924)	10,149	916,696
Decrease in landfill postclosure liabilitiy	-	-	(5,746)	(5,746)	-
Increase in customer deposits payable	-	39,370	-	39,370	-
Decrease in compensated absences	(11,933)	(2,206)	(13,798)	(27,937)	-
Decrease in due to other funds	(29,933)	(269,859)	(39,720)	(339,512)	-
Net cash provided by (used in) operating activities	$ (1,172,845)	$ 4,640,135	$ (612,295)	$ 2,854,995	$ 1,525,137

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

WALTON COUNTY, GEORGIA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2011

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 1,704,445
Taxes receivable	2,509,579
Total assets	$ 4,214,024
LIABILITIES	
Due to others	$ 1,704,445
Uncollected taxes	2,509,579
Total liabilities	$ 4,214,024

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

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS
JUNE 30, 2011

	Development Authority	Health Department	Commission on Children & Youth	Total
ASSETS				
Cash and cash equivalents	$ 414,469	$ 918,260	$ 149,813	$ 1,482,542
Accounts receivable	-	184,116	-	184,116
Due from primary government	-	-	17,966	17,966
Prepaids	56	-	-	56
Total current assets	414,525	1,102,376	167,779	1,684,680
NONCURRENT ASSETS				
Capital assets:				
Nondepreciable	3,945,813	-	-	3,945,813
Depreciable, net of accumulated depreciation	30,492	23,655	-	54,147
Total noncurrent assets	3,976,305	23,655	-	3,999,960
Total assets	4,390,830	1,126,031	167,779	5,684,640
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	-	97,899	1,024	98,923
Accrued expenses	2,224	-	-	2,224
Compensated absences - current portion	-	19,696	-	19,696
Total current liabilities	2,224	117,595	1,024	120,843
NONCURRENT LIABILITIES				
Compensated absences - long term portion	-	46,356	-	46,356
Total long term liabilities	-	46,356	-	46,356
Total liabilities	2,224	163,951	1,024	167,199
NET ASSETS				
Invested in capital assets	3,976,305	23,655	-	3,999,960
Unrestricted	412,301	938,425	166,755	1,517,481
Total net assets	$ 4,388,606	$ 962,080	$ 166,755	$ 5,517,441

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, 2011

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Development Authority	Health Department	Commission on Children & Youth	Total
Development Authority	$ 713,317	$ -	$ 687,250	$ -	$ (26,067)	$ -	$ -	$ (26,067)
Health Department	1,531,547	537,191	1,048,578	-	-	54,222	-	54,222
Commission on Children & Youth	96,053	25,184	69,350	-	-	-	(1,519)	(1,519)
Total component units	$ 2,340,917	$ 562,375	$ 1,805,178	$ -	(26,067)	54,222	(1,519)	26,636
General revenues:								
Unrestricted investment earnings					2,984	6,391	-	9,375
Gain on sale of capital assets					341,767	-	-	341,767
Total general revenues					344,751	6,391	-	351,142
Change in net assets					318,684	60,613	(1,519)	377,778
Net assets, beginning of year restated					4,069,922	901,467	168,274	5,139,663
Net assets, end of year					$ 4,388,606	$ 962,080	$ 166,755	$ 5,517,441

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 Unit

The Walton County Water and Sewer Authority (the "Water Authority") exists to acquire, construct and finance a water and sewerage system to 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.

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. The Health Department is presented as a governmental type component unit.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

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 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 is considered to provide a financial benefit to the County. The Commission is reported as a governmental type component unit and does not issue separate financial statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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. All other revenue items are considered to be measurable and available only when cash is received by the County.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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 ***Capital Projects 2007 SPLOST*** is used to account for the revenues and expenditures relating to the County's 2007 1% Special Purpose Local Option Sales Tax issue.

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

The County reports the following major proprietary 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.

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 ***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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

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

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

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

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets (Continued)

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. 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.

I. Long-Term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Fund Equity

The County implemented GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, as of July 1, 2010. This new standard changed the overall definitions and classifications of governmental fund balances. Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net assets."

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities 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.

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.

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Fund Equity (Continued)

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

K. 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 and liabilities 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 Assets

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. 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.

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

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

The details of this $31,311,224 difference are as follows:

Bonds payable	$ (26,576,405)
Less: deferred charges	101,303
Contracts payable	(2,651,527)
Capital lease payable	(288,330)
Accrued interest	(631,461)
Compensated absences	(1,264,804)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net assets - governmental activities*	$ (31,311,224)

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 assets 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 $1,381,629 difference are as follows:

Capital outlay	$ 3,187,720
Depreciation expense	(4,569,349)
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net assets - governmental activities*	$ (1,381,629)

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 assets." The details of this $11,802,236 difference are as follows:

Principal repayments on bonds payable	$	11,250,000
Principal repayments on contracts payable		191,147
Principal repayments on capital lease		72,082
Amortization of issue costs		(94,414)
Amortization of premium on bonds payable		383,421
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net assets - governmental activities*	$	11,802,236

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 $441,552 difference are as follows:

Compensated absences	$	158,270
Net pension asset		42,638
OPEB liability		(43,993)
Accrued interest		284,637
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net assets - governmental activities*	$	441,552

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 AAAm 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 State Treasurer of the State of Georgia. As of June 30, 2011, 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 and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2011, the County and its component units are insured or collateralized as defined by GASB pronouncements.

At June 30, 2011, 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	January 9, 2012	N/A	$ 793,263
Certificate of deposit	September 2, 2011	N/A	1,432,245
Certificate of deposit	February 25, 2012	N/A	52,848
Local Government Investment Pool	59 days weighted average	AAAm	74,456,239
Money markets	N/A	N/A	1,093,180
			$ 77,827,775

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, 2011, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	Debt Service Fund	EMS Fund	Water and Sewer Fund	Solid Waste Fund	All Other Governmental Funds	Internal Service Funds
Receivables:							
Taxes	$ 1,438,518	$ -	$ -	$ -	$ -	$ -	$ -
Accounts	34,923	-	840,550	1,051,929	18,459	258,666	333,149
Due from other governments	522,156	1,582,729	-	376,712	-	93,944	-
Gross receivables	1,995,597	1,582,729	840,550	1,428,641	18,459	352,610	333,149
Less allowance for uncollectibles	-	-	(462,174)	(24,658)	-	-	-
Net receivables	$ 1,995,597	$ 1,582,729	$ 378,376	$ 1,403,983	$ 18,459	$ 352,610	333,149

Property taxes for the 2011 fiscal year were levied on July 20, 2010, with property values assessed as of January 1, 2010. The taxes were billed on October 20, 2010 and are payable on or before December 20, 2010, 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, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land and improvements	$ 18,873,402	$ -	$ -	$ 11,286	$ 18,884,688
Construction in progress	2,516,021	2,981,551	-	(4,366,103)	1,131,469
Historical artifacts	11,000	-	-	-	11,000
Other assets	3,543,277	-	-	-	3,543,277
Total capital assets, not being depreciated	24,943,700	2,981,551	-	(4,354,817)	23,570,434
Capital assets, being depreciated:					
Buildings and improvements	59,664,491	-	-	2,556,159	62,220,650
Machinery, equipment and vehicles	29,342,061	206,169	(143,771)	-	29,404,459
Infrastructure	66,955,241	-	-	1,798,658	68,753,899
Total capital assets, being depreciated	155,961,793	206,169	(143,771)	4,354,817	160,379,008
Less accumulated depreciation for:					
Buildings and improvements	14,243,229	1,660,160	-	-	15,903,389
Machinery, equipment and vehicles	15,866,323	1,700,047	(132,339)	-	17,434,031
Infrastructure	39,488,608	1,209,142	-	-	40,697,750
Total accumulated depreciation	69,598,160	4,569,349	(132,339)	-	74,035,170
Total capital assets, being depreciated, net	86,363,633	(4,363,180)	(11,432)	4,354,817	86,343,838
Governmental activities capital assets, net	$ 111,307,333	$ (1,381,629)	$ (11,432)	$ -	$ 109,914,272

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	40,459,479	7,291,281	(32,598)	(6,223,344)	41,494,818
Total capital assets, not being depreciated	41,035,696	7,291,281	(32,598)	(6,223,344)	42,071,035
Capital assets, being depreciated:					
Buildings and improvements	896,465	-	-	-	896,465
Machinery, equipment and vehicles	1,601,890	9,250	(87,691)	-	1,523,449
Water system	34,899,893	-	-	6,223,344	41,123,237
Water system - contributed	21,103,968	-	-	-	21,103,968
Wells	47,225	-	-	-	47,225
Cornish Creek - water rights	5,788,729	-	-	-	5,788,729
System equipment	2,087,679	35,621	(117,294)	-	2,006,006
Total capital assets, being depreciated	66,425,849	44,871	(204,985)	6,223,344	72,489,079
Less accumulated depreciation for:					
Buildings and improvements	508,788	33,541	-	-	542,329
Machinery, equipment and vehicles	1,334,681	104,377	(87,691)	-	1,351,367
Water system	9,637,813	1,297,740	-	-	10,935,553
Water system - contributed	3,805,503	462,662	-	-	4,268,165
Wells	20,302	1,049	-	-	21,351
Cornish Creek - water rights	9,648	115,775	-	-	125,423
System equipment	1,667,883	97,781	(117,294)	-	1,648,370
Total accumulated depreciation	16,984,618	2,112,925	(204,985)	-	18,892,558
Total capital assets, being depreciated, net	49,441,231	(2,068,054)	-	6,223,344	53,596,521
Business-type activities capital assets, net	$ 90,476,927	$ 5,223,227	$ (32,598)	$ -	$ 95,667,556

The amount of interest capitalized and included in construction in progress during the year ended June 30, 2011 was $2,858,947.

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	$ 726,966
Judicial	25,075
Public safety	1,724,376
Public works	1,348,831
Health and welfare	7,544
Culture and recreation	728,894
Housing and development	7,663
Total depreciation expense - governmental activities	$ 4,569,349
Business-type activities:	
EMS	$ 73,387
Water and sewer	2,010,295
Solid waste	29,243
Total depreciation expense - business-type activities	$ 2,112,925

B. Discretely Presented Component Unit – Development Authority

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Property held for resale	$ 2,732,609	$ 210,806	$ (125,571)	$ 2,817,844
Construction in progress	1,127,969	-	-	1,127,969
Total	3,860,578	210,806	(125,571)	3,945,813
Capital assets, being depreciated:				
Building and improvements	5,502	-	-	5,502
Equipment, furniture and vehicles	36,465	31,075	(25,041)	42,499
Total	41,967	31,075	(25,041)	48,001
Less accumulated depreciation for:				
Building and improvements	5,502	-	-	5,502
Equipment, furniture and vehicles	35,866	1,182	(25,041)	12,007
Total	41,368	1,182	(25,041)	17,509
Total capital assets, being depreciated, net	599	29,893	-	30,492
Total capital assets, net	$ 3,861,177	$ 240,699	$ (125,571)	$ 3,976,305

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	$ 150,249	$ 2,982	$ -	$ 153,231
Total capital assets, being depreciated	150,249	2,982	-	153,231
Less accumulated depreciation for:				
Machinery and equipment	119,715	9,861	-	129,576
Total accumulated depreciation	119,715	9,861	-	129,576
Total capital assets, net	$ 30,534	$ (6,879)	$ -	$ 23,655

NOTE 7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2011, is as follows:

Due to/from other funds:

Receivable fund	Payable fund	Amount
General fund	Capital projects 2007 SPLOST	$ 317,198
General fund	Nonmajor governmental funds	79,451
General fund	Water and sewer	238,446
Nonmajor governmental funds	General fund	1,224
Nonmajor governmental funds	Nonmajor governmental funds	3,623
Internal service funds	General fund	16,244
Internal service funds	Nonmajor governmental funds	179
Internal service funds	Water and sewer	160
Internal service funds	EMS	343
Internal service funds	Solid waste	1,105

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, 2011 were as follows:

Transfers In	Transfers Out	Amount
General fund	Nonmajor governmental funds	$ 109,378
Debt service	General fund	4,217,497
Water and sewer	Capital projects 2007 SPLOST	177,693
EMS	General fund	1,179,250
Solid waste	General fund	618,708
Nonmajor governmental funds	General fund	637,994
Nonmajor governmental funds	Nonmajor governmental funds	56,162

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, and (2) provide unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Due from/to primary government and component units:

Receivable entity	Payable entity	Amount
Commission on Children & Youth	Walton County - Multiple Grant Fund	$ 17,966

Advances to/from other funds are as follows:

Receivable entity	Payable entity	Amount
General Fund	Debt Service Fund	$ 895,661

The amounts payable from the Debt Service fund relate to a debt service payment that was paid by the General Fund.

