Comprehensive Annual Financial Report
Paulding County, Georgia
For the fiscal year ended
June 30, 2010

Prepared by
Department of Finance

I. Introductory Section

Comprehensive Annual Financial Report

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For Fiscal Year Ended June 30, 2010

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PAULDING COUNTY BOARD OF COMMISSIONERS

166 Confederate Avenue * Dallas,Georgia 30132
Telephone 770-505-1352 * Fax 770-505-1353

December 18, 2010

Board of Commissioners and Citizens
Paulding County, Georgia

The Comprehensive Annual Financial Report of Paulding County, Georgia, for the fiscal year ended June 30, 2010, is submitted herewith as mandated by local ordinances and the State of Georgia statutes. These ordinances and statutes require that Paulding County issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Management of the County is responsible for establishing and maintaining an internal control structure which is designed to ensure that the assets of the county are protected from loss, theft, or misuse; and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of the control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

Georgia statutes require an annual audit by an independent firm of certified public accountants. The Board of Commissioners selected the accounting firm of Mauldin & Jenkins CPAs, LLC. The auditor's report on the basic financial statements and schedules is included in the financial section of this report.

Management's discussion and analysis (MD &A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of Paulding County

Paulding County, incorporated in 1832, was the 87th county created in Georgia and was named after John Paulding, a soldier in the Revolutionary War. Paulding County's rich historical resources include a number of well-preserved Civil War memorials, including the New Hope Church that was the site of the 1864 battle between General Sherman and Confederate General Johnston. The County is located approximately 29 miles northwest of Atlanta and ranks as one of the top ten fastest growing counties in the nation. The County has a land area of 314 square miles and a population of approximately 136,655.

Policymaking and legislative authority are vested in the governing authority, consisting of a five-member Board of Commissioners, including a full-time Chairman. The Commission Chairman is elected at large, while the four other members are elected by district. All members serve four-year, staggered terms. The commission is responsible, among other things, for adopting ordinances and budgets, appointing committees, and confirming department heads. The Chairman is the chief executive and is responsible for carrying out policies and ordinances of the commission and for appointing the heads of the County's departments. The County Administrator is responsible for the daily operations of County functions in accordance with policies of the Board of Commissioners. The governing authority of the County is empowered to levy a property tax on both real and personal property located within its boundaries.

This report includes all funds of the County, as well as its component units. Component units are either 1) legally separate entities for which the County is financially accountable; or 2) entities whose relationship with the County is of a nature and significance that exclusion would cause the County's financial statements to be misleading or incomplete. 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 primary government and to differentiate their financial position from those of the primary government.

The County provides a full range of services which include law enforcement and fire protection; the construction and maintenance of roads, streets, bridges, and infrastructure; water and sewer; solid waste; and recreational and cultural activities. The Paulding County Board of Education and WellStar Paulding Medical Center have not met the established criteria for inclusion in the reporting entity, and accordingly, are excluded from this report.

Budgeting Controls. The County maintains extensive budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County's Board of Commissioners. Activities of the general fund, special revenue funds, capital projects fund and debt service fund, are included in the annual appropriated budget. Annual budgets for the enterprise funds are adopted for management and control purposes. Project-length financial plans are adopted for certain capital projects. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the

department level. The County also maintains an encumbrance accounting system as one method of maintaining budgetary control. Encumbered amounts lapse at year-end. However, outstanding encumbrances generally are re-appropriated as part of the following year's budget.

Local Economy

The County's unemployment rate of 10.8 percent represents an increase from last year and is slightly higher than the rate of 10.3 percent for the State of Georgia. This increase in unemployment rate is attributed to the housing market crisis being experienced nation wide as well as the economic downturn also experienced nationwide. However, Paulding County is not experiencing as significant an impact on the homeownership rate as the state. Paulding County continues to hold a high home-ownership rate of 86.8 percent and 6.9 percent of the families living below the poverty level, compared to State averages of 67.5 percent and 14.3 percent, respectively.

While the County's rapid residential growth slowed substantially. Commercial construction, however, has experienced a less intensive slow down compared to housing. A positive outlook for future growth is the opening of the County's general aviation airport. The County's transition from a bedroom community into a more self-sustaining community will present significant challenges for the County, as the demand for services will change. To meet the needs of these changes the County is exploring new methods of obtaining financial resources and providing higher quality and more efficient services at less cost. The County is in its final year of a six-year special purpose local option sales tax (SPLOST) used to fund the construction and improvement of roads, construction of recreational facilities, and public safety capital improvements. Since 1988, the County's voters have supported six consecutive referendums for a special purpose local option sales tax (SPLOST) for the County, as well as, four consecutive similar referendums for the construction of schools.

Long-term financial planning

All amounts, unless otherwise indicated are expressed in thousands of dollars.

General Fund Balance. The fund balance of the general fund remained stable in 2010, as a result of conservative spending policies and budget control measures. The undesignated fund balance of $16,470 represents 113 working days of expenditures. This level of undesignated fund balance should significantly reduce the likelihood of the County entering the short-term debt market to pay current operating expenditures.

Proprietary Operations. The County's proprietary operations are comprised of three, separate and distinct activities: the Water and Sewer System, the Solid Waste Disposal System and the Department of Family and Children's Services (DFCS) facility. The Water and Sewer System operates with no subsidy from the County's General Fund. Revenue from the Solid Waste Disposal System generates approximately 83 percent of its cost to operate. The State of Georgia leases the space for DFCS from the County, the

The County has acquired right-of-way for a major by-pass in the Hiram area. Funding has been released at the state level to begin the project. The by-pass will relieve traffic congestion in the County's primary commercial district. Construction will begin in February 2011 and will be open to traffic in late 2012.

During 2009, the County began construction of Fire Station Number 11. This fire station was constructed in the Cedarcrest / Bentwater Communities. The project was completed December of 2009.

To address the leisure and recreational needs of its family-focused community, the County has purchased approximately 160 acres in the Burnt Hickory area, near the 700-acre, proposed Richland Creek Reservoir site. The construction of this park is in the final stages. Development began in early 2010 on the County's third multi-purpose park and is expected to open in January 2011.

Relevant financial policies

Paulding County's financial policies were established with the primary goal to provide a sound basis for future financial planning and conservative management. These policies include (1) a balanced annual operating budget, (2) maintenance of adequate reserves and designations of fund balances.

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal controls are designated to provide reasonable, but not absolute, assurance regarding the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived: and (2) the evaluation of costs and benefits requires estimates and judgments by management. We believe the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the department level by the encumbrance of estimated purchase amounts before the release of purchase orders to vendors. Open encumbrances are reported as reservations of fund balances at year-end for governmental funds.

Major Initiatives

For the Year. In preparing the 2010 budget, the County's staff, under specific directives from the governing authority, identified several major programs necessary to meet the citizens' needs for services and to safeguard the environment. These programs reflect the County's commitment to continued improvement in the quality of life for its citizens.

Throughout the year, the County continued its improvement program for transportation, which consisted of system additions, improvements to collector roads, and major intersection improvements.

Paulding was the first County in Georgia to implement mandatory residential water reuse for outdoor watering. The County began constructing the expansion and conversion of the County's oldest Wastewater Treatment Facility, the Coppermine Plant, to a membrane bioreactor plant, enabling the plant to obtain a discharge permit and to provide reuse water for future development in the area. This project was completed in 2009.

Also during the coming years, and to be carried out concurrently with the airport project, the County will work closely with the Industrial Building Authority in an aggressive pursuit of economic development. Planned projects include the acquisition of land adjacent to the planned airport for the development of a business park, as well as other business park developments in close proximity to the County's existing sewer plants. The most notable business pare is the 100 acre Industrial Park equipped with a Norfolk-Southern rail spur. This site is capable of housing facilities up to 500,000 square feet. It will be located off of the Bill Carruth Parkway which is currently under construction for widening to four lanes, completion is anticipated in Summer 2011.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the year ended June 30, 2009. This was the fourteenth, consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the efficient and dedicated services of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report.

In closing, without the progressive leadership of the Board of Commissioners, preparation of this report would not have been made possible.