NOTE 8. LONG-TERM DEBT

A. Primary Government

The following is a summary of long-term debt activity for the year ended June 30, 2011:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable	$ 37,415,000	$ -	$ (11,250,000)	$ 26,165,000	$ 12,250,000
Plus: premium	794,826	-	(383,421)	411,405	-
Total bonds payable	38,209,826	-	(11,633,421)	26,576,405	12,250,000
Contracts payable	2,842,674	-	(191,147)	2,651,527	195,797
Capital lease payable	360,412	-	(72,082)	288,330	72,082
Claims payable	1,881,803	7,798,850	(6,882,154)	2,798,499	2,427,126
OPEB liability	70,834	43,993	-	114,827	-
Compensated absences	1,423,074	898,605	(1,056,875)	1,264,804	923,810
Governmental activities long-term liabilities	$ 44,788,623	$ 8,741,448	$ (19,835,679)	$ 33,694,392	$ 15,868,815
Business-type Activities:					
Bonds payable	$ 78,345,000	$ 7,415,000	$ (5,340,000)	$ 80,420,000	$ 1,250,000
Deferred charges, net	1,618,405	(154,945)	(36,179)	1,427,281	-
Total bonds payable	79,963,405	7,260,055	(5,376,179)	81,847,281	1,250,000
Notes payable	9,604,153	-	(3,697,325)	5,906,828	389,389
Landfill postclosure costs	45,976	-	(5,747)	40,229	5,747
Compensated absences	268,530	131,190	(159,129)	240,591	139,626
Business-type activities long-term liabilities	$ 89,882,064	$ 7,391,245	$ (9,238,380)	$ 88,034,929	$ 1,784,762

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.

General Obligation Bonds. During 2007, the County issued $58,915,000 Series 2007 General Obligation Sales Tax Bonds to provide funds for certain road, bridge and culvert improvements, parks and recreation improvements, public safety upgrades and improvements, senior citizen center upgrades, water and sewer improvements, and solid waste improvements. The bonds carry a rate of interest ranging from 4.0% - 5.0% and mature January 1, 2013. The bonds are being repaid from the proceeds of the 1% special purpose local option sales tax which began in January 2007.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

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

Year ending June 30,	Principal	Interest	Total
2012	$ 12,250,000	$ 1,278,250	$ 13,528,250
2013	13,915,000	680,750	14,595,750
Total	$ 26,165,000	$ 1,959,000	$ 28,124,000

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 a variable interest rate.

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 Facilities 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%

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

The County's debt service requirements to maturity on the contracts payable using an interest rate of 5.20% for the variable rate contract are as follows:

Year ending June 30,	Principal	Interest	Total
2012	$ 195,797	$ 77,735	$ 273,532
2013	235,865	70,479	306,344
2014	238,578	63,078	301,656
2015	241,445	55,524	296,969
2016	244,475	47,807	292,282
2017 - 2021	1,474,257	101,205	1,575,462
2022 - 2023	21,110	664	21,774
Total	$ 2,651,527	$ 416,492	$ 3,068,019

Capital Lease 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%.

The original cost of the County's assets under capital lease arrangements at June 30, 2011 is $360,412 and there has been $145,624 of accumulated depreciation as of year end.

Future minimum lease payments as of June 30, 2011 are as follows:

Year ending June 30,	Total Payment
2012	$ 81,408
2013	79,096
2014	76,745
2015	74,414
Total minimum lease payments	311,663
Less: interest payments	(23,333)
Present value minimum lease payments	$ 288,330

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

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 1989	7.5 - 8.25%	25 years	2015	$ 2,785,000	$ 25,000
Series 2002	2.0 - 4.5%	25 years	2028	14,550,000	12,455,000
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	7,415,000
				$ 85,275,000	$ 80,420,000

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, 2011, the balance of the intergovernmental receivable totaled $19,911,712, 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.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

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

Year ending June 30,	Principal	Interest	Total
2012	$ 1,250,000	$ 3,659,523	$ 4,909,523
2013	1,280,000	3,636,064	4,916,064
2014	1,310,000	3,597,880	4,907,880
2015	2,800,000	3,558,175	6,358,175
2016	2,800,000	3,462,465	6,262,465
2017 - 2021	12,970,000	15,866,441	28,836,441
2022 - 2026	16,540,000	12,751,405	29,291,405
2027 - 2031	16,225,000	8,579,525	24,804,525
2032 - 2036	17,135,000	4,681,500	21,816,500
2037 - 2038	8,110,000	613,000	8,723,000
Total	$ 80,420,000	$ 60,405,978	$ 140,825,978

Notes Payable. During 1993, the Water and Sewerage Authority incurred debt in the amount of $1,221,695 with the Georgia Environmental Facilities Authority for system improvements. The note was paid off during fiscal year 2011 as part of the Series 2011 revenue bond issuance.

The Water and Sewerage Authority has agreed to pay Newton County, Georgia for certain costs pertaining to the Cornish Creek reservoir and treatment plant in which the Authority has a 25% interest. The Authority's share of the debt is $4,780,000. Interest payments are being made at a rate of 5.5%. Principal payments began in fiscal year 2011, and the note matures July 1, 2024. An intangible asset has been recorded for $4,780,000 plus capitalized interest.

During 2006, the Water and Sewerage Authority borrowed $4,500,000 from a financial institution to purchase and install radio read water meters. The note was paid off during fiscal year 2011 as part of the Series 2011 revenue bond issuance.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

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

Year ending June 30,	Principal	Interest	Total
2012	$ 389,389	$ 277,479	$ 666,868
2013	406,970	260,336	667,306
2014	424,978	243,716	668,694
2015	443,438	226,043	669,481
2016	457,375	207,274	664,649
2017 - 2021	2,554,678	656,375	3,211,053
2022 - 2025	1,230,000	115,325	1,345,325
Total	$ 5,906,828	$ 1,986,548	$ 7,893,376

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, 2011, the County has 7 years of monitoring remaining. Engineering studies estimate post-closure costs of approximately $40,229 over the 7 year period. These costs are based on what it would cost to perform all post-closure care in 2011, 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, 2011:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 84,197	$ 69,448	$ (87,593)	$ 66,052	$ 19,696

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, 2011, the most recent actuarial valuation date, the plan membership included the following categories of participants:

Retirees and beneficiaries receiving benefits	42
Term vested participants not receiving benefits	210
Active participants	529
	781

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) for the pension plan for the year beginning January 1, 2011, (the most recent actuarial valuation date) are as follows:

	June 30, 2011	June 30, 2010
Derivation of Annual Pension Cost		
Annual Required Contribution	$ 1,100,287	$ 1,070,999
Interest on Net Pension Obligation	(38,089)	(35,097)
Amortization of Net Pension Obligation	40,755	37,553
Annual Pension Cost	$ 1,102,953	$ 1,073,455

Derivation of Net Pension Obligation	
Annual Pension Cost for Current Year	$ 1,102,953
Actual Contributions to Plan for Current Year	1,145,591
Increase in Net Pension Obligation	(42,638)
Net Pension Obligation (Asset) as of June 30, 2010	(436,871)
Net Pension Obligation (Asset) as of June 30, 2011	$ (479,509)

Basis of Valuation	
Current Valuation Date	January 1, 2011
Annual Return on Invested Plan Assets	7.75%
Projected Annual Salary Increases	4.0% - 6.5% 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

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
12/31/2010	$ 6,718,905	$ 9,825,734	$ 3,106,829	68.38 %	$ 20,262,687	15.33 %

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 net 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, 2011.

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, 2011	$ 1,102,953	$ 1,145,591	103.9 %	$ (479,509)
June 30, 2010	1,073,455	1,078,548	100.5	(436,871)
June 30, 2009	1,003,934	1,067,565	106.3	(431,778)

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, 2011, the County's contribution to the plan was $667,661 and employee contributions were $388,707.

NOTE 11. OTHER POST-EMPLOYEMENT BENEFITS

Plan Description

The County administers a single-employer defined benefit healthcare plan. The plan does not issue a stand-alone report. The plan provides 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 required monthly premium 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 claims for eligible retired plan members. Plan members receiving benefits are not required to contribute as the County pays 100% on a pay-as-you-go basis.

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, 2011, are as follows:

	June 30, 2011	June 30, 2010
Derivation of Annual OPEB Cost		
Annual Required Contribution	$ 72,555	$ 67,709
Interest on Net OPEB Obligation	5,313	2,657
Adjustment to the ARC	(5,660)	(3,050)
Annual OPEB Cost	$ 72,208	$ 67,316

Derivation of Net OPEB Obligation	
Annual OPEB Cost for Current Year	$ 72,208
Actual Contributions to Plan for Current Year	28,215
Increase in Net OPEB Obligation	43,993
Net OPEB Obligation as of June 30, 2009	70,834
Net OPEB Obligation as of June 30, 2010	$ 114,827

Basis of Valuation	
Current Valuation Date	July 1, 2010
Actuarial Cost Method	Projected Unit Credit
Actuarial Value of Assets	Standard balanced portfolio
Assumed Rate of Return on Investments	7.0%
Healthcare Cost Trend Rate	8.0%
Ultimate Healthcare Trend Rate	5.0%
Year of Ultimate Trend Rate	2012
Amortization Method	Level dollar (open)
Remaining Amortization Period	28 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
7/1/2011	$ -	$ 448,287	$ 448,287	- %	$ 20,262,287	2.21 %

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 net assets is increasing or decreasing over time relative to the actuarial accrued liability.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2011.

Trend Information for The Plan

Fiscal Year Ending	Annual OPEB Cost (AOPC)	Actual County Contribution	Percentage of AOPC Contributed	Net OPEB Obligation
6/30/11	$ 72,208	$ 28,215	39.1 %	$ 114,827
6/30/10	67,316	31,915	47.4	70,834
6/30/09	66,308	30,875	46.6	35,433

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.

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.

NOTE 12. RISK MANAGEMENT (CONTINUED)

Health Insurance (Continued). 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
2011	$ 1,091,658	$ 7,526,303	$ 6,656,895	$ 1,961,066
2010	1,034,738	6,276,779	6,219,859	1,091,658

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, 2011, 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.

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, 2011, an actuary determined that an estimated $837,433 in reported unpaid claims and incurred but not reported claims were outstanding relating to fiscal year 2011 for which Walton County will be liable.

NOTE 12. RISK MANAGEMENT (CONTINUED)

Workers Compensation (Continued). 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
2011	$ 790,145	$ 272,547	$ 225,259	$ 837,433
2010	570,578	702,317	482,750	790,145

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, 2011, the County has contractual commitments on uncompleted contracts of approximately $335,917.

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, 2011, the County paid $75,647 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

NOTE 15. PRIOR PERIOD ADJUSTMENT – COMPONENT UNIT

Net assets for both the Department of Public Health have been decreased by $29,462 to reflect an error in the June 30, 2010 financial statements. This amount was initially included in fee income for the prior year but was later determined that the amount should be returned to the Georgia Department of Community Health.

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, 2011

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Revenues:				
Property taxes	$ 28,683,352	$ 29,829,622	$ 30,798,590	$ 968,968
Sales taxes	5,880,000	5,920,818	5,932,319	11,501
Insurance premium taxes	2,000,000	1,906,083	1,906,083	-
Other taxes	882,900	832,734	833,048	314
Licenses and permits	226,775	245,641	237,616	(8,025)
Intergovernmental	120,339	342,350	338,189	(4,161)
Charges for services	3,918,957	4,304,816	4,305,237	421
Fines and forfeitures	1,429,500	1,539,677	1,544,164	4,487
Interest	64,811	52,371	52,370	(1)
Contributions	-	52,530	52,530	-
Other revenues	136,900	180,882	200,277	19,395
Total revenues	43,343,534	45,207,524	46,200,423	992,899
Expenditures:				
Current:				
General government:				
Board of commissioners	141,122	164,448	164,448	-
County clerk	90,688	91,071	91,071	-
Chairman	133,680	138,908	138,906	2
Tax commissioner	811,793	829,146	829,146	-
Tax assessor	838,373	868,857	868,857	-
Elections	395,340	364,825	364,825	-
Financial administration	252,245	257,761	257,761	-
Accounting	323,326	341,936	341,936	-
Purchasing	83,950	80,768	80,768	-
Law	250,000	279,236	279,236	-
Data processing	358,733	374,825	355,143	19,682
Human resources	320,746	306,905	304,732	2,173
Board of equalization	44,437	46,085	45,905	180
Risk management	701,704	607,775	607,775	-
General government buildings	2,041,750	2,105,406	1,985,539	119,867
RDC & ACCG fees	108,109	81,310	79,558	1,752
Customer service	27,987	26,290	26,290	-
Total general government	6,923,983	6,965,552	6,821,896	143,656
Judicial:				
Superior court	884,690	928,821	665,852	262,969
Clerk of superior court	995,196	996,501	967,348	29,153
District attorney	795,054	893,977	776,549	117,428
Probate court	600,183	683,114	682,893	221
Magistrate court	372,679	377,296	376,060	1,236
Juvenile court	686,406	762,642	762,640	2
Public defender	522,167	483,938	479,802	4,136
Total judicial	4,856,375	5,126,289	4,711,144	415,145
Public safety:				
Sheriff's office	844,638	854,606	854,601	5
Law enforcement administration	859,569	929,676	929,676	-
Criminal investigation	1,005,259	1,092,941	1,092,941	-
Uniform patrol	2,610,730	2,871,837	2,871,837	-
Youth investigation	471,405	486,729	486,729	-
Jail operations	5,654,594	5,900,911	5,897,256	3,655
Court services	1,339,301	1,369,370	1,369,370	-
Fire administration	243,635	239,911	239,911	-
Fire fighting	3,231,158	3,390,629	3,390,618	11
Fire training	20,818	12,276	12,236	40
Fire stations and buildings	150,500	147,277	145,987	1,290
Coroner	79,304	73,224	73,224	-
Comm/ E911	16,952	4,029	3,940	89
Animal control	442,455	467,930	467,930	-
Emergency management	87,839	90,764	90,764	-
Total public safety	17,058,157	17,932,110	17,927,020	5,090

(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, 2011

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Expenditures (Continued):				
Current (Continued):				
Public works:				
Highway and streets administration	$ 167,739	$ 147,148	$ 147,148	$ -
Roadways and walkways	4,426,858	4,559,556	3,891,602	667,954
Unpaved streets	240,000	171,821	171,821	-
Street lighting	500,000	505,599	505,599	-
Traffic engineering	352,581	412,213	267,260	144,953
Maintenance and shop	440,985	450,340	450,340	-
Stormwater	145,748	122,928	84,897	38,031
Total public works	6,273,911	6,369,605	5,518,667	850,938
Health and welfare:				
Health centers and clinics	524,015	529,047	527,008	2,039
Aid to dependent children	101,865	101,865	101,865	-
Pauper burial costs	30,000	30,000	14,109	15,891
Walton County Senior Citizens, Inc.	189,938	189,938	189,938	-
Alcove, Inc. (shelter)	20,000	20,000	10,000	10,000
Total health and welfare	865,818	870,850	842,920	27,930
Culture and Recreation:				
Recreation programs	1,078,551	1,085,436	1,080,451	4,985
Tournament programs	320,407	304,860	304,860	-
Park areas	1,478,840	1,508,124	1,492,424	15,700
Library	250,290	250,290	250,290	-
Total culture and recreation	3,128,088	3,148,710	3,128,025	20,685
Housing and development:				
Conservation administration	14,762	14,762	14,762	-
USDA natural resource conservation service	49,231	52,929	52,836	93
County extension service	114,792	90,186	88,141	2,045
Forest resources	43,640	61,197	60,634	563
Protective inspection administration	379,446	376,459	376,459	-
Planning and zoning	457,564	484,920	484,920	-
Walton County planning commission	4,200	4,200	2,100	2,100
Walton County board of appeals	4,200	4,200	4,200	-
Code enforcement	120,504	127,052	127,052	-
Economic development	200,638	200,638	200,638	-
Action Inc.	8,323	8,323	8,323	-
Total housing and development	1,397,300	1,424,866	1,420,065	4,801
Total expenditures	40,503,632	41,837,982	40,369,737	1,468,245
Excess of revenues over expenditures	2,839,902	3,369,542	5,830,686	2,461,144
Other financing sources (uses):				
Transfers in	173,961	220,966	109,378	(111,588)
Transfers out	(6,329,183)	(6,972,850)	(6,653,449)	319,401
Total other financing sources (uses)	(6,155,222)	(6,751,884)	(6,544,071)	207,813
Net change in fund balances	(3,315,320)	(3,382,342)	(713,385)	2,668,957
Fund balance, beginning of year	23,064,626	23,064,626	23,064,626	-
Fund balance, end of year	$ 19,749,306	$ 19,682,284	$ 22,351,241	$ 2,668,957

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
December 31, 2010	$ 6,718,905	$ 9,825,734	$ 3,106,829	68.4%	$ 20,262,687	15.3%
December 31, 2009	5,677,407	8,909,496	3,232,089	63.7%	20,784,915	15.6%
December 31, 2008	3,920,133	7,223,759	3,303,626	54.3%	19,834,984	16.7%
December 31, 2007	3,114,743	6,070,874	2,956,131	51.3%	15,760,201	18.8%
December 31, 2006	2,457,758	5,272,700	2,814,942	46.6%	15,237,832	18.5%
December 31, 2005	2,380,496	5,434,321	3,053,825	43.8%	15,283,997	20.0%

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

Other Post-Employement 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, 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.

E911 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.

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

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

2001 SPLOST Fund – to account for the expenditures of the 2001 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, 2011

	Special Revenue Funds					
ASSETS	Law Library	Forfeited Drug Seizure	Inmate Phone	Emergency 911	Clerk's Authority	Juvenile Supplemental Services
Cash and cash equivalents	$ 37,990	$ 36,161	$ 251,719	$ -	$ 119,942	$ 320,442
Investments	52,848	-	-	-	-	-
Accounts receivable	-	-	-	218,808	-	39,858
Due from other governments	-	-	-	-	-	-
Prepaids	-	-	-	2,858	-	418
Due from other funds	-	-	-	-	-	-
Total assets	$ 90,838	$ 36,161	$ 251,719	$ 221,666	$ 119,942	$ 360,718
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ -	$ 20,491	$ -	$ 25
Accrued liabilities	-	-	-	27,754	-	-
Due to other funds	-	-	-	95	-	-
Due to component unit	-	-	-	-	-	-
Total liabilities	-	-	-	48,340	-	25
FUND BALANCES						
Nonspendable:						
Prepaids	-	-	-	2,858	-	418
Restricted for:						
Judicial	90,838	-	-	-	119,942	360,275
Public safety	-	36,161	-	170,468	-	-
Health and welfare	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Committed to:						
Inmate needs	-	-	251,719	-	-	-
Sheriff's expenditures	-	-	-	-	-	-
Total fund balances	90,838	36,161	251,719	173,326	119,942	360,693
Total liabilities and fund balances	$ 90,838	$ 36,161	$ 251,719	$ 221,666	$ 119,942	$ 360,718

(Continued)

Multiple Grant	Sheriff's Programs	Drug Abuse Treatment Education	DARE Program	Crime Victim's Assistance	Seized Drug	Inmate Commissary
$ -	$ 4,685	$ 133,639	$ 10,288	$ 243,332	$ 37,062	$ 235,909
-	-	-	-	-	-	-
-	-	-	-	-	-	-
86,191	-	7,753	-	-	-	-
-	-	-	-	-	-	-
3,623	-	-	-	-	-	-
$ 89,814	$ 4,685	$ 141,392	$ 10,288	$ 243,332	$ 37,062	$ 235,909
$ 17,984	$ -	$ -	$ -	$ -	$ 35,381	$ 20,709
8,022	-	-	-	2,360	-	-
45,842	-	-	-	10,853	-	-
17,966	-	-	-	-	-	-
89,814	-	-	-	13,213	35,381	20,709
-	-	-	-	-	-	-
-	-	-	-	230,119	-	-
-	-	-	-	-	1,681	17,939
-	-	141,392	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4,685	-	10,288	-	-	197,261
-	4,685	141,392	10,288	230,119	1,681	215,200
$ 89,814	$ 4,685	$ 141,392	$ 10,288	$ 243,332	$ 37,062	$ 235,909

WALTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2011

	Special Revenue Funds		Capital Projects Funds			
ASSETS	**DA Forfeiture**	**Forfeited Federal Drug**	**Capital Projects Grant**	**2001 SPLOST**	**Impact Fees**	**Total Nonmajor Governmental Funds**
Cash and cash equivalents	$ 13,159	$ 15,201	$ -	$ 1,860,544	$ 654,053	$ 3,974,126
Investments	-	-	-	-	-	52,848
Accounts receivable	-	-	-	-	-	258,666
Due from other governments	-	-	-	-	-	93,944
Prepaids	-	-	-	-	-	3,276
Due from other funds	-	-	-	-	1,224	4,847
Total assets	$ 13,159	$ 15,201	$ -	$ 1,860,544	$ 655,277	$ 4,387,707
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 631	$ -	$ -	$ 35,572	$ -	$ 130,793
Accrued liabilities	-	-	-	-	-	38,136
Due to other funds	-	-	-	26,463	-	83,253
Due to component unit	-	-	-	-	-	17,966
Total liabilities	631	-	-	62,035	-	270,148
FUND BALANCES						
Nonspendable:						
Prepaids	-	-	-	-	-	3,276
Restricted for:						
Judicial	12,528	-	-	-	-	813,702
Public safety	-	15,201	-	-	-	241,450
Health and welfare	-	-	-	-	-	141,392
Capital projects	-	-	-	1,798,509	655,277	2,453,786
Committed to:						
Inmate needs	-	-	-	-	-	251,719
Sheriff's expenditures	-	-	-	-	-	212,234
Total fund balances	12,528	15,201	-	1,798,509	655,277	4,117,559
Total liabilities and fund balances	$ 13,159	$ 15,201	$ -	$ 1,860,544	$ 655,277	$ 4,387,707

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Special Revenue Funds					
	Law Library	Forfeited Drug Seizure	Inmate Phone	Emergency 911	Clerk's Authority	Juvenile Supplemental Services
Revenues:						
Intergovernmental	$ -	$ -	$ -	$ -	$ 5,891	$ -
Fines and forfeitures	60,231	41,098	-	-	-	47,503
Charges for services	-	-	99,697	1,584,555	-	-
Interest income	1,611	75	1,055	-	242	616
Contributions	-	-	-	-	-	-
Other revenues	-	-	-	654	-	-
Total revenues	61,842	41,173	100,752	1,585,209	6,133	48,119
Expenditures:						
Current						
General government	-	-	-	-	-	-
Judicial	58,680	-	-	-	-	3,476
Public safety	-	23,753	-	1,955,321	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	58,680	23,753	-	1,955,321	-	3,476
Excess (deficiency) of revenues over (under) expenditures	3,162	17,420	100,752	(370,112)	6,133	44,643
Other financing sources (uses):						
Transfers in	-	-	-	400,849	-	-
Transfers out	-	-	(32,409)	-	(3,530)	-
Total other financing sources (uses)	-	-	(32,409)	400,849	(3,530)	-
Net change in fund balances	3,162	17,420	68,343	30,737	2,603	44,643
Fund balances (deficit), beginning of year	87,676	18,741	183,376	142,589	117,339	316,050
Fund balances, end of year	$ 90,838	$ 36,161	$ 251,719	$ 173,326	$ 119,942	$ 360,693

(Continued)