Respectfully submitted,

Tabitha Pollard
Finance Director

Michael L. Jones, P.E.
County Administrator

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Paulding County Georgia

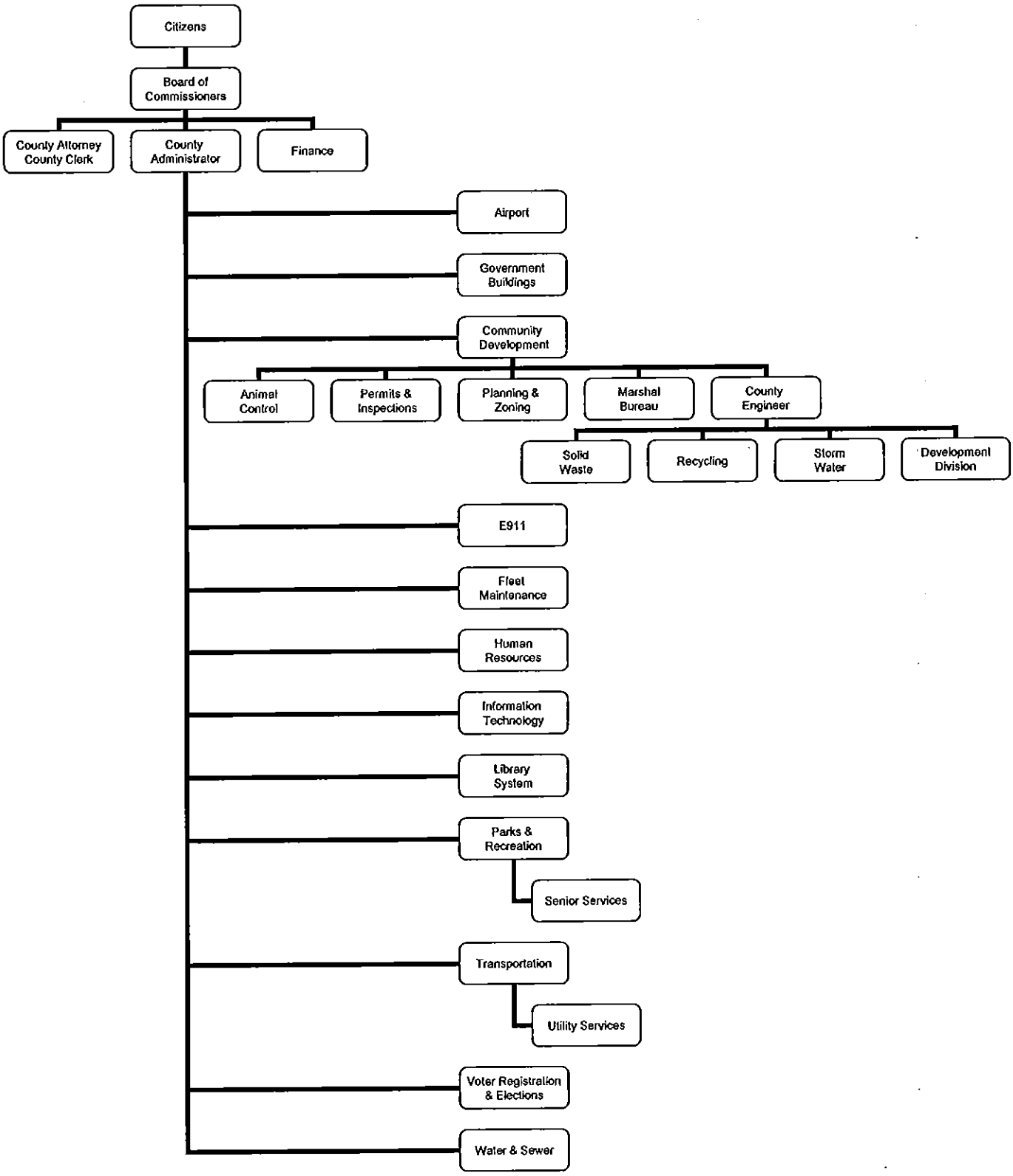
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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

President

Executive Director

Paulding County, Georgia
Organization Chart



PAULDING COUNTY, GEORGIA

PRINCIPAL OFFICIALS

JUNE 30, 2010

BOARD OF COMMISSIONERS

David Austin	Chairman
Larry Ragsdale	Post 1
Don Powell	Post 2
Tommie Graham	Post 3
Wayne Kirby	Post 4

OTHER ELECTED OFFICIALS

Clerk of Superior Court	Treva Shelton
District Attorney	Drew Lane
Probate Judge	Deborah Anderson
Sheriff	Gary Gulledge
Superior Court Judge	Tonny Beavers
Tax Commissioner	J. Bill Watson, III

II. Financial Section

MAULDIN & JENKINS
CERTIFIED PUBLIC ACCOUNTANTS, LLC

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Paulding County, 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 **Paulding County, Georgia** (the "County"), as of and for the year ended June 30, 2010, 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 Paulding County Board of Health Department, the Paulding County Industrial Building Authority, and the Paulding County Airport Authority, which represents 100% and 100% respectively, of the assets and revenue of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Paulding County Board of Health Department, the Paulding County Industrial Building Authority, and the Paulding County Airport Authority, is based on the reports of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Paulding County, Georgia, as of June 30, 2010 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards,* we have also issued our report dated December 18, 2010, on our consideration of the County'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.

The management's discussion and analysis (on pages 4 through 12), schedule of funding progress (on page 59), and budgetary comparison information (on pages 60, 61 and 63) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section, as listed in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Mauldin & Jenkins, LLC

Atlanta, Georgia
December 18, 2010

Management's Discussion and Analysis

As management of Paulding County Government, we offer readers of Paulding County's financial statements this narrative overview and analysis of the financial activities of Paulding County for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages *iv* through *ix* of this report.

All amounts, unless otherwise indicated, are expressed in thousands for dollars.

Financial Highlights

- The assets of Paulding County exceeded its liabilities at June 30, 2010, by $487,633 (net assets), an increase of $13,330 from the prior year. Of this amount, $27,230 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of June 30, 2010, Paulding County's governmental funds reported combined ending fund balances of $56,994, an increase of $4,956 from the prior year. Approximately $25,714 is available for spending at the government's discretion (unreserved fund balance).
- At the fiscal year end, unreserved fund balance for the General Fund was $16,470, or 31 percent of general fund expenditures.
- Paulding County's governmental activities bonds payable, net decreased by $2,906 from the prior year and the total general obligation long-term debt at June 30, 2010 was $81,780, compared to a legal debt limit of $329,516.

Overview of the Financial Statements

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

Government-wide financial statements. The government-wide financial statements are designed to provide the reader with a broad overview of Paulding County's financial position in a manner similar to private-sector business. These statements include the Statement of Net Assets and the Statement of Activities and can be found on pages 14 through 17 of this report.

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

The Statement of Activities presents information showing how Paulding County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., for uncollected taxes and earned but unused employee leave). Because the Statement of Activities separates program, or function revenue (revenue generated by specific functions through charges for services, grants and contributions) from general revenue (revenue provided by taxes and other sources not tied to a specific function), it shows to what extent each function must rely on taxes for funding. All changes in net assets are reported using the accrual basis of accounting which is similar to the method used by most private-sector enterprises. The accrual basis of accounting requires that revenues be reported when they are earned and expenses are reported when the goods and services are received, regardless of the timing of the cash flows. Items such as uncollected taxes, unpaid vendor invoices for items received during

the fiscal year, and earned, but unused employee leave, are included in the Statement of Activities as revenues and expenses, even though the cash associated with these items was not received nor distributed during the fiscal year.

Paulding County has identified the Paulding County Industrial Building Authority (IBA), Paulding County Airport Authority and the Paulding County Board of Health as component units due to the significance of their operational or financial relationships with the County. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 14 – 17 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Paulding County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Paulding County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Governmental funds are used to account for most or all of the County's tax-supported activities. Proprietary funds are used to account for the County's business-like activities, where all or a substantial portion of the costs of activities are supported by fees and charges paid directly by users of the services. Fiduciary funds are used to account for resources that are held by the County as a trustee or agent for parties outside of County government. The resources of the fiduciary funds cannot be used to support the County's own programs.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balance of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Paulding County maintains fourteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, the SPLOST III fund, the fire tax fund and the capital projects fund all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Paulding County adopts an annual appropriated budget for its governmental funds. Budgetary comparison statements for these funds have been provided to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 18 through 61f this report.