Multiple Grant	Sheriff's Programs	Drug Abuse Treatment Education	DARE Program	Crime Victim's Assistance	Seized Drug	Inmate Commissary
$ 381,304	$ -	$ -	$ -	$ 116,433	$ -	$ -
-	-	72,603	-	-	-	-
-	-	-	-	-	-	41,771
1	-	267	-	1,129	-	22
27,000	-	-	3,017	-	-	-
25,753	1,724	-	-	-	-	9,869
434,058	1,724	72,870	3,017	117,562	-	51,662
-	-	-	-	-	-	-
148,661	-	-	-	103,330	-	-
82,249	1,671	-	13,745	-	-	12,181
195,196	-	27,675	-	-	-	-
-	-	-	-	-	-	-
426,106	1,671	27,675	13,745	103,330	-	12,181
7,952	53	45,195	(10,728)	14,232	-	39,481
143,360	4,632	-	12,848	-	-	150
(13,550)	-	(33,507)	-	(15,635)	-	(8,516)
129,810	4,632	(33,507)	12,848	(15,635)	-	(8,366)
137,762	4,685	11,688	2,120	(1,403)	-	31,115
(137,762)	-	129,704	8,168	231,522	1,681	184,085
$ -	$ 4,685	$ 141,392	$ 10,288	$ 230,119	$ 1,681	$ 215,200

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Special Revenue Funds		Capital Projects Funds			
	DA Forfeiture	Forfeited Federal Drug	Capital Projects Grant	2001 SPLOST	Impact Fees	Total Nonmajor Governmental Funds
Revenues:						
Intergovernmental	$ -	$ 16,405	$ 135,637	$ -	$ -	$ 655,670
Fines and forfeitures	9,419	-	-	-	-	230,854
Charges for services	-	-	-	-	31,683	1,757,706
Interest income	254	20	-	3,366	1,435	10,093
Contributions	-	-	-	-	-	30,017
Other revenues	-	-	-	-	-	38,000
Total revenues	9,673	16,425	135,637	3,366	33,118	2,722,340
Expenditures:						
Current						
General government	-	-	-	11,491	-	11,491
Judicial	69,148	-	-	-	-	383,295
Public safety	-	8,000	-	-	-	2,096,920
Health and welfare	-	-	-	-	-	222,871
Capital outlay	-	-	211,233	67,879	144,485	423,597
Total expenditures	69,148	8,000	211,233	79,370	144,485	3,138,174
Excess (deficiency) of revenues over (under) expenditures	(59,475)	8,425	(75,596)	(76,004)	(111,367)	(415,834)
Other financing sources (uses):						
Transfers in	-	-	132,317	-	-	694,156
Transfers out	(8,393)	-	-	-	(50,000)	(165,540)
Total other financing sources (uses)	(8,393)	-	132,317	-	(50,000)	528,616
Net change in fund balances	(67,868)	8,425	56,721	(76,004)	(161,367)	112,782
Fund balances (deficit), beginning of year	80,396	6,776	(56,721)	1,874,513	816,644	4,004,777
Fund balances, end of year	$ 12,528	$ 15,201	$ -	$ 1,798,509	$ 655,277	$ 4,117,559

WALTON COUNTY, GEORGIA

LAW LIBRARY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 76,500	$ 74,875	$ 60,231	$ (14,644)
Interest income	25	1,650	1,611	(39)
Total revenues	76,525	76,525	61,842	(14,683)
Expenditures:				
Current				
Judicial	76,525	76,525	58,680	17,845
Total expenditures	76,525	76,525	58,680	17,845
Net change in fund balance	-	-	3,162	3,162
Fund balance, beginning of year	87,676	87,676	87,676	-
Fund balance, end of year	$ 87,676	$ 87,676	$ 90,838	$ 3,162

WALTON COUNTY, GEORGIA

FORFEITED DRUG SEIZURE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 14,000	$ 41,080	$ 41,098	$ 18
Interest income	45	76	75	(1)
Total revenues	14,045	41,156	41,173	17
Expenditures:				
Current				
Public safety	14,045	41,156	23,753	17,403
Total expenditures	14,045	41,156	23,753	17,403
Net change in fund balance	-	-	17,420	17,420
Fund balance, beginning of year	18,741	18,741	18,741	-
Fund balance, end of year	$ 18,741	$ 18,741	$ 36,161	$ 17,420

WALTON COUNTY, GEORGIA

INMATE PHONE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 38,000	$ 38,000	$ 99,697	$ 61,697
Interest income	600	600	1,055	455
Total revenues	38,600	38,600	100,752	62,152
Expenditures:				
Current				
Public safety	38,600	6,191	-	6,191
Total expenditures	38,600	6,191	-	6,191
Excess of revenues over expenditures	-	32,409	100,752	68,343
Other financing uses				
Transfers out	-	(32,409)	(32,409)	-
Total other financing uses	-	(32,409)	(32,409)	-
Net change in fund balance	-	-	68,343	68,343
Fund balance, beginning of year	183,376	183,376	183,376	-
Fund balance, end of year	$ 183,376	$ 183,376	$ 251,719	$ 68,343

WALTON COUNTY, GEORGIA

EMERGENCY 911
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Charges for services	$ 1,101,100	$ 1,533,000	$ 1,584,555	$ 51,555
Other revenues	-	1,478	654	(824)
Total revenues	1,101,100	1,534,478	1,585,209	50,731
Expenditures:				
Current				
Public safety	2,059,770	2,126,663	1,955,321	171,342
Total expenditures	2,059,770	2,126,663	1,955,321	171,342
Deficiency of revenues under expenditures	(958,670)	(592,185)	(370,112)	222,073
Other financing sources				
Transfers in	958,670	592,185	400,849	(191,336)
Total other financing sources	958,670	592,185	400,849	(191,336)
Net change in fund balance	-	-	30,737	30,737
Fund balance, beginning of year	142,589	142,589	142,589	-
Fund balance, end of year	$ 142,589	$ 142,589	$ 173,326	$ 30,737

WALTON COUNTY, GEORGIA

CLERK'S AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	$ 6,621	$ 6,621	$ 5,891	$ (730)
Interest income	913	913	242	(671)
Total revenues	7,534	7,534	6,133	(1,401)
Expenditures:				
Current				
Judicial	7,534	4,005	-	4,005
Total expenditures	7,534	4,005	-	4,005
Excess of revenues over expenditures	-	3,529	6,133	2,604
Other financing uses				
Transfers out	-	(3,529)	(3,530)	(1)
Total other financing uses	-	(3,529)	(3,530)	(1)
Net change in fund balance	-	-	2,603	2,603
Fund balance, beginning of year	117,339	117,339	117,339	-
Fund balance, end of year	$ 117,339	$ 117,339	$ 119,942	$ 2,603

WALTON COUNTY, GEORGIA

JUVENILE SUPPLEMENTAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Fines and forfeitures	$ 1,516	$ 47,503	$ 47,503	$ -
Interest income	1,000	617	616	(1)
Total revenues	2,516	48,120	48,119	(1)
Expenditures:				
Current				
Judicial	2,516	48,120	3,476	44,644
Total expenditures	2,516	48,120	3,476	44,644
Net change in fund balance	-	-	44,643	44,643
Fund balance, beginning of year	316,050	316,050	316,050	-
Fund balance, end of year	$ 316,050	$ 316,050	$ 360,693	$ 44,643

WALTON COUNTY, GEORGIA

MULTIPLE GRANT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	$ 184,701	$ 392,539	$ 381,304	$ (11,235)
Contributions	-	27,000	27,000	-
Interest income	-	1	1	-
Other revenues	-	25,754	25,753	(1)
Total revenues	184,701	445,294	434,058	(11,236)
Expenditures:				
Current				
Public safety	69,613	208,323	82,249	126,074
Judicial	68,497	166,933	148,661	18,272
Health and welfare	159,429	219,808	195,196	24,612
Total expenditures	297,539	595,064	426,106	168,958
Excess (deficiency) of revenues over expenditures	(112,838)	(149,770)	7,952	157,722
Other financing sources (uses)				
Transfers in	112,838	163,503	143,360	(20,143)
Transfers out	-	(13,733)	(13,550)	183
Total other financing sources (uses)	112,838	149,770	129,810	(19,960)
Net change in fund balance	-	-	137,762	137,762
Fund balance (deficit), beginning of year	(137,762)	(137,762)	(137,762)	-
Fund balance (deficit), end of year	$ (137,762)	$ (137,762)	$ -	$ 137,762

WALTON COUNTY, GEORGIA

SHERIFF'S PROGRAMS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Other revenues	$ -	$ 1,725	$ 1,724	$ (1)
Total revenues	-	1,725	1,724	(1)
Expenditures:				
Current				
Public safety	-	6,360	1,671	4,689
Total expenditures	-	6,360	1,671	4,689
Excess (deficiency) of revenues over expenditures	-	(4,635)	53	4,688
Other financing sources				
Transfers in	-	4,633	4,632	(1)
Total other financing sources	-	4,633	4,632	(1)
Net change in fund balance	-	(2)	4,685	4,687
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ (2)	$ 4,685	$ 4,687

WALTON COUNTY, GEORGIA

DRUG ABUSE TREATMENT EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 56,950	$ 66,802	$ 72,603	$ 5,801
Interest income	200	267	267	-
Total revenues	57,150	67,069	72,870	5,801
Expenditures:				
Current				
Health and welfare	57,150	33,561	27,675	5,886
Total expenditures	57,150	33,561	27,675	5,886
Excess of revenues over expenditures	-	33,508	45,195	11,687
Other financing uses				
Transfers out	-	(33,508)	(33,507)	1
Total other financing uses	-	(33,508)	(33,507)	1
Net change in fund balance	-	-	11,688	11,688
Fund balance, beginning of year	129,704	129,704	129,704	-
Fund balance, end of year	$ 129,704	$ 129,704	$ 141,392	$ 11,688

WALTON COUNTY, GEORGIA

DARE PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Contributions	$ 8,500	$ -	$ 3,017	$ 3,017
Interest income	2	2	-	(2)
Total revenues	8,500	-	3,017	3,017
Expenditures:				
Current				
Public safety	8,502	15,868	13,745	2,123
Total expenditures	8,502	15,868	13,745	2,123
Deficiency of revenues over expenditures	(2)	(15,868)	(10,728)	5,140
Other financing sources				
Transfers in	-	12,849	12,848	(1)
Total other financing sources	-	12,849	12,848	(1)
Net change in fund balance	(2)	(3,019)	2,120	5,139
Fund balance, beginning of year	8,168	8,168	8,168	-
Fund balance, end of year	$ 8,166	$ 5,149	$ 10,288	$ 10,277

WALTON COUNTY, GEORGIA

CRIME VICTIM'S ASSISTANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	$ 134,282	$ 239,173	$ 116,433	$ (122,740)
Interest income	2,200	2,200	1,129	(1,071)
Total revenues	136,482	241,373	117,562	(123,811)
Expenditures:				
Current				
Judicial	241,373	112,189	103,330	8,859
Total expenditures	241,373	112,189	103,330	8,859
Excess (deficiency) of revenues over expenditures	(104,891)	129,184	14,232	(114,952)
Other financing uses				
Transfers out	-	(129,184)	(15,635)	113,549
Total other financing uses	-	(129,184)	(15,635)	113,549
Net change in fund balance	(104,891)	-	(1,403)	(1,403)
Fund balance, beginning of year	231,522	231,522	231,522	-
Fund balance, end of year	$ 126,631	$ 231,522	$ 230,119	$ (1,403)

WALTON COUNTY, GEORGIA

SEIZED DRUG
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Other income	$ 50,000	$ 50,000	$ -	$ (50,000)
Total revenues	50,000	50,000	-	(50,000)
Expenditures:				
Current				
Public safety	50,000	50,000	-	50,000
Total expenditures	50,000	50,000	-	50,000
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
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues:				
Charges for services	$ 23,000	$ 41,771	$ 41,771	$ -
Interest income	2,000	22	22	-
Other revenue	-	9,869	9,869	-
Total revenues	25,000	51,662	51,662	-
Expenditures:				
Current				
Public safety	25,000	43,295	12,181	31,114
Total expenditures	25,000	43,295	12,181	31,114
Excess of revenues over expenditures	-	8,367	39,481	31,114
Other financing sources (uses)				
Transfers in	-	150	150	-
Transfers out	-	(8,517)	(8,516)	1
Total other financing sources (uses)	-	(8,367)	(8,366)	1
Net change in fund balance	-	-	31,115	31,115
Fund balance, beginning of year	184,085	184,085	184,085	-
Fund balance, end of year	$ 184,085	$ 184,085	$ 215,200	$ 31,115

WALTON COUNTY, GEORGIA

DA FORFEITURE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 9,000	$ 19,102	$ 9,419	$ (9,683)
Interest income	1,550	8,872	254	(8,618)
Other revenue	17,800	49,662	-	(49,662)
Total revenues	28,350	77,636	9,673	(67,963)
Expenditures:				
Current				
Judicial	28,350	69,243	69,148	95
Total expenditures	28,350	69,243	69,148	95
Excess (deficiency) of revenues over expenditures	-	8,393	(59,475)	(67,868)
Other financing uses				
Transfers out	-	(8,393)	(8,393)	-
Total other financing uses	-	(8,393)	(8,393)	-
Net change in fund balance	-	-	(67,868)	(67,868)
Fund balance, beginning of year	80,396	80,396	80,396	-
Fund balance, end of year	$ 80,396	$ 80,396	$ 12,528	$ (67,868)

WALTON COUNTY, GEORGIA

FORFEITED FEDERAL DRUG
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 1,300	$ 16,500	$ 16,405	$ (95)
Interest income	-	25	20	(5)
Total revenues	1,300	16,525	16,425	(100)
Expenditures:				
Current				
Public safety	1,300	16,525	8,000	8,525
Total expenditures	1,300	16,525	8,000	8,525
Net change in fund balance	-	-	8,425	8,425
Fund balance, beginning of year	6,776	6,776	6,776	-
Fund balance, end of year	$ 6,776	$ 6,776	$ 15,201	$ 8,425

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, 2011

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Sales taxes	$ 10,192,432	$ 9,188,530	$ 9,166,127	$ (22,403)
Interest income	22,300	8,544	8,544	-
Total revenues	10,214,732	9,197,074	9,174,671	(22,403)
Expenditures:				
Debt service:				
Principal retirement	11,571,416	11,571,416	11,513,229	58,187
Interest and fiscal charges	1,930,670	1,930,670	1,893,967	36,703
Total expenditures	13,502,086	13,502,086	13,407,196	94,890
Deficiency of revenues over expenditures	(3,287,354)	(4,305,012)	(4,232,525)	72,487
Other financing sources				
Transfers in	3,287,354	4,305,012	4,217,497	(87,515)
Total other financing sources	3,287,354	4,305,012	4,217,497	(87,515)
Net change in fund balance	-	-	(15,028)	(15,028)
Fund balance, beginning of year	5,258,915	5,258,915	5,258,915	-
Fund balance, end of year	$ 5,258,915	$ 5,258,915	$ 5,243,887	$ (15,028)

WALTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2001 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Project	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total
Judicial administration building	$ 17,785,000	$ 17,785,000	$ 15,930,108	$ 11,491	$ 15,941,599
Jail addition	9,938,000	9,938,000	8,963,082	31,245	8,994,327
Recreation facilities	7,660,000	7,660,000	6,925,236	-	6,925,236
Road projects	8,317,000	8,317,000	4,234,682	36,634	4,271,316
Total 2001 SPLOST	$ 43,700,000	$ 43,700,000	$ 36,053,108	$ 79,370	$ 36,132,478

WALTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2007 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Project	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total
Walton County					
E911 towers and radio	$ 11,000,000	$ 11,000,000	$ 9,882,934	$ 15,203	$ 9,898,137
Water and sewer improvements	12,500,000	12,500,000	7,269,224	186,023	7,455,247
Roads and bridges	18,400,000	18,400,000	9,557,396	1,238,654	10,796,050
Parks and recreation facilities	15,400,000	15,400,000	6,705,649	-	6,705,649
Public safety improvements	12,200,000	12,200,000	4,437,325	1,588,058	6,025,383
Senior citizens center upgrades	1,000,000	1,000,000	274,588	-	274,588
Animal control	700,000	700,000	267,319	365,749	633,068
Total Walton County	71,200,000	71,200,000	38,394,435	3,393,687	41,788,122
City of Monroe					
Transportation, drainage and sidewalks	9,136,000	9,136,000	4,474,426	560,787	5,035,213
Public safety improvements	2,500,000	2,500,000	-	-	-
Solid waste improvements	1,500,000	1,500,000	-	-	-
Water and sewer improvements	4,060,000	4,060,000	-	-	-
Airport improvements	1,500,000	1,500,000	-	-	-
Electric, CATV and fiber improvements	1,500,000	1,500,000	-	-	-
Total City of Monroe	20,196,000	20,196,000	4,474,426	560,787	5,035,213
City of Loganville					
Transportation, drainage and sidewalks	4,212,000	4,212,000	1,571,568	362,517	1,934,085
Water and sewer upgrades	2,520,000	2,520,000	-	-	-
Total City of Loganville	6,732,000	6,732,000	1,571,568	362,517	1,934,085
City of Social Circle					
Transportation, drainage and sidewalks	3,536,000	3,536,000	2,933,144	323,166	3,256,310
Public safety improvements	1,500,000	1,500,000	-	-	-
Cemetery and park improvements	200,000	200,000	-	-	-
Total City of Social Circle	5,236,000	5,236,000	2,933,144	323,166	3,256,310
City of Walnut Grove					
Transportation, drainage and sidewalks	2,340,000	2,340,000	1,959,086	-	1,959,086
Public safety facilities	950,000	950,000	-	-	-
Library building project	450,000	450,000	-	-	-
Total City of Walnut Grove	3,740,000	3,740,000	1,959,086	-	1,959,086
City of Good Hope					
Transportation, drainage and sidewalks	468,000	468,000	231,026	1,500	232,526
Administration facility improvements	280,000	280,000	-	-	-
Total City of Good Hope	748,000	748,000	231,026	1,500	232,526
City of Jersey					
Transportation, drainage and sidewalks	234,000	234,000	4,870	-	4,870
Water and sewer improvements	140,000	140,000	-	-	-
Total City of Jersey	374,000	374,000	4,870	-	4,870
City of Between					
Administration facilities	374,000	374,000	-	-	-
Total City of Between	374,000	374,000	-	-	-
Total 2007 SPLOST	$ 108,600,000	$ 108,600,000	$ 49,568,555	$ 4,641,657	$ 54,210,212

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 ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2011

	Health Benefits	Workers Compensation	Total
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	$ 301,418	$ 683,877	$ 985,295
Investments	1,093,180	-	1,093,180
Accounts receivable	330,011	3,138	333,149
Interest receivable	3	6	9
Due from other funds	-	18,031	18,031
Prepaids	2,239	99,495	101,734
Total assets	1,726,851	804,547	2,531,398
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	285	18,420	18,705
Claims payable - current portion	1,961,066	466,060	2,427,126
Total current liabilities	1,961,351	484,480	2,445,831
NONCURRENT LIABILITIES			
Claims payable - long-term portion	-	371,373	371,373
Total long term liabilities	-	371,373	371,373
Total liabilities	1,961,351	855,853	2,817,204
NET DEFICIT			
Unrestricted	(234,500)	(51,306)	(285,806)
Total net deficit	$ (234,500)	$ (51,306)	$ (285,806)

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Health Benefits	Workers Compensation	Total
OPERATING REVENUES			
Charges to other funds	$ 7,962,048	$ 409,542	$ 8,371,590
Total operating revenues	7,962,048	409,542	8,371,590
OPERATING EXPENSES			
Administrative	641,600	-	641,600
Claims	7,526,303	272,547	7,798,850
Fiduciary fees	2,772	2,338	5,110
Insurance	26,904	185,996	212,900
Total operating expenses	8,197,579	460,881	8,658,460
Operating loss	(235,531)	(51,339)	(286,870)
NONOPERATING REVENUES			
Interest income	1,031	33	1,064
Total nonoperating revenues	1,031	33	1,064
Change in net assets	(234,500)	(51,306)	(285,806)
NET ASSETS, beginning of year	-	-	-
NET (DEFICIT), end of year	$ (234,500)	$ (51,306)	$ (285,806)

WALTON COUNTY, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Health Benefits	Workers Compensation	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund activity	$ 8,235,620	$ 1,032,485	$ 9,268,105
Payments to suppliers	(7,328,128)	(414,840)	(7,742,968)
Net cash provided by operating activities	907,492	617,645	1,525,137
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of investments	(651,135)	-	(651,135)
Interest received	1,031	27	1,058
Net cash provided by (used in) investing activities	(650,104)	27	(650,077)
Net increase in cash and cash equivalents	257,388	617,672	875,060
Cash and cash equivalents:			
Beginning of year	44,030	66,205	110,235
End of year	$ 301,418	$ 683,877	$ 985,295
Reconciliation of operating loss to net cash provided by operating activities:			
Operating loss	$ (235,531)	$ (51,339)	$ (286,870)
Adjustments to reconcile operating loss to net cash provided by operating activities			
Increase in accounts receivable	(191,163)	(3,138)	(194,301)
Decrease in due from other funds	464,735	626,081	1,090,816
(Increase) decrease in prepaids	34	(7,017)	(6,983)
Increase in accounts payable	9	5,770	5,779
Increase in claims payable	869,408	47,288	916,696
Net cash provided by operating activities	$ 907,492	$ 617,645	$ 1,525,137

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, 2011

ASSETS	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court	Juvenile Court	Sheriff	Total
Cash and cash equivalents	$ 1,117,559	$ 501,454	$ 49,337	$ 30,760	$ 621	$ 4,714	$ 1,704,445
Taxes receivable	2,509,579	-	-	-	-	-	2,509,579
Total assets	$ 3,627,138	$ 501,454	$ 49,337	$ 30,760	$ 621	$ 4,714	$ 4,214,024
LIABILITIES							
Due to others	$ 1,117,559	$ 501,454	$ 49,337	$ 30,760	$ 621	$ 4,714	$ 1,704,445
Uncollected taxes	2,509,579	-	-	-	-	-	2,509,579
Total liabilities	$ 3,627,138	$ 501,454	$ 49,337	$ 30,760	$ 621	$ 4,714	$ 4,214,024

WALTON COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Increases	Decreases	Balance June 30, 2011
Tax Commissioner				
ASSETS				
Cash	$ 822,600	$ 86,851,847	$ (86,556,888)	$ 1,117,559
Taxes receivable	3,418,324	28,444,493	(29,353,238)	2,509,579
Total assets	$ 4,240,924	$ 115,296,340	$ (115,910,126)	$ 3,627,138
LIABILITIES				
Due to others	$ 822,600	$ 86,851,847	$ (86,556,888)	$ 1,117,559
Uncollected taxes	3,418,324	28,444,493	(29,353,238)	2,509,579
Total liabilities	$ 4,240,924	$ 115,296,340	$ (115,910,126)	$ 3,627,138
Clerk of Superior Court				
ASSETS				
Cash	$ 1,355,523	$ 3,065,030	$ (3,919,099)	$ 501,454
Total assets	$ 1,355,523	$ 3,065,030	$ (3,919,099)	$ 501,454
LIABILITIES				
Due to others	$ 1,355,523	$ 3,065,030	$ (3,919,099)	$ 501,454
Total liabilities	$ 1,355,523	$ 3,065,030	$ (3,919,099)	$ 501,454
Probate Court				
ASSETS				
Cash	$ 50,727	$ 1,252,560	$ (1,253,950)	$ 49,337
Total assets	$ 50,727	$ 1,252,560	$ (1,253,950)	$ 49,337
LIABILITIES				
Due to others	$ 50,727	$ 1,252,560	$ (1,253,950)	$ 49,337
Total liabilities	$ 50,727	$ 1,252,560	$ (1,253,950)	$ 49,337

(Continued)

WALTON COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Increases	Decreases	Balance June 30, 2011
Magistrate Court				
ASSETS				
Cash	$ 35,280	$ 761,792	$ (766,312)	$ 30,760
Total assets	$ 35,280	$ 761,792	$ (766,312)	$ 30,760
LIABILITIES				
Due to others	$ 35,280	$ 761,792	$ (766,312)	$ 30,760
Total liabilities	$ 35,280	$ 761,792	$ (766,312)	$ 30,760
Juvenile Court				
ASSETS				
Cash	$ 990	$ 13,167	$ (13,536)	$ 621
Total assets	$ 990	$ 13,167	$ (13,536)	$ 621
LIABILITIES				
Due to others	$ 990	$ 13,167	$ (13,536)	$ 621
Total liabilities	$ 990	$ 13,167	$ (13,536)	$ 621
Sheriff				
ASSETS				
Cash	$ 5,959	$ 955,187	$ (956,432)	$ 4,714
Total assets	$ 5,959	$ 955,187	$ (956,432)	$ 4,714
LIABILITIES				
Due to others	$ 5,959	$ 955,187	$ (956,432)	$ 4,714
Total liabilities	$ 5,959	$ 955,187	$ (956,432)	$ 4,714