Proprietary funds. Paulding County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Paulding County uses enterprise funds to account for its Water and Sewer System, Solid Waste

operations and the Department of Family and Children's Services building. Internal service funds are an accounting device used to accumulate and allocate costs internally across the County's various functions. Paulding County uses an internal service fund to account for its employee health insurance plan. Revenues and expenses of the internal service funds that are duplicated in other funds through allocations are eliminated in the government-wide statements, with the remaining balances included in the governmental activities column.

The enterprise fund financial statements provide separate information for the Water and Sewer System which is to be considered a major fund of Paulding County. The other two enterprise funds of the County are aggregated into a single presentation in the basic proprietary fund financial statements. Individual fund data for each of the non-major proprietary funds is provided in the form of combining statements. The proprietary fund combining statements follow the governmental fund combining statements in this report, on pages 93 through 95.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the County government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Paulding County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 97.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are on pages 27 through 61.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Paulding County's progress in funding its obligation to provide pension benefits and budgetary comparison information. Required supplementary information can be found on pages 63 through 66 of this report.

Government-wide Financial Analysis

Statement of Net Assets. As noted earlier, net assets may serve over time as a useful indicator of the County's financial position. As of June 30, 2010, Paulding County's combined (government and business-type activities) assets exceeded liabilities by $487,633. A significant portion of the County's net assets, 84 percent, is its investment in capital assets (e.g., land, buildings, infrastructure, and equipment), less related outstanding debt that was used to acquire those assets. Because Paulding County uses these capital assets to provide services to its residents, these assets are not available for future spending. Although Paulding County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Paulding County's Net Assets
for the year ended June 30,

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009 Restated	2010	2009 Restated
Current and other assets	$ 67,520	$ 66,170	$ 37,944	$ 48,463	$ 105,464	$ 114,633
Capital Assets	379,562	370,460	165,708	160,873	545,270	531,333
Total Assets	447,082	436,630	203,652	209,336	650,734	645,966
Lon-term liabilities outstanding	87,978	90,251	61,668	64,094	149,646	154,345
Other liabilities	7,644	9,636	5,810	7,681	13,454	17,317
Total liabilities	95,622	99,887	67,478	71,775	163,100	171,662
Net assets:						
Invested in capital assets, net of related debt	297,040	286,905	111,121	115,095	408,161	402,000
Restricted	33,746	31,811	18,497	19,905	52,243	51,716
Unrestricted	20,674	18,027	6,556	2,561	27,230	20,588
Total net assets	$ 351,460	$ 336,743	$ 136,174	$ 137,561	$ 487,634	$ 474,304

An additional portion of the County' net assets for governmental activities, $33,746; and for business-type activities, $18,497, represent resources that are subject to external restrictions on how they may be used. The governmental restricted resources represent SPLOST funds for roads, recreation and public safety capital improvements, and certain judicial expenses or activities. The $10,116 for business-type activities is restricted to water and sewer system improvements and $8,381 is restricted for debt service. The remaining balances of unrestricted assets, $20,674 for governmental activities, and $6,884 for business-type activities may be used to meet the County's ongoing obligations to its citizens and creditors.

At June 30, 2010, Paulding County is able to report positive balances in all categories of net assets, both for the government as a whole, and for its separate governmental and business-type activities.

Paulding County's property taxes increased $2,350 a 6 percent increase from the prior year. Sales and other taxes decreased by $173 or about 1 percent from last year. Increases in tax revenue are attributable to an increase in millage rate, particularly the debt service millage rate. Approximately 25 percent of the County's total revenue from governmental activities came from sales tax and 45 percent from property tax. Charges for goods and services provided about 12 percent of governmental revenue. With funding from the Federal Aviation Administration and the Georgia Department of Transportation, the County is building a general aviation airport. The project is nearing complete with hangers now being completed. Decrease in capital grants and contribution is the result of decrease in contributed assets. Grants from Federal Airport Administration was less in fiscal year 2010 than in 2009. However, the state grants increased due to the airport terminal construction.

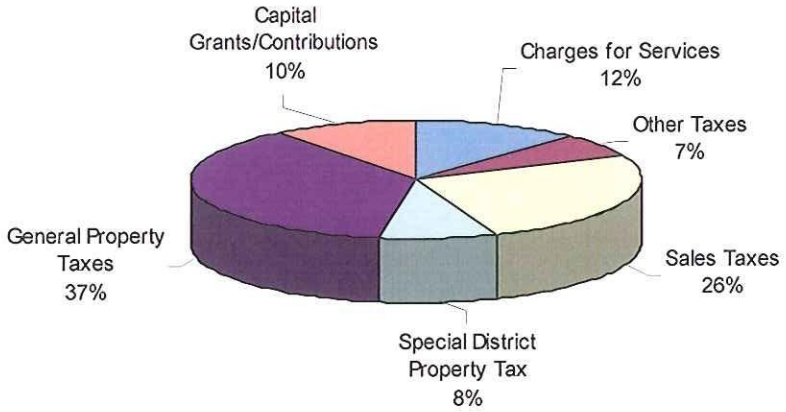
The County's largest expense is for Public Safety (Sheriff, Fire, Marshall, E-911, EMA and Animal Control), at $29,170, or 37 percent of total governmental expenses.

Paulding County's Changes in Net Assets
For the year ended June 30
(as restated)

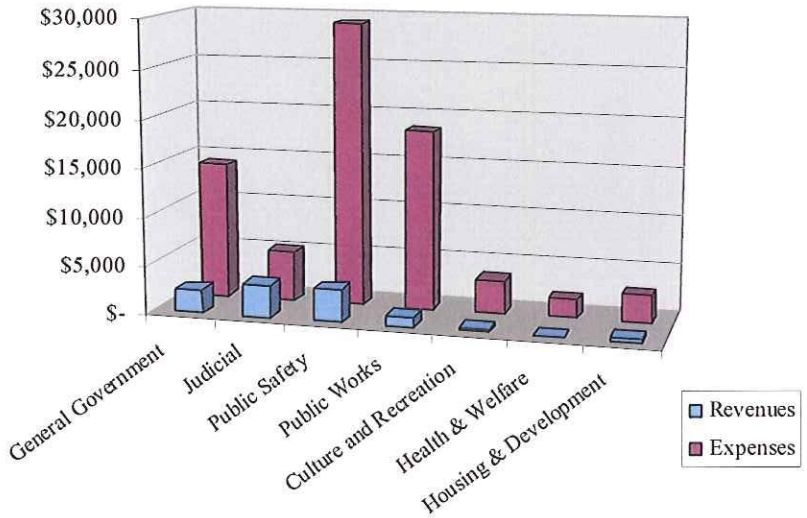
	Governmental Activities		Business-type Activities		Total	
Revenues:	2010	2009	2010	2009	2010	2009
Program Revenues:						
Charges for services	$ 11,250	$ 10,635	$ 23,057	$ 21,409	$ 34,307	$ 32,044
Operating grants and contributions	455	1,311	-	-	455	1,311
Capital grants and contributions	9,600	19,614	1,731	1,332	11,331	20,946
General Revenues:			-	-	-	
Property taxes	42,230	39,823	-	-	42,230	39,823
Other taxes	31,271	29,746	-	-	31,271	29,746
Other	193	782	113	445	306	1,227
Total Revenues	94,999	101,911	24,901	23,186	119,900	125,097
Expenses:						
General government	14,099	15,135	-	-	14,099	15,135
Judicial	5,152	5,287	-	-	5,152	5,287
Public safety	29,170	28,967	-	-	29,170	28,967
Public works	18,418	17,090	-	-	18,418	17,090
Culture and recreation	3,408	3,350	-	-	3,408	3,350
Health and welfare	1,914	1,811	-	-	1,914	1,811
Housing and development	2,835	2,233	-	-	2,835	2,233
Intergovernmental	4,056	-	-	-	4,056	-
Interest on long-term debt	3,685	3,915	-	-	3,685	3,915
Water and sewer	-	-	22,765	20,444	22,765	20,444
Other programs	-	-	1,068	3,067	1,068	3,067
Total Expenses	82,737	77,788	23,833	23,511	106,570	101,299
Increase in net assets before transfers	12,262	24,123	1,068	(325)	13,330	23,798
Transfers	2,455	(500)	(2,455)	500	-	-
Change in net assets	14,717	23,623	(1,387)	175	13,330	23,798
Net assets -beginning,	336,743	313,120	137,561	137,386	474,304	450,506
Net assets ending	$ 351,460	$ 336,743	$ 136,174	$ 137,561	$ 487,634	$ 474,304

The $14,717 increase in net assets for governmental activities was attributable to the federally-funded general aviation airport project, as well as revenues exceeding expenditures. The $1,388 decrease in net assets for business-type activities was the result of a transfer to the general fund for repayment of bonds made on behalf of the IBA. The restatement of business-type activities is for an intergovernmental payable to the IBA to fund the 2003 debt issued to construct the Upper Sweetwater Sewer Treatment Facility The Landfill's long term liabilities of $3,216 allow for closure and post-closure care costs.