COMPONENT UNIT – DEVELOPMENT AUTHORITY

WALTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - DEVELOPMENT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	$	687,250
Payments to suppliers		(601,091)
Payments to employees		(111,147)
Net cash used in operating activities		(24,988)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisitions of capital assets		(241,881)
Proceeds from sale of capital assets		467,338
Net cash provided by capital and related financing activities		225,457
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received		2,984
Net cash provided by investing activities		2,984
Net increase in cash and cash equivalents		203,453
Cash and cash equivalents:		
Beginning of year		211,016
End of year	$	414,469
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	$	(26,067)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation		1,182
Change in assets and liabilities:		
Increase in prepaid expenses		(1)
Decrease in accrued liabilities		(102)
Net cash used in operating activities	$	(24,988)

COMPONENT UNIT – COMMISSION ON CHILDREN AND YOUTH

WALTON COUNTY, GEORGIA

BALANCE SHEET
COMPONENT UNIT - COMMISSION ON CHILDREN & YOUTH
JUNE 30, 2011

ASSETS		
Cash	$	149,813
Due from primary government		17,966
Total assets	$	167,779
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$	1,024
Total liabilities		1,024
FUND BALANCE		
Unreserved		166,755
Total liabilities and fund balance	$	167,779

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, 2011

Revenues		
Intergovernmental	$	69,350
Charges for services		25,184
Total revenues		94,534
Expenditures		
Health and welfare		96,053
Total expenditures		96,053
Net change in fund balance		(1,519)
Fund balance, beginning of year		168,274
Fund balance, end of year	$	166,755

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 **98-103**

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 **104-109**

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

Debt Capacity **110-114**

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 ..... **115 and 116**

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 **117-119**

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

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities										
Invested in capital assets, net of related debt	$ 48,629,979	$ 47,680,224	$ 33,205,084	$ 79,560,401	$ 80,890,679	$ 89,275,978	$ 90,713,448	$ 89,664,056	$ 85,913,569	$ 90,801,446
Restricted	3,677,275	4,052,880	514,089	541,595	7,468,310	28,816,979	8,903,723	5,348,476	5,343,022	18,694,711
Unrestricted	9,100,372	13,415,904	41,987,773	4,391,120	13,427,017	553,044	22,727,375	24,365,511	25,598,720	11,893,449
Total governmetnal activities net assets	$ 61,407,626	$ 65,149,008	$ 75,706,946	$ 84,493,116	$ 101,786,006	$ 118,646,001	$ 122,344,546	$ 119,378,043	$ 116,855,311	$ 121,389,606
Business-type activities										
Invested in capital assets, net of related debt	$ 754,805	$ 838,297	$ 909,781	$ 1,029,104	$ 1,016,106	$ 28,786,737	$ 23,584,893	$ 24,915,940	$ 33,376,233	$ 35,965,437
Restricted	-	-	-	-	-	3,168,528	8,474,648	7,751,281	7,598,747	6,961,893
Unrestricted	101,355	245,641	180,401	233,100	162,561	6,537,085	8,149,911	8,633,228	28,352,560	28,959,419
Total business-type activities net assets	$ 856,160	$ 1,083,938	$ 1,090,182	$ 1,262,204	$ 1,178,667	$ 38,492,350	$ 40,209,452	$ 41,300,449	$ 69,327,540	$ 71,886,749
Primary government										
Invested in capital assets, net of related debt	$ 49,384,784	$ 48,518,521	$ 34,114,865	$ 80,589,505	$ 81,906,785	$ 118,062,715	$ 114,298,341	$ 114,579,996	$ 119,289,802	$ 126,766,883
Restricted	3,677,275	4,052,880	514,089	541,595	7,468,310	31,985,507	17,378,371	13,099,757	12,941,769	25,656,604
Unrestricted	9,201,727	13,661,545	42,168,174	4,624,220	13,589,578	7,090,129	30,877,286	32,998,739	53,951,280	40,852,868
Total primary governmetnal activities net assets	$ 62,263,786	$ 66,232,946	$ 76,797,128	$ 85,755,320	$ 102,964,673	$ 157,138,351	$ 162,553,998	$ 160,678,492	$ 186,182,851	$ 193,276,355

Data Source: Audited Financial Statements

WALTON COUNTY, GEORGIA

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

EXPENSES	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Government activities:										
General Government	$ 4,695	$ 5,257	$ 7,324	$ 7,785	$ 6,470	$ 7,738	$ 7,736	$ 8,474	$ 7,199	$ 7,442
Judicial	3,170	3,206	3,413	3,708	3,838	4,354	4,541	4,937	4,904	5,148
Public Safety	12,773	14,255	14,817	15,418	15,922	19,065	19,477	20,739	21,439	21,703
Public Works	3,247	5,080	4,527	4,823	6,318	5,891	14,528	13,627	12,065	8,832 (1)
Health and Welfare	465	824	493	503	821	2,190	1,127	1,250	1,232	1,030
Housing & Development	1,291	1,232	1,289	1,411	2,183	2,445	2,294	1,508	1,454	1,438
Culture & Recreation	639	1,337	1,786	2,079	2,315	2,763	3,133	3,855	3,942	3,868
Interest on Long-Term Debt	1,057	1,257	1,230	967	697	1,358	2,390	1,989	1,922	1,320
Total government activities expenses	27,337	32,448	34,879	36,694	38,564	45,804	55,226	56,379	54,157	50,781
Business-type activities										
Water and Sewer	-	-	-	-	-	7,827	9,938	8,990	7,973	7,492
EMS	1,667	1,638	1,648	2,120	1,952	2,390	2,760	2,719	2,777	2,787
Solid Waste	950	877	957	902	930	1,042	1,092	1,103	1,145	1,157
Total business-type activities	2,617	2,515	2,605	3,022	2,882	11,259	13,790	12,812	11,895	11,436
Total primary government expenses	$ 29,954	$ 34,963	$ 37,484	$ 39,716	$ 41,446	$ 57,063	$ 69,016	$ 69,191	$ 66,052	$ 62,217
PROGRAM REVENUES										
Charges for services:										
General Government	$ 1,002	$ 1,251	$ 1,472	$ 1,583	$ 1,751	$ 2,065	$ 2,183	$ 2,547	$ 2,538	$ 2,600
Judicial	2,150	2,021	1,890	1,898	2,323	2,015	2,016	1,497	1,366	1,211
Public Safety	1,421	1,699	1,911	1,974	2,477	1,928	2,222	2,290	2,021	2,163
Public Works	17	55	45	54	-	14	4	476	1,031	1,134
Health and Welfare	15	-	18	17	146	189	-	-	63	81
Housing & Development	783	798	1,082	1,155	1,378	2,186	542	415	77	64
Culture & Recreation	-	234	304	160	847	340	603	704	872	856
Total charges for services:	5,388	6,058	6,722	6,841	8,922	8,737	7,570	7,929	7,968	8,109
Operating grants and contributions	1,850	431	398	300	911	1,391	527	774	698	649
Capital grants and contributions	220	1,831	5,792	2,417	3,497	5,592	1,124	18	1,060	288
Total governmental activities program revenues	7,458	8,320	12,912	9,558	13,330	15,720	9,221	8,721	9,726	9,046
Business type activities:										
Charges for services:										
Water						7,946	7,691	7,332	8,382	8,720
EMS	1,223	1,198	1,032	1,633	1,141	1,463	1,130	1,535	1,123	1,555
Solid Waste	250	323	348	372	450	505	504	435	606	567
Operating grants and contributions	74	99	34	-	-	-	-	-	-	-
Capital grants and contributions	120	-	-	-	-	3,735	489	-	899	894
Total business-type activities program revenues	1,667	1,620	1,414	2,005	1,591	13,649	9,814	9,302	11,010	11,736
Total primary government program revenues	$ 9,125	$ 9,940	$ 14,326	$ 11,563	$ 14,921	$ 29,369	$ 19,035	$ 18,023	$ 20,736	$ 20,782
Net (expenses)/revenue										
Governmental activities	$ (19,879)	$ (24,128)	$ (21,967)	$ (27,136)	$ (25,234)	$ (30,084)	$ (46,005)	$ (47,658)	$ (44,431)	$ (41,735)
Business-type activities	(950)	(895)	(1,191)	(1,017)	(1,291)	2,390	(3,976)	(3,510)	(885)	300
Total primary government net expense	$ (20,829)	$ (25,023)	$ (23,158)	$ (28,153)	$ (26,525)	$ (27,694)	$ (49,981)	$ (51,168)	$ (45,316)	$ (41,435)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS										
Governmental Activities:										
Taxes										
Property taxes	$ 17,186	$ 16,905	$ 19,410	$ 20,819	$ 22,258	$ 24,818	$ 28,255	$ 28,063	$ 30,445	$ 30,432
Sales taxes	7,016	10,017	12,181	13,470	16,506	17,467	16,376	14,497	15,083	14,761
Insurance premium taxes	1,287	1,421	1,524	1,649	1,762	1,846	1,941	1,988	1,960	1,906
Other Taxes	1,248	1,404	1,669	1,486	1,744	1,755	1,484	1,257	812	833
Total taxes	26,737	29,747	34,784	37,424	42,270	45,886	48,056	45,805	48,300	47,932
Unrestricted grants and contributions	-	-	-	-	1,337	1,391	-	1,540	97	-
Intergovernmental revenue	40	364	605	1,047	-	-	-		-	-
Other	177	226	117	142	-	-	-	-	261	245
Unrestricted investment earnings	565	560	364	446	953	2,797	3,519	1,076	-	68
Gain (loss) on sales of capital assets	(116)	-	171	-	14	-	-	-	78	-
Transfers	(1,161)	(1,113)	(1,187)	(1,082)	(1,205)	(1,461)	(2,598)	(3,730)	(6,828)	(1,976)
Total governmental activities	26,242	29,784	34,854	37,977	43,369	48,613	48,977	44,691	41,908	46,269
Business-type activities:										
Investment earnings	1	1	1	1	2	382	2,760	872	203	53
Other revenues		13	-	-	-	-	-	-	1,043	230
Gain on sale of assets	(2)	(5)	9	-	-	-	-	-	-	-
Transfers	1,161	1,113	1,187	1,188	1,205	1,461	2,598	3,730	6,828	1,976
Special Item - Capital Contributions	-	-	-	-	-	33,081	-	-	-	-
Total business-type activities	1,160	1,122	1,197	1,189	1,207	34,924	5,358	4,602	8,074	2,259
Total primary governement	$ 27,402	$ 30,906	$ 36,051	$ 39,166	$ 44,576	$ 83,537	$ 54,335	$ 49,293	$ 49,982	$ 48,528
CHANGE IN NET ASSETS										
Governmental activities	$ 6,363	$ 5,656	$ 12,887	$ 10,841	$ 18,135	$ 18,529	$ 2,972	$ (2,967)	$ (2,523)	$ 4,534
Business-type activities	210	227	6	172	(84)	37,314	1,382	1,092	7,189	2,559
Total primary government	$ 6,573	$ 5,883	$ 12,893	$ 11,013	$ 18,051	$ 55,843	$ 4,354	$ (1,875)	$ 4,666	$ 7,093

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)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General fund										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 332,945
Assigned	-	-	-	-	-	-	-	-	-	6,294,453
Unassigned	-	-	-	-	-	-	-	-	-	14,828,182
Reserved	688,574	37,587	79,540	82,557	-	93,983	203,423	161,057	239,843	-
Unreserved	6,108,279	5,885,134	5,753,024	6,769,667	12,993,481	17,599,673	20,126,127	21,305,694	22,824,783	-
Total general fund	$ 6,796,853	$ 5,922,721	$ 5,832,564	$ 6,852,224	$ 12,993,481	$ 17,693,656	$ 20,329,550	$ 21,466,751	$ 23,064,626	$ 21,455,580
All other governmental funds										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 21,932
Restricted	-	-	-	-	-	-	-	-	-	18,694,711
Committed	-	-	-	-	-	-	-	-	-	463,953
Reserved	-	-	-	-	5,643,135	70,369,621	58,521,430	36,779,653	22,477,885	-
Unreserved, reported in :										
Special revenue funds	1,175,169	1,192,621	753,271	744,090	840,241	1,043,373	1,303,750	1,297,855	1,367,372	-
Debt service funds	464,509	456,153	509,089	541,495	-	-	-	-	(95,388)	-
Capital projects funds	29,681,652	26,770,687	9,859,459	4,531,161	985,934	-	-	-	(56,721)	-
Total all other governmental funds	$ 31,321,330	$ 28,419,461	$ 11,121,819	$ 5,816,746	$ 7,469,310	$ 71,412,994	$ 59,825,180	$ 38,077,508	$ 23,693,148	$ 19,180,596
Total reserved	$ 688,574	$ 37,587	$ 79,540	$ 82,557	$ 5,643,135	$ 70,463,604	$ 58,724,853	$ 36,940,710	$ 22,717,728	$ -
Total unreserved	$ 37,429,609	$ 34,304,595	$ 16,874,843	$ 12,586,413	$ 14,819,656	$ 18,643,046	$ 21,429,877	$ 22,603,549	$ 24,040,046	$ -
Total all funds	$ 38,118,183	$ 34,342,182	$ 16,954,383	$ 12,668,970	$ 20,462,791	$ 89,106,650	$ 80,154,730	$ 59,544,259	$ 46,757,774	$ 40,636,176

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)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
REVENUES										
Taxes	$ 26,027,403	$30,321,241	$ 34,801,221	$ 37,520,783	$ 42,248,003	$ 45,719,807	$ 47,844,287	$ 44,794,165	$ 48,126,321	$ 48,636,167
Licenses & permits	746,512	709,131	934,040	954,246	1,793,594	1,736,390	725,568	343,592	227,959	237,616
Intergovernmental	2,007,867	3,544,619	734,263	1,111,156	2,294,357	2,517,377	635,376	2,037,334	1,638,859	993,859
Charges for services	3,197,178	1,167,459	4,393,611	3,668,940	4,855,293	4,951,533	4,367,440	2,044,463	5,751,231	6,062,943
Fines and forfeitures	1,506,796	1,528,805	1,359,292	1,445,025	1,825,741	1,834,655	2,021,821	5,302,864	1,902,633	1,775,018
Interest	515,159	542,352	342,223	408,799	924,507	2,796,924	3,519,417	1,075,584	167,846	95,180
Contributions	25,906	108,545	63,211	37,396	123,964	417,588	17,602	181,474	103,423	82,547
Other	93,359	235,518	308,586	1,146,557	208,626	211,609	948,996	227,159	260,961	245,455
Total Revenues	34,120,180	38,157,670	42,936,447	46,292,902	54,274,085	60,185,883	60,080,507	56,006,635	58,179,233	58,128,785
EXPENDITURES										
General Government	4,159,374	5,218,832	7,418,145	7,366,773	5,670,248	6,624,164	6,809,149	7,396,882	6,613,667	6,833,387
Judicial	2,927,855	2,950,680	3,521,639	3,804,317	3,803,217	4,213,524	4,442,352	4,686,430	4,901,904	5,094,439
Public Safety	11,766,627	13,898,054	14,704,719	14,855,607	14,795,337	16,452,780	18,017,628	18,715,114	20,816,214	20,036,200
Public Works	4,693,797	4,939,256	5,134,456	4,638,879	3,908,656	3,848,879	7,753,064	8,074,423	7,695,131	6,691,128
Health and Welfare	465,441	629,476	491,650	490,381	819,547	1,384,163	1,125,504	1,244,884	1,224,269	1,065,791
Culture & Recreation	615,112	1,403,495	1,760,775	1,911,023	1,999,165	2,475,434	2,636,610	3,149,723	3,287,364	3,128,025
Housing & Development	1,196,511	1,143,500	1,339,472	1,405,111	1,527,820	1,737,745	2,421,540	1,413,834	1,460,143	1,420,065
Intergovernmental	-	-	-	-	650,000	1,332,099	4,454,747	3,402,578	3,234,896	1,247,970
Capital outlay	1,708,628	3,600,334	17,950,334	6,844,455	3,842,555	7,826,655	11,743,598	13,563,745	2,937,784	2,454,870
Principal on long term debt	1,730,915	6,154,051	6,695,136	7,170,823	9,070,726	4,623,463	4,463,182	8,441,887	9,944,065	11,513,229
Interest	1,414,820	1,257,307	1,238,188	966,846	720,058	347,194	2,737,582	2,797,766	2,469,790	1,893,967
Issuance Costs	-	-	-	-	-	582,941	-	-	-	-
Total Expenditures	30,679,080	41,194,985	60,254,514	49,454,215	46,807,329	51,449,041	66,604,956	72,887,266	64,585,027	61,379,071
Excess (deficiency) of revenues over (under) expenditures	3,441,100	(3,037,315)	(17,318,067)	(3,161,313)	7,466,756	8,736,842	(6,524,449)	(16,880,631)	(6,405,794)	(3,250,286)
OTHER FINANCING SOURCES (USES)										
Bond debt issued	27,880,000	-	-	-	-	58,915,000	-	-	-	-
Premium on bond debt	421,788	-	-	-	-	2,367,366	-	-	-	-
Proceeds from captial lease	856,970	874,726	870,680	-	1,265,000	-	-	-	360,412	-
Sale of capital assets	104,677	-	184,470	-	137,123	85,887	-	-	87,308	-
Transfers in	7,641,183	9,855,148	13,544,134	11,333,962	2,950,680	2,424,080	1,599,601	1,250,249	2,951,097	5,021,031
Transfers out	(9,302,219)	(11,468,560)	(14,731,016)	(12,415,429)	(4,155,265)	(3,885,316)	(4,197,432)	(4,980,089)	(9,779,508)	(6,996,682)
Total other financing sources (uses)	27,602,399	(738,686)	(131,732)	(1,081,467)	197,538	59,907,017	(2,597,831)	(3,729,840)	(6,380,691)	(1,975,651)
Net change in fund balance	$ 31,043,499	$ (3,776,001)	$ (17,449,799)	$ (4,242,780)	$ 7,664,294	$ 68,643,859	$ (9,122,280)	$ (20,610,471)	$ (12,786,485)	$ (5,225,937)
Debt service as a percentage of noncapital expenditures	12.18%	24.55%	23.08%	23.61%	29.51%	13.06%	15.11%	23.38%	25.21%	23.04%

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
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
2004	19,338	12,181	116	180	1,524	1,231	231	34,801
2003	17,374	10,017	125	170	1,422	1,025	188	30,321
2002	16,427	7,016	143	166	1,288	811	176	26,027

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
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
2004	7,418	3,522	14,705	5,134	492	1,761	1,339	7,933	17,950	60,254
2003	5,219	2,951	13,898	4,939	629	1,404	1,144	7,411	3,600	41,195
2002	4,159	2,928	11,767	4,694	465	615	1,196	3,146	1,709	30,679

Source: Finance Department

(1) - Includes intergovernmental expenses and capital outlay

WALTON COUNTY, GEORGIA

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

Fiscal Year	Real Property		Personal Property		Exemptions	Total		Ratio of Total Assessed Value To Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Real Property	Assessed Value	Estimated Actual Value	
2011	$ 2,251,827	$ 5,629,568	$ 225,654	$ 564,135	$ 274,541	$ 2,202,940	$ 6,193,703	35.6%
2010	2,535,326	6,338,315	213,978	534,945	333,991	2,415,313	6,873,260	35.1
2009	2,584,434	6,461,085	221,721	554,302	328,968	2,477,187	7,015,387	35.3
2008	2,821,165	7,052,912	235,659	589,147	434,386	2,622,438	7,642,059	34.3
2007	2,709,071	6,772,677	179,264	448,160	432,959	2,455,376	7,220,837	34.0
2006	2,431,156	6,077,890	172,337	430,842	366,526	2,236,967	6,508,732	34.4
2005	1,818,604	4,546,510	156,584	391,460	228,990	1,746,198	4,937,970	35.4
2004	1,834,429	4,586,072	208,824	522,060	220,163	1,823,090	5,108,132	35.7
2003	1,562,512	3,906,280	199,492	498,730	139,064	1,622,940	4,405,010	36.8
2002	1,482,564	3,706,410	187,413	468,533	138,635	1,531,342	4,174,943	36.7
2001	1,238,933	3,097,333	160,755	401,888	113,569	1,286,119	3,499,221	36.8

Source: Tax Assessor

WALTON COUNTY, GEORGIA

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

	Walton County		School District				Loganville	Monroe			Social Circle	Total
Calendar Year	Fire Districts M & O Millage	All Others M & O Millage	Operating Millage	Debt Service Millage	Total School Millage	State	Operating Millage	Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Direct & Overlapping Rates
2011	11.135	12.175	19.600	2.200	21.800	0.250	10.270	5.565	2.047	7.612	7.411	59.518
2010	10.542	11.032	18.600	2.200	20.800	0.250	10.270	5.512	1.728	7.240	7.411	57.003
2009	10.231	10.882	18.250	2.200	20.450	0.250	10.270	5.403	1.594	6.997	7.411	56.260
2008	9.632	10.055	17.490	2.450	19.940	0.250	10.270	5.189	1.412	6.601	7.411	54.527
2007	9.695	10.064	17.240	2.700	19.940	0.250	9.000	4.920	1.702	6.622	7.417	53.293
2006	9.585	10.064	17.240	2.700	19.940	0.250	9.000	4.870	1.878	6.748	7.524	53.526
2005	9.577	10.064	17.240	1.600	18.840	0.250	9.000	5.034	1.740	6.774	7.636	52.564
2004	9.630	10.064	18.020	0.820	18.840	0.250	9.000	5.604	1.589	7.193	7.997	53.344
2003	9.643	10.084	17.020	0.880	17.900	0.250	9.000	5.515	1.699	7.214	8.000	52.448
2002	9.643	10.084	16.940	0.960	17.900	0.250	9.000	5.905	1.639	7.544	8.000	52.778

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.)

WALTON COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND SEVEN YEARS AGO
June 30, 2011
(amounts expressed in thousands)

		2011			2004		
Item	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
1	Walton County Power, LLC	$ 24,709	1	1.12%	-	-	-
2	MPC Generating, LLC	20,767	2	0.94%	-	-	-
3	Wal-Mart Real Estate	9,744	3	0.44%	$15,401	2	0.84%
4	L&P Materials Mfg., Inc.	7,975	4	0.36%	-	-	
5	Pike Electric, Inc.	7,271	5	0.33%	-	-	
6	Murray E. Kenneth, Sr.	6,284	6	0.29%	5,327	6	0.29%
7	Monroe HMA, Inc.	5,798	7	0.26%	-	-	
8	Wal-Mart Stores East, LP	5,484	8	0.25%	-	-	
9	Georgia General	5,145	9	0.23%	-	-	
10	Unisia of Georgia Corp.	3,600	10	0.16%	-	-	
11	Walton EMC	-	-	-	17,802	1	0.98%
12	Transcontinental Gas	-	-	-	13,412	3	0.74%
13	Avondale Mills	-	-	-	7,591	4	0.42%
14	Alltell GA Communications	-	-	-	7,135	5	0.39%
15	Georgia Power Corp.	-	-	-	5,076	7	0.28%
16	L & P Materials MFG, Inc.	-	-	-	4,939	8	0.27%
17	Meridian Homes	-	-	-	4,768	9	0.26%
18	Bell South Telecomm, Inc.	-	-	-	4,425	10	0.24%
Totals		$96,777		4.39%	$85,876		4.71%

Source: Tax Commissioner
Usable data was not available prior to 2004.