Revenues by Source for Governmental Activities



Revenues & Expenses for Governmental Activities
(in thousands)



Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, 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.

Paulding County ended the 2010 fiscal year with positive fund balances in its governmental funds. The combined fund balance for the governmental funds is $56,994. Of that amount, fund balances in the County's four major funds are $19,893 in the General Fund, $6,415 in the Fire Fund, $24,365 in SPLOST III Fund and $ 2,432 in Capital Projects Fund. Approximately 45 percent of total governmental fund balances, $25,714 in the General, major and non-major funds, is unreserved and available for spending in the coming year. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period ($17,563); 2) to pay debt service ($1,060); 3) to pay for capital improvements projects ($12,329); and 4) for other restricted purposes ($329). The $12,143 fund balance in SPLOST III will be spent to construct a major County park facility, a fire station and other public safety facilities, as well as road improvements.

The General Fund is the primary operating fund of Paulding County. At the end of the current fiscal year, unreserved fund balance of the General Fund was $16,470, while total fund balance was $19,893. As a measure of the County's liquidity, it may be useful to compare both the unreserved and total fund balance to total fund expenditures. Unreserved fund balance represents 31 percent of total General Fund expenditures, while total fund balance represents 37 percent of that same amount.

The fund balance of the General Fund increased by $2,971. While revenues declined, expenditures were also reduced to offset the decline in revenue. However, transfers from the Water and Sewer Fund of $2,705 and a transfer to Capital Projects fund in the amount of $2,000 was made during the year. Changes in revenue from the prior year are as follows:

- Total revenue decreased by $8,599 from the prior year.
- Property tax revenue increased by $2,350 with the addition of new residential and commercial properties, while the local option sales tax increased by $512 along with the decline in consumer spending.
- Charges for services decreased $337, as a result of a decline in residential development.
- The reduction of assessed values has resulted in a decrease to tax commissions revenue of $538.

The fund balance of the Fire Tax Fund increased by $1,113. The fund balance of the SPLOST III fund also increased $430. While in the Fire Tax Fund and SPLOST III fund revenues declined, expenses were also reduced to offset the decline in revenue.

Proprietary Funds

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

Two of the County's Enterprise Funds, the Water and Sewer System and Solid Waste Disposal, provide services to the general public and require periodic evaluation and determination of revenues. The County also maintains an Enterprise Fund for a rental facility which is currently leased to the State of Georgia, Department of Family and Children's Services and Child Support Enforcement.

The largest, and only major Enterprise Fund is the Water and Sewer Fund. Total revenue from the Water and Sewer System for 2010 (excluding interest) was $21,814 representing a 5 percent increase from 2009. Due to Georgia's drought and state-mandated watering restrictions, water demand was less than the prior year. The County, along with other metro counties subsequently implemented a rate increase to offset the 11% increase in expenses. The cost of the County's water purchased increased 18% from 2009. This increase was due to an increase passed on to the County by the County's supplier Cobb County Marietta Water Authority.

General Fund Budgetary Highlights

The legal level of control (the level at which expenditures cannot legally exceed appropriations) is at the department level. The County's primary budgeted fund is the General Fund. The Board of Commissioners is required to adopt the County's budget at their first regular meeting each August. The General Fund Budget was amended during the year for an increase in appropriations of $4,268. The most notable expenditure amendments are as follows:

- Public Works increased by $3,640 this was due to the September 2009flood experienced by Paulding County. President Obama issued a federal disaster declaration. Therefore, we received federal and state funding for approximately 85 percent of these damages and the remaining 15 percent was funded with fund balance.
- $121 increase in Public Safety appropriations was made primarily to the Sheriff's Office and Detention Center to account increased fuel costs, inmate medical expenses.
- Health and Welfare increased by $124 and Judicial increased by $130; Housing & Development increased by $ 601.
- General Government appropriations were reduced by $349 due to conservative spending by all departments.

Indicative of decreased consumer activity and general economic trends, sales tax revenue decreased 2%, other taxes decreased 13%, while property taxes increased 6 %. The increase in property tax was the effect of bonded debt requiring an increase to the millage rate. At June 30, 2010, General Fund revenues exceeded estimates by $ 498, and expenditures were $2,497 less than budget. The General Funds balance increased by $3,194.

Budget versus actual amounts. Paulding County General Fund remained within the operating budget during fiscal year 2010.

Capital Assets and Debt Administration

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2010 amounts to $407,832 (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, machinery and equipment, and construction in progress.

The total increase in Paulding County's investment in capital assets for the current fiscal year was 1 percent. Additional information on Paulding County's capital assets can be found in note E on pages 39 through 42 of this report.

Long-term debt. At June 30, 2010, Paulding County had a total of $130,235 in outstanding bonded debt. That amount represents $81,780 in General Obligation Courthouse, Jail, Administrative Building, Reservoir, conservation and Government Complex Bonds; and $48,455 in Water and Sewer Revenue Bonds. The County also had one installment purchase agreement with an outstanding balance of $1,248, and one Georgia Environmental Facilities Authority loan totaling $156.

Paulding County maintains an "Aa3" rating from Moody's and an "AA" rating from Standard and Poor's on its General Obligation debt and an "AA" rating from Moody's and an "AA-stable" rating from Standard and Poor's on its Revenue debt.

Additional information on the County's long-term debt can be found in note G. on pages 43 through 50.

Economic Factors and Next year's Budgets and Rates

- The unemployment rate for Paulding County was up from last year, at 10.8 percent. This rate compared to the state's rate of 10.3 percent.
- For the tax year 2009, the County's total tax digest decreased by $259,450 or 6 percent, resulting in a slight increase to the millage rate from 2008. In 2007, Paulding County bonded debt to construct the Watson Government Complex and the voters approved the purchase of greenspace land. The total debt was $79,885. In 2009, a millage rate increase was imposed to repay this debt. Previous to this time Paulding County used excess Fund Balance to cover the debt.
- Paulding County's general purpose Local Option Sales Tax enabled the County to rollback its property tax rate by 3.08 mills for the 2009 tax year.

Requests for Information

This financial report is designed to provide a general overview of Paulding County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial should be addressed to Paulding County Finance Department, 240 Constitution Boulevard, Dallas, Georgia 30132.

Basic Financial Statements

Paulding County, Georgia
STATEMENT OF NET ASSETS
June 30, 2010

	Primary Government			Component Units		
	Governmental Activities	Business-Type Activities	Total	Board of Health	Industrial Building Authority	Airport Authority
ASSETS						
Cash and cash equivalents	55,496,179	$ 9,385,188	$ 64,881,367	$ 829,394	$ 240,961	$ -
Restricted cash	-	15,880,493	15,880,493	-	-	-
Due from other governments	3,946,731	-	3,946,731	32,696	4,526,325	-
Taxes receivable	2,385,409	-	2,385,409	-	-	-
Internal balances	1,299,944	(1,299,944)	-	-	-	-
Other receivables	1,045,600	3,599,382	4,644,982	27,177	-	-
Due from component units	1,612,065	-	1,612,065	-	-	-
Due from primary government	-	-	-	-	6,045,000	-
Inventories and prepaids	328,649	237,020	565,669	700	-	42,341
Net Pension Asset	438,036	-	438,036	-	-	-
Restricted cash and cash equivalents	-	2,993,782	2,993,782	-	3,222,431	-
Restricted Investments	-	6,168,660	6,168,660	-	-	-
Capital Assets not being depreciated:						
Land	50,994,882	2,024,245	53,019,127	-	1,517,002	3,863,253
Construction In Progress	14,702,504	2,720,026	17,422,530	-	134,709	312,405
Capital assets, net of accumulated depreciation						
Buildings	127,244,548	3,783,604	131,028,152	-	-	-
Furniture, Equipment and Vehicles	10,023,396	917,637	10,941,033	-	2,601	283,395
Infrastructure	176,596,732	156,262,872	332,859,604	-	121,127	48,284
Other noncurrent assets	-	-	-	-	5,000	-
Unamortized bond issuance cost	967,580	979,166	1,946,746	-	196,912	-
Total assets	447,082,255	203,652,131	650,734,386	889,967	16,012,068	4,549,678
LIABILITIES						
Accounts payable	3,465,030	1,580,475	5,045,505	1,639	6,326	-
Accrued liabilities	1,291,850	-	1,291,850	-	-	-
Due to primary government	-	-	-	-	1,612,065	-
Due to other governments	-	-	-	39,882		
Unearned revenue	1,340,367	1,248,721	2,589,088	-	-	-
Accrued interest payable	1,547,595	176,587	1,724,182	-	-	-
Construction contracts payable	-	328,070	328,070	-	-	-
Customer deposits	-	2,476,567	2,476,567	-	-	-
Noncurrent Liabilities						
Due to Industrial Building Authority						
Due within one year	-	335,000	335,000	-	-	-
Due in more than one year	-	5,710,000	5,710,000	-	-	4,526,325
Due within one year	4,504,107	3,263,328	7,767,435	-	460,000	-
Due in more than one year	83,475,837	52,359,448	135,833,285	59,798	8,072,596	-
Total liabilities	95,622,786	67,478,196	163,100,982	101,319	10,150,987	4,526,325

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF NET ASSETS - CONTINUED
June 30, 2010

	Primary Government			Component Units		
	Governmental Activities	Business-Type Activities	Total	Board of Health	Industrial Building Authority	Airport Authority
NET ASSETS						
Invested in capital assets, net of related debt	297,039,875	111,120,436	408,160,311	-	1,775,439	(18,988)
Restricted for:						
Capital projects	24,365,611	10,116,192	34,481,803	-	-	-
Judicial	588,799	-	588,799	-	-	-
Public Safety	7,731,586	-	7,731,586	-	-	-
Debt service	1,059,728	8,380,947	9,440,675	-	3,222,431	-
Unrestricted	20,673,870	6,556,360	27,230,230	788,648	863,211	42,341
TOTAL NET ASSETS	351,459,469	$ 136,173,935	$ 487,633,404	$ 788,648	$ 5,861,081	$ 23,353

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF ACTIVITIES
For the year ended June 30, 2010

Functions/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Primary government: Governmental Activities	Primary government: Business-type Activities	Primary government: Total	Component Units: Board of Health	Component Units: Industrial Building Authority	Component Units: Airport Authority
Primary Government										
Governmental activities:										
General government	$ 14,098,539	$ 2,397,118	$ 4,930	$ 177,783	$ (11,518,709)	$ -	$ (11,518,709)	$ -	$ -	$ -
Judicial	5,151,644	3,492,115	117,883	-	(1,541,646)	-	(1,541,646)	-	-	-
Public safety	29,170,128	3,502,410	215,167	141,812	(25,310,739)	-	(25,310,739)	-	-	-
Public works	18,418,050	1,069,047	-	4,072,533	(13,276,470)	-	(13,276,470)	-	-	-
Culture and Recreation	3,408,073	328,064		-	(3,080,009)	-	(3,080,009)	-	-	-
Health and welfare	1,914,298	16,773	117,472	-	(1,780,053)	-	(1,780,053)	-	-	-
Housing and Development	2,835,188	444,926	-	5,207,712	2,817,450	-	2,817,450	-	-	-
Interest on long term debt	3,685,045	-	-	-	(3,685,045)	-	(3,685,045)	-	-	-
Intergovernmental	4,056,291	-	-	-	(4,056,291)	-	(4,056,291)			
Total governmental activities	82,737,257	11,250,454	455,451	9,599,840	(61,431,512)	-	(61,431,512)	-	-	-
Business-type:										
Water and sewer	22,764,941	21,961,696	-	1,731,329	-	928,084	928,084	-	-	-
DFACS facility lease	149,806	332,876	-	-	-	183,070	183,070	-	-	-
Landfill	918,100	762,270	-	-	-	(155,830)	(155,830)	-	-	-
Total Business-type activities	23,832,847	23,056,842	-	1,731,329	-	955,324	955,324	-	-	-
Total primary government	$ 106,570,104	$ 34,307,296	$ 455,451	$ 11,331,169	(61,431,512)	955,324	(60,476,188)	-	-	-
Component Units										
Board of Health	$ 1,371,008	$ 725,279	$ 773,986	$ -				$ 128,257	$ -	$ -
Industrial Building Authority	384,992	318,402	2,705,595	-				-	2,639,005	-
Airport Authority	18,485	12,445	-	-				-	-	(6,040)
Total component units	$ 1,756,000	$ 1,043,681	$ 3,479,581	$ -				$ 128,257	$ 2,639,005	$ (6,040)

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF ACTIVITIES - CONTINUED
For the year ended June 30, 2010

Functions/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Primary government: Governmental Activities	Primary government: Business-type Activities	Primary government: Total	Component Units: Board of Health	Component Units: Industrial Building Authority	Component Units: Airport Authority
General revenues										
Taxes										
Property taxes, levied for general purposes					28,174,129	-	28,174,129	-	-	-
Property taxes, levied for debt service					6,221,571	-	6,221,571	-	-	-
Property taxes, levied for fire service					7,833,792	-	7,833,792	-	-	-
Intangible recording tax					658,540	-	658,540	-	-	-
Local option sales tax					11,624,716	-	11,624,716	-	-	-
Special purpose local option sales taxes					13,506,950	-	13,506,950	-	-	-
Insurance premium tax					3,686,633	-	3,686,633	-	-	-
Alcoholic beverage tax					664,404	-	664,404	-	-	-
Cable TV franchise tax					1,016,474	-	1,016,474	-	-	-
Real estate transfer tax					111,904	-	111,904	-	-	-
Interest earned on investments					193,452	113,572	307,024	5,098	19,492	-
Miscellaneous					-	-	-	2,788	-	-
Total general revenues					73,692,566	113,572	73,806,138	7,886	19,492	-
Transfers					2,455,595	(2,455,595)	-	-	-	-
Change in net assets					14,716,649	(1,386,699)	13,329,950	136,143	2,658,497	(6,040)
Net assets - beginning, before restatement					336,742,820	143,930,634	480,673,454	652,505	(3,167,416)	29,393
Restatement					-	(6,370,000)	(6,370,000)	-	6,370,000	-
Net assets - beginning, after restatement					336,742,820	137,560,634	474,303,454	652,505	3,202,584	29,393
Net assets - ending					$ 351,459,469	$ 136,173,935	$ 487,633,404	$ 788,648	$ 5,861,081	$ 23,353

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010

	Major Governmental Funds				Nonmajor Governmental Funds	Total Governmental Funds
	General	Fire Tax	SPLOST III	Capital Projects		
Assets						
Cash and cash equivalents	$ 17,333,992	$ 6,598,269	$ 26,454,114	$ 1,585,063	$ 3,500,359	$ 55,471,797
Receivables, net						
Property taxes	1,816,239	284,694	-	-	284,476	2,385,409
Intergovernmental	1,399,192	-	1,293,936	1,253,603	-	3,946,731
Other	451,925	196,123	21,000	-	376,552	1,045,600
Prepaid items	328,649	-	-	-	-	328,649
Due from other funds	3,911,319	-	-	674,023	-	4,585,342
Total assets	$ 25,241,316	$ 7,079,086	$ 27,769,050	$ 3,512,689	$ 4,161,387	67,763,528
Liabilities						
Accounts payable	$ 2,116,224	$ 9,238	$ 589,118	$ 703,405	$ 22,663	$ 3,440,648
Accrued liabilities	1,162,456	-	129,394	-	-	1,291,850
Due to other funds	674,023	360,833	2,154,930	-	95,612	3,285,398
Deferred revenue	1,395,491	293,939	529,997	376,884	155,009	2,751,320
Total liabilities	5,348,194	664,010	3,403,439	1,080,289	273,284	10,769,216
Fund Balances						
Reserved for:						
Encumbrances	3,094,253	-	12,222,368	2,246,708	-	17,563,329
Prepaid items	328,649	-	-	-	-	328,649
Capital projects	-	-	12,143,243	185,692	-	12,328,935
Debt service	-	-	-	-	1,059,728	1,059,728
Unreserved, reported in						
General fund	16,470,220	-	-	-	-	16,470,220
Special revenue funds	-	6,415,076	-	-	2,828,375	9,243,451
Total fund balances	19,893,122	6,415,076	24,365,611	2,432,400	3,888,103	56,994,312
Total liabilities and fund balances	$ 25,241,316	$ 7,079,086	$ 27,769,050	$ 3,512,689	$ 4,161,387	$ 67,763,528

The accompanying notes are an integral part of this statement.

Paulding County, Georgia

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET ASSETS

June 30, 2010

Total fund balances - governmental funds		$ 56,994,312
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 as assets in governmental funds.		
Cost of Capital Assets	$ 466,104,790	
Less Accumulated Depreciation	(86,542,728)	379,562,062
Pension asset reported in the statement of net assets is not available for spending and therefore does not qualify as a current financial resource.		438,036
Property taxes receivable levied for the current and prior years and not collected within sixty days of year-end are not available soon enough to pay for the current period's expenditures, and, therefore, are reported as deferred revenue in the funds.		1,410,953
Interest payable on long-term debt does not require current financial resources and therefore is not reported as a liability in the funds.		(1,547,595)
Debt payments are currently being paid on behalf of a component unit. These payments will be repaid in a future period.		1,612,065
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabililities at year end consist of:		
Bonds payable	(85,074,829)	
Bond isssuance costs, net of amortization	967,580	
Compensated absences payable	(2,903,115)	(87,010,364)
Total net assets - governmental activities		$ 351,459,469

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended June 30, 2010

	Major Governmental Funds				Nonmajor Governmental Funds	Total Governmental Funds
	General	Fire Tax	SPLOST III	Capital Projects		
Revenues						
Taxes	$ 45,906,586	$ 7,909,876	$ 13,506,950	$ -	$ 6,183,952	$ 73,507,364
Licenses and permits	314,199	-	-	-	-	314,199
Intergovernmental	1,743,986	24,503	580,545	5,207,712	-	7,556,746
Charges for services	5,246,344	-	-	-	2,703,252	7,949,596
Fines and forfeitures	1,581,155	-	-	-	595,851	2,177,006
Investment income	17,112	43,737	109,238	9,687	13,677	193,451
Contributions and donations	328,142	-	140,982	-	-	469,124
Miscellaneous	544,246	-	-	-	-	544,246
Total Revenues	55,681,770	7,978,116	14,337,715	5,217,399	9,496,732	92,711,732
Expenditures						
Current						
General government	11,207,834	-	-	-	-	11,207,834
Judicial	4,858,674	-	-	-	186,444	5,045,118
Public safety	18,487,236	6,737,374	-	-	2,309,744	27,534,354
Public works	12,061,587	-	417,480	-	-	12,479,067
Health and welfare	1,858,875	-	-	-	-	1,858,875
Culture and recreation	2,617,757	-	2,415	200,000	-	2,820,172
Housing and development	2,073,949	-	-	-	-	2,073,949
Debt Service						
Principal retirement	-	-	-	-	2,545,000	2,545,000
Interest and fees	-	-	-	-	3,860,850	3,860,850
Bond issuance costs					138,064	138,064
Capital outlay	-	127,684	12,137,065	6,886,154	-	19,150,903
Intergovernmental	-	-	1,350,696	-	-	1,350,696
Total expenditures	53,165,912	6,865,058	13,907,656	7,086,154	9,040,102	90,064,882
Excess (deficiency) of revenues over (under) expenditures	2,515,858	1,113,058	430,059	(1,868,755)	456,630	2,646,850
Other financing sources (uses)						
Transfers in	2,705,595	-	-	2,000,000	285,000	4,990,595
Transfers out	(2,250,000)			(285,000)	-	(2,535,000)
Refunding bonds issued	-	-	-	-	5,000,000	5,000,000
Premium on bonds issued	-	-	-	-	129,938	129,938
Payment to refunded bond escrow agent	-	-	-	-	(5,276,874)	(5,276,874)
Total other financing sources (uses)	455,595	-	-	1,715,000	138,064	2,308,659
Net change in Fund Balance	2,971,453	1,113,058	430,059	(153,755)	594,694	4,955,509
Fund balance, beginning of year	16,921,669	5,302,018	23,935,552	2,586,155	3,293,409	52,038,803
Fund balance, end of year	$ 19,893,122	$ 6,415,076	$ 24,365,611	$ 2,432,400	$ 3,888,103	$ 56,994,312

The accompanying notes are an integral part of this statement.

Paulding County, Georgia

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES WITH THE STATEMENT OF ACTIVITIES

For the year ended June 30, 2010

Total net change in fund balances - governmental funds		$	4,955,509
Amounts reported for governmental activities in the statement of activities are different because:			
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. The cost of capital assets sold is recognized as an expense in the entity wide statements but not in the fund level statements			
Depreciation expense	(12,253,422)		
Capital outlays	19,318,770		7,065,348
Capital Assets contributed are not reported at the fund financial reporting level but are reported on the government-wide financial reporting level.			2,052,231
The net effect of miscellaneous transactions involving capital assets (sales) is to decrease net assets.			(15,739)
Pension asset reported in the statement of activities does not require the use of current financial resources and therefore is not reported as a revenue in governmental funds.			438,036
The issuance of long-term debt (bonds) 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.			
Refunding bonds issued	(5,000,000)		
Premium on bonds issued	(129,938)		
Payment to refunding agent	5,276,874		
Principle payment on bonds	2,545,000		
Bond issuance cost	138,064		
Amortization	75,659		2,905,659
Property taxes levied for the current and prior years not collected within sixty days after the County's fiscal year ends, are not considered "available" revenues and are deferred in the governmental funds. Deferred tax revenues related to prior years increased by this amount this year.			
Deferred @ 06/30/10	1,410,953		
Deferred @ 06/30/09	(1,176,606)		234,347
In the statement of activities, certain operating expenses - compensated absences (sick pay and vacations) - are measured by the amounts earned during the year In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts paid) Vacation and sick earned exceeded amounts paid by this amount.			
Liability @ 06/30/10	(2,903,115)		
Liability @ 06/30/09	2,335,907		(567,208)
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.			
Liability @ 06/30/10	(1,547,595)		
Liability @ 06/30/09	1,647,741		100,146
Debt payments are currently being made on behalf of a component unit. The funds paid out for series A will be repaid to the County in future periods. These debt payments are expensed on the governmental fund statements, but a recievable is recorded on the government wide statements.			(2,451,680)
Change in net assets of governmental activities		$	14,716,649

The accompanying notes are an integral part of this statement.

Paulding County, Georgia

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS

June 30, 2010

	Business-type Activities-Enterprise Funds			Governmental Activities
	Major Fund			
	Water and Sewer Fund	Non-Major Enterprise Funds	Total	Internal Service Fund
ASSETS				
Current Assets				
Cash	$ 9,272,437	$ 112,751	$ 9,385,188	$ 24,382
Restricted cash	15,880,493	-	15,880,493	-
Accounts receivable, net	3,583,825	15,557	3,599,382	-
Inventory	237,020	-	237,020	-
Total current assets	28,973,775	128,308	29,102,083	24,382
Noncurrent assets:				
Restricted cash and cash equivalents	2,993,782	-	2,993,782	-
Restricted investments	6,168,660	-	6,168,660	-
Capital assets				
Land	1,412,012	612,233	2,024,245	-
Plant and equipment	197,855,111	5,150,467	203,005,578	-
Construction in progress	2,720,026	-	2,720,026	-
Less: accumulated depreciation	(39,816,783)	(2,224,682)	(42,041,465)	-
Net capital assets	162,170,366	3,538,018	165,708,384	-
Bond issuance and loan costs	979,166	-	979,166	-
Total noncurrent assets	172,311,974	3,538,018	175,849,992	-
Total assets	201,285,749	3,666,326	204,952,075	24,382
LIABILITIES				
Current Liabilities				
Accounts payable	1,534,014	46,461	1,580,475	24,382
Compensated absences	152,141	9,378	161,519	-
Unearned revenue	1,248,721	-	1,248,721	-
Due to general fund	1,044,715	255,229	1,299,944	-
Due to component unit	335,000	-	335,000	-
Current portion of loans payable	86,223	155,586	241,809	-
Current maturities of long-term debt, payable from restricted assets	2,860,000	-	2,860,000	-
Construction contracts payable	328,070	-	328,070	-
Accrued interest, payable from restricted assets	172,095	4,492	176,587	-
Customers' deposits, payable from restricted assets	2,476,567	-	2,476,567	-
Total current liabilities	10,237,546	471,146	10,708,692	24,382
Long-Term Liabilities, net of current portion				
Due to component unit	5,710,000	-	5,710,000	-
Revenue bonds payable	47,277,998	-	47,277,998	-
Loans payable	697,866	1,092,854	1,790,720	-
Compensated absences	70,478	4,413	74,891	-
Post closure care costs	-	3,215,839	3,215,839	-
Total long-term liabilities	53,756,342	4,313,106	58,069,448	-
Total liabilities	63,993,888	4,784,252	68,778,140	24,382
NET ASSETS (Deficit)				
Invested in capital assets, net of related debt	108,830,858	2,289,578	111,120,436	-
Restricted for:				
Debt Service	8,380,947	-	8,380,947	-
Capital Projects	10,116,192	-	10,116,192	
Benefits and Claims	-	-	-	-
Unrestricted (deficit)	9,963,864	(3,407,504)	6,556,360	-
TOTAL NET ASSETS (Deficit)	$ 137,291,861	$ (1,117,926)	$ 136,173,935	$ -

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS

For the year ended June 30, 2010

	Business-type Activities Enterprise Funds			Governmental Activities
	Major Fund			
	Water and Sewer	Non-Major Enterprise Funds	Total	Internal Service Fund
Operating revenues:				
Charges for services	$ 20,494,802	$ -	$ 20,494,802	$ 207,327
Penalties	636,250	-	636,250	-
Miscellaneous revenues	683,195	8,740	691,935	-
Landfill and recycling fees	-	753,530	753,530	-
Lease income	-	332,876	332,876	-
Total operating revenues	21,814,247	1,095,146	22,909,393	207,327
Operating expenses:				
Salaries and wages	2,160,720	119,623	2,280,343	-
Fringe benefits	892,921	30,699	923,620	-
Operating expenses	4,183,113	711,889	4,895,002	-
Benefits and claims	-	-	-	207,327
Cost of water purchased	8,039,885	-	8,039,885	-
Depreciation	5,062,477	141,556	5,204,033	-
Total operating expenses	20,339,116	1,003,767	21,342,883	207,327
Operating income (loss)	1,475,131	91,379	1,566,510	-
Nonoperating revenues (expenses):				
Intergovernmental	965,629	-	965,629	-
Line maintenance fees	133,325	-	133,325	-
Interest income	113,388	184	113,572	-
Rent	14,124	-	14,124	-
Interest expense	(2,425,825)	(64,139)	(2,489,964)	-
Total nonoperating revenue (expenses)	(1,199,359)	(63,955)	(1,263,314)	-
Income before contributions	275,772	27,424	303,196	-
Capital contributions	765,700		765,700	-
Transfers In	-	250,000	250,000	-
Transfers Out	(2,705,595)	-	(2,705,595)	-
Change in net assets	(1,664,123)	277,424	(1,386,699)	-
Total net assets (deficit)-beginning, before restatement	145,325,984	(1,395,350)	143,930,634	-
Restatement	(6,370,000)	-	(6,370,000)	-
Total net assets (deficit)-after, restatement	138,955,984	(1,395,350)	137,560,634	-
Total net assets (deficit)-ending	$ 137,291,861	$ (1,117,926)	$ 136,173,935	$ -

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended June 30, 2010

	Business type Activities			Governmental Activities
	Major Fund			
	Water and Sewer Fund	Nonmajor Enterprise Funds	Total	Internal Service Fund
Cash flows from operating activities:				
Cash received from customers	$ 20,452,200	$ 1,093,514	$ 21,545,714	$ -
Cash payments for goods and services	(14,897,481)	(871,823)	(15,769,304)	-
Cash payments for employee services and fringe benefits	(2,996,286)	(150,928)	(3,147,214)	-
Cash paid for interfund services	955,289	-	955,289	225,000
Cash payments for benefits and claims	-	-	-	(207,327)
Net cash provided by (used in) operating activities	3,513,722	70,763	3,584,485	17,673
Cash flows from non-capital financing activities:				
Transfers in	-	250,000	250,000	-
Net cash provided by noncapital financing activities	-	250,000	250,000	-
Cash flows from capital and related financing activities:				
Principal paid on loans	(103,336)	(148,213)	(251,549)	-
Proceeds from loans	628,459	-	628,459	-
Acquisition and construction of capital assets	(10,039,181)	-	(10,039,181)	-
Intergovernmental Revenues	965,629	-	965,629	-
Principal paid on revenue bonds	(21,030,000)	-	(21,030,000)	-
Proceeds from Bond Issue	18,948,726	-	18,948,726	-
Bond Issuance Cost	(437,458)	-	(437,458)	-
Interest paid	(2,436,969)	(64,674)	(2,501,643)	-
Line maintenance fee	133,325	-	133,325	-
Capital contributed	765,700	-	765,700	-
Net cash used in capital and related financing activities	(12,605,105)	(212,887)	(12,817,992)	-
Cash flows from investing activities:				
Sale of investments	13,293,383	-	13,293,383	-
Interest received on investments	113,388	184	113,572	-
Net cash provided by (used in) investing activities	13,406,771	184	13,406,955	-
Net increase (decrease) in cash and cash equivalents	4,315,389	108,060	4,423,449	17,673
Cash and cash equivalents, July 1	$ 23,831,323	$ 4,691	$ 23,836,014	$ 6,709
Cash and cash equivalents, June 30	$ 28,146,712	$ 112,751	$ 28,259,463	$ 24,382
Reconciliation to Combining Balance Sheet				
Cash	$ 9,272,437	$ 112,751	$ 9,385,188	$ 24,382
Restricted cash	18,874,275	-	18,874,275	-
	$ 28,146,712	$ 112,751	$ 28,259,463	$ 24,382

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF CASH FLOWS - CONTINUED
PROPRIETARY FUNDS

For the year ended June 30, 2010

	Business type Activities			Governmental Activities
	Major Fund			
	Water and Sewer Fund	Nonmajor Enterprise Funds	Total	Internal Service Fund
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	$ 1,475,131	$ 91,379	$ 1,566,510	$ -
Adjustments to reconcile operating income to net cash provided by (used in) operating activities				
Depreciation expense	5,062,477	141,556	5,204,033	-
Rental Income	14,124	-	14,124	-
(Increase) decrease in accounts receivable	(590,158)	(1,630)	(591,788)	-
(Increase) decrease in due from other funds	955,289	-	955,289	-
(Increase) decrease in inventories	(73,768)	-	(73,768)	-
(Increase) in due from component unit	(1,526,804)	-	(1,526,804)	
Increase (decrease) in customer deposits	8,966	-	8,966	-
Increase (decrease) in accounts payable and construction cost	(1,073,911)	(2,640)	(1,076,551)	17,673
Increase (decrease) in compensated absences payable	57,355	(607)	56,748	-
Increase (decrease) in due to others	-	(157,295)	(157,295)	-
Increase (decrease) in deferred revenue	(794,979)	-	(794,979)	-
Total adjustments	2,038,591	(20,616)	2,017,975	17,673
Net cash provided by (used by) operating activities	$ 3,513,722	$ 70,763	$ 3,584,485	$ 17,673

The accompanying notes are an integral part of this statement.

Paulding County, Georgia
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS

June 30, 2010

	Agency Funds
Assets	
Cash and cash equivalents	$ 2,520,990
Taxes receivable (net)	3,408,179
	$ 5,929,169
Liabilities	
Due to others	$ 5,929,169

The accompanying notes are an integral part of this statement.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Paulding County, Georgia (the "County") have been prepared in conformity with accounting principals generally accepted in the United States of America ("USGAAP") as applied to governmental 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.

1. Reporting Entity

The County is a political subdivision of the State of Georgia and is governed by an elected County chairman and four elected commissioners. As required by generally accepted accounting principles, these financial statements include the principal financial activities of the County. In accordance with GASB requirements, the County considered potential component units for inclusion in its financial reporting entity. The Paulding County Health Department Public Health Program, Paulding County Industrial Building Authority, and Paulding County Airport Authority are included in the reporting entity because the Paulding County Board of Commissioners directly appoints a majority of component unit board members and a financial benefit/burden exists.

Discretely Presented Component Units are reported in separate columns in the government-wide financial statements to emphasize they are legally separate from the Government.

Paulding County Health Department Public Health Program serves the citizens of Paulding County and is governed by a board of appointed officials. Paulding County Board of Commissioners appoints the officials to this board. Paulding County also makes monthly contributions to the health department to assist in operations. Paulding County Health Department operates on a July 1 through June 30 fiscal year. A copy of the Paulding County Health Department Public Health Program's financial statements may be obtained by contacting the following address: Georgia Department of Human Resources District 1 Unit 1, 1305 Redmond Road, Building 614, Rome, GA 30165-1391.

Paulding County Industrial Building Authority serves the citizens of Paulding County and is governed by a board of appointed officials. Paulding County Board of Commissioners appoints the officials to this board. Paulding County also makes monthly contributions to the industrial building authority to assist in operations. Paulding County Industrial Building Authority issued bonds to provide capital for the construction of the Industrial Building Park and a Sewer plant to accommodate the park. Paulding County Industrial Building Authority operates on a July 1 through June 30 fiscal year. A copy of the Paulding County Industrial Building Authority's financial statements may be obtained by contacting the following address: Paulding County Chamber of Commerce, 455 Jimmy Campbell Parkway, Dallas, Georgia 30132.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

1. Reporting Entity - Continued

Paulding County Airport Authority serves the citizens of Paulding County and is governed by board of appointed officials. Paulding County Board of Commissioners appoints the officials to this board. Paulding County acts as the fiscal agent for the authority and provides personnel to oversee the construction and development of the airport. Paulding County Airport Authority operates on a July 1 through June 30 fiscal year. A copy of the Paulding County Airport Authority's financial statements may be obtained by contacting the following address: Paulding County Airport Authority, 240 Constitution Boulevard, Dallas, GA 30132.

2. 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 County. For the most part, the effect of the inter-fund 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.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are 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 benefits from goods, services, or priviledges 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. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of 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 when all requirements imposed by the provider have been met.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation- Continued

Governmental funds are used to account for the County's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers all revenues except intergovernmental revenues available if they are collected within sixty days after yearend. Intergovernmental revenue is considered available if it is collected within nine months after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, alcoholic beverage taxes, licenses, interest and charges for services are susceptible to accrual and have been recognized as revenue in the current period. Sales taxes collected by merchants at year end on behalf of the County are also recognized as revenue.

Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The County reports the following major 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 *fire tax fund* accounts for the operations of the fire department as well as capital purchases.

The *SPLOST III capital projects fund* accounts for resources which are used exclusively for roads, public safety, and recreation, except those required to be accounted for in another fund.

The *capital projects fund* account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary funds.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Measurement Focus, Basis of Accounting and Basis of Presentation – Continued

The County reports the following non-major fund types:

The *special revenue funds* account for revenue sources that are legally restricted to expenditure for specific purposes (not including major capital projects.)

The *debt service fund* accounts for the servicing of general long-term debt not being financed by proprietary or nonexpendable trust funds.

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. As provided by GASB, the County only applies applicable FASB pronouncements issued through November 30, 1989 in accounting and reporting for its enterprise fund operations if they do not conflict with GASB pronouncements. Proprietary funds include the following fund types:

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where the County has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

The *water/sewer enterprise fund* is the only major enterprise fund. This fund accounts for the operations of the water distribution and the sewer collection systems as well as related construction projects.

Internal service funds account for operations that provide services to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. Paulding County's welfare benefit plan with United Healthcare is accounted for as an internal service fund. The plan funds up to two thousand dollars per year for employee insurance coverage.

Fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. The County's fiduciary funds are all agency funds.

The *agency fund* is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. This fund is used to account for assets that the County holds for others in an agency capacity. The County accounts for assets held with Constitutional Officers for property taxes, fines and fees paid within the judicial system.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Measurement Focus, Basis of Accounting and Basis of Presentation – Continued

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

4. Budgets

Annual appropriated budgets are adopted for the general, debt service, capital projects and special revenue funds on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at fiscal year end. Project-length financial plans are adopted for capital projects funds. Annual budgets for the enterprise funds are adopted for management control purposes.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting--under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation--is used in the governmental funds. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

The County utilizes the following schedule in establishing the budgetary data reflected in the financial statements:

a. Prior to June 1, the Chairman submits to the County Commission, a proposed operating budget for the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them.
b. The Commission holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Paulding County.
c. The budget is then reviewed and adopted or amended by the Commission at the first regular meeting in August of the year to which it applies.
d. Departmental budgets so adopted require revision by formal action of the Commission if the revision is greater than $50,000. No increase can be made to increase budgeted expenditures without provision also being made for financing such an increase.
e. The legal level of budgetary control is at the department level.

During the year supplemental appropriations were made in the amount of $ 5,583,500. These were mostly due to the September 2009 flood expenditures of $ 4,268,000. These expenditures were recorded in the general fund. These additional appropriations were funded by federal grants as well as fund balance.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

5. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, highly liquid investments such as money market mutual funds and short-term investments with a maturity date within three months of the date acquired by the County.

6. Investments

State statutes authorize the County to invest in obligations of the U.S. Government or its agencies and corporations, obligations fully insured or guaranteed by the U.S. Government or its agencies, prime bankers acceptances, the State of Georgia Local Government Investment Pool, obligations of other political subdivisions of the State of Georgia, and repurchase agreements. Investments are recorded at fair value.

7. Short-term/Long-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either interfund receivables/payables (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans).

Noncurrent portions of long-term interfund loan receivables are reported as advances and are offset equally by a fund balance reserve account in applicable governmental funds to indicate that they do not constitute expendable available financial resources and therefore are not available for appropriation.

8. Inventory

In the governmental funds the cost of inventory is recorded as an expenditure when acquired (purchase method) and is not inventoried at year end due to immateriality. Enterprise funds' inventories are valued at cost, which approximates market, using the first-in, first-out method and are expensed when used (i.e. the consumption method).

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

9. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the County's fiscal year end are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, and equal amount of fund balance is reserved as this amount is not available for general appropriation.

10. Restricted Assets

Certain proceeds of Water/Sewer Revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Any reimbursements from outside sources for these projects are restricted accordingly.

Liabilities payable from these restricted assets include accrued interest payable on revenue bonds and the current portions of revenue bonds payable.

The bond resolutions place restrictions on additional bond issues and contain certain accounting provisions.

Customer deposits received by the Water and Sewer fund to initiate service are classified as a restricted asset because funds will be returned to the customer when service is terminated.

11. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the governmental activities in the government-wide statement of net assets and depreciated over their estimated useful lives in the government-wide statement of activities. Capital assets are defined by the County as assets with an individual cost of greater than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. However, all additions to land and buildings are capitalized. Donated capital assets are recorded at estimated fair market value at the date of donation. No depreciation is taken on the donated assets in the same year of contribution.

Depreciation on donated assets and infrastructure begins in the year following donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized. Interest costs incurred during construction of capital assets are not capitalized.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

12. Captial Assets - Continued

Property