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				
2011	$ 26,279	$ 25,367	96.5%	$ 234	$ 25,601	97.4%	$ 678
2010	26,450	25,318	95.72	896	26,214	99.1%	236
2009	26,021	24,736	95.06	1,132	25,868	99.4%	153
2008	24,447	23,728	97.06	603	24,331	99.5%	116
2007	22,201	21,921	98.74	280	22,201	100.0%	-
2006	19,895	19,654	98.79	224	19,878	99.9%	17
2005	17,357	17,152	98.82	185	17,337	99.9%	20
2004	16,050	15,802	98.45	227	16,029	99.9%	21
2003	14,167	13,926	98.30	204	14,130	99.7%	37
2002	13,545	12,484	92.17	1,061	13,545	100.0%	-

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
2011	$ 503	$ 539	107.2%
2010	498	495	99.4
2009	495	462	93.3
2008	437	438	100.2
2007	415	413	99.5
2006	347	344	99.1
2005	301	298	99.0
2004	271	259	95.6
2003	235	234	99.6
2002	201	200	99.5
2001	178	181	101.7

Source: Tax Commissioner

WALTON COUNTY, GEORGIA

TOP 10 WATER CUSTOMERS
CURRENT YEAR AND FIVE YEARS AGO

	2011				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	344,625,000	$ 882,240	1	10.59%	298,824,000	$ 500,140	1	11.01%
Walton County BOE	12,168,000	100,709	2	1.21%	-	-	-	-
City of Social Circle	10,425,000	27,101	3	0.33%	22,116,000	37,597	2	0.83%
Youth Mobile Home Park	5,561,000	43,739	4	0.53%	7,383,000	40,983	3	0.90%
Jackson Mobile Home Park	3,521,000	27,301	5	0.33%	3,074,000	17,112	5	0.38%
Arocovia Properties, Inc.	3,292,000	24,565	6	0.29%	2,906,000	14,447	7	0.32%
Simmeron Mobile Home Park (1)	2,540,000	19,610	7	0.24%	2,926,000	32,606	6	0.72%
Summers Landing	2,253,000	17,390	8	0.21%	1,687,000	9,569	10	0.21%
City of Jersey	2,013,000	5,232	9	0.06%	4,852,000	8,243	4	0.18%
Loganville Christian Academy	1,200,000	9,305	10	0.11%	-	-	-	-
Georgia Water & Well Service		-	-	-	2,701,000	15,178	8	0.33%
Herman Carruth	-	-	-	-	2,006,000	11,561	9	0.25%
Total	387,598,000	1,157,191		13.89%	348,475,000	687,435		15.13%
All Others	932,804,000	7,171,024		86.11%	752,398,000	3,856,693		84.87%
Annual Totals	1,320,402,000	$ 8,328,215		100.00%	1,100,873,000	$ 4,544,128		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 (2)						
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)
2011	$ 26,165	$ 288	$ -	$ -	$ 2,652	$ 80,420	$ -	$ -	$ 5,907	$ 115,432	5.64%	$ 1,276
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	5.6	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	-	-	-	-	17,719	0.85	235
2004	16,980	1,570	1,420	-	3,655	-	-	-	-	23,625	1.26	329
2003	22,630	-	1,615	-	3,790	-	-	-	-	28,035	1.62	405
2002	27,680	-	1,800	-	3,925	-	-	-	-	33,405	2.04	500

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

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

(2) The amount outstanding does not include unamortized issue premium or unamortized amount deferred on refunding which are included on the statement of net assets as part of debt.

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)
2011	$ 26,165	$ 5,225	$ 20,940	0.34%	$ 232
2010	37,415	5,343	32,072	0.48	355
2009	46,915	5,348	41,567	0.59	476
2008	54,915	6,462	48,453	0.63	565
2007	58,915	3,600	55,315	0.77	665
2006	3,750	1	3,749	0.06	47
2005	10,750	541	10,209	0.21	135
2004	16,980	509	16,471	0.32	230
2003	22,630	456	22,174	0.50	320
2002	27,680	465	27,215	0.65	407

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, 2011
(amounts expressed in thousands)

Jurisdiction	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Direct:			
General Obligation Bonds of County (1)	$26,165	100%	$26,165
Overlapping:			
Walton County School District:			
General Obligation Bonds (1)	68,340	100%	68,340
Total Direct and Overlapping	$94,505		$94,505

Sources: □Assessed value data used to estimate applicable percentages provided by the State Department of Revenue. □Debt outstanding provided by the C

(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)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Assessed Valuations: (1)										
Assessed Value	$ 1,669,977	$ 1,762,004	$ 2,043,253	$ 1,975,188	$ 2,603,493	$ 2,888,335	$ 3,056,824	$ 2,806,155	$ 2,749,304	$ 2,477,481
Debt limit (10% of total assessed value)	166,998	176,200	204,325	197,519	260,349	288,834	305,682	280,616	274,930	247,748
Amount of Debt applicable to limit:										
General obligation bonds	27,880	22,830	18,400	11,965	3,750	58,915	54,915	46,915	37,415	26,165
Less: Amount set aside for repayment of generaql obligation debt	(591)	(595)	(598)	(605)	(214)	(5,308)	(6,461)	(5,348)	(5,343)	(5,225)
Total net debt applicable to limit	27,289	22,235	17,802	11,360	3,536	53,607	48,454	41,567	32,072	20,940
Legal debt margin	$ 139,709	$ 153,965	$ 186,523	$ 186,159	$ 256,813	$ 235,227	$ 257,228	$ 239,049	$ 242,858	$ 226,808
Total net debt applicable to the limit as a percentage of debt limit	16.34%	12.62%	8.71%	5.75%	1.36%	18.56%	15.85%	14.81%	11.67%	8.45%

Source: (1) Tax Assesser
(2) Audited Financial Statements

WALTON COUNTY, GEORGIA

PLEDGED-REVENUE COVERAGE
Last Five 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
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)
2011	90,444	N/A	$ 22,637	35.2	14,966	10.1%
2010	83,758	N/A	22,624	37.4	14,836	10.3%
2009	87,311	$ 2,702	30,947	36.7	14,642	10.2%
2008	85,782	2,664	31,022	34.6	14,530	6.5%
2007	83,241	2,539	30,502	34.5	13,891	4.7%
2006	79,295	2,327	29,348	34.6	13,446	4.5%
2005	75,494	2,095	27,749	34.6	12,811	4.7%
2004	71,741	1,878	26,172	34.6	12,196	4.4%
2003	69,204	1,736	25,083	34.4	11,816	4.2%
2002	66,856	1,641	24,550	34.2	11,356	4.2%

Data Sources
(1) Bureau of the Census
(2) Bureau of Economic Analysis
(3) Federal Reserve Economic Data
(4) State Department of Education
N/A - Information is not available from the Bureau of Economic Analysis
Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar ye
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

	2011			2002		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Walton County Board of Education	1,876	1	5.16%	1,830	1	5.04%
Wal-Mart Supply Chain	817	2	2.25%	563	2	1.55%
Walton County Government	721	3	1.98%	515	3	1.42%
Walton Regional Medical Center	415	4	1.14%	-	-	-
Wal-Mart Store - Loganville	400	5	1.10%	-	-	-
Standridge Color Corporation	354	6	0.97%	324	6	0.89%
Wal-Mart Store - Monroe	352	7	0.97%	-	-	-
Leggett & Platt, Inc.	300	8	0.83%	400	4	1.10%
Social Circle City Schools	270	9	0.74%	-	-	-
City of Monroe	232	10	0.64%	-	-	-
Avondale Manufacturing	-	-	-	325	5	0.90%
Crane Plumbing	-	-	-	270	7	0.74%
Oxford Slacks	-	-	-	240	8	0.66%
Goodyear Tire and Rubber	-	-	-	225	9	0.62%
Certain Teed Corporation	-	-	-	180	10	0.50%
Total	5,737		15.78%	4,872		10.01%

Source: State Department of Commerce.

WALTON COUNTY, GEORGIA

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

Function	Full-Time Equivalent Employees as of Fiscal Year End									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General Government	141	138	139	132	139	138	132	134	126	120
Public Safety										
Sheriffs Office										
Deputies	156	154	155	151	151	137	137	134	131	123
Civilians	20	20	20	19	18	19	19	19	19	18
Total Sheriffs Office	176	174	175	170	169	156	156	153	150	141
Fire										
Firefighters and Officers	52	50	51	50	50	50	45	45	44	41
Civilians	1	1	1	1	1	1	2	1	1	1
Total Fire	53	51	52	51	51	51	47	46	45	42
EMS, E911 & Animal Control	56	57	58	56	58	52	53	50	53	56
Total Public Safety	426	420	424	409	417	397	388	383	374	359
Public Works										
Supervision and Administration	15	17	16	16	16	17	15	15	15	15
Maintenance	35	37	36	33	37	38	36	35	35	35
Total Public Works	50	54	52	49	53	55	51	50	50	50
Recycling	9	10	10	10	10	9	11	9	9	9
Culture and Recreation	25	26	25	24	26	25	21	25	22	16
Water	25	28	26	29	28	-	-	-	-	-
Total	535	538	537	521	534	486	471	467	455	434

Source: Finance Department

WALTON COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function	Fiscal Year 2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Sheriff										
Physical Arrests (1)	4,111	5,964	5,628	5,415	5,412	4,969	4,941	4,922	4,720	3,716
Traffic Violations (1)	9,369	14,382	14,468	7,428	6,524	6,650	6,167	9,389	10,751	9,895
Fire										
Number of Calls Answered	3,100	3,112	3,067	2,935	2,993	3,075	3,317	3,255	2,858	2,771
Pre- Fire Plans	103	103	103	103	103	103	99	97	96	89
Highways and Streets										
Street Resurfacing (miles)	40.84	52.00	27.60	59.81	37.50	26.47	23.08	N/A	N/A	N/A
Potholes Repaired	37	115	45	43	131	93	N/A	N/A	N/A	N/A
Sanitation										
Refuse Collected (tons/year)	3,588	3,262	3,234	3,369	3,037	2,809	2,661	2,529	2,534	N/A
Recyclables Collected (tons/year)	830	1,136	649	1,020	1,045	1,235	1,446	1,400	1,139	1,178
Culture and Recreation										
Athletic Facility Permits Issued	71	43	41	28	26	7	9	11	8	N/A
Park Facility Permits Issued	151	151	125	94	71	61	48	81	29	N/A
Community Center Memberships	3,000	1,500	1,000	500	N/A	N/A	N/A	N/A	N/A	N/A
Water										
New Connections	41	47	110	258	660	746	911	792	713	912
Water Mains Breaks	11	7	12	5	7	12	5	17	2	3

Source: County Departments

(1) Information is Calender Year as reported to the Governor's Office of Highway Safety. 2011 is year-to-date thru September.

WALTON COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function		Fiscal Year 2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Public Safety											
Sheriffs Office											
	Stations	2	2	2	2	2	2	1	1	1	1
	Vehicles	126	129	120	131	115	125	110	103	N/A	N/A
Fire											
	Stations	11	11	11	11	11	11	11	11	11	10
	Vehicles	36	37	36	36	36	32	32	31	33	30
Highways and Streets											
Streets (miles)		744	744	744	744	744	744	700	691	691	N/A
Streetlights (1)		3,312	3,334	3,330	3,058	2,803	N/A	N/A	N/A	N/A	N/A
Equipment		50	51	51	51	51	47	42	42	40	39
Vehicles		44	48	48	48	48	44	40	43	38	37
Recycling											
Vehicles		3	3	3	3	3	4	4	4	4	4
Equipment		63	63	63	63	63	63	61	56	56	53
Solid Waste											
Vehicles		5	4	4	4	4	5	5	5	6	6
Equipment		15	15	15	13	12	12	11	11	11	11
Culture and Recreation											
Parks Acreage - County Owned		273.70	273.70	273.70	236.70	221.70	185.70	124.20	124.20	124.20	N/A
Parks - County Owned		11	11	11	10	8	4	3	3	3	N/A
Parks Acreage - County Mainta		87.70	87.70	87.70	87.70	87.70	87.37	83.70	83.70	83.70	N/A
Parks - County Maintained		6	6	6	6	6	6	5	5	5	N/A
Community Centers		3	3	3	3	1	1	1	1	1	N/A
Water & Sewer											
Water Mains (miles)		526	512	500	475	450	425	400	400	400	400
Fire Hydrants		2,776	2,703	2,640	2,508	2,376	2,244	2,112	2,112	2,112	2,112
Maximum Daily Capacity	(thousands of gallons)	10,750	10,750	9,000	8,750	8,750	8,750	8,750	8,750	8,750	8,750

Source: County Departments
(1) Walton EMC
N/A - Information not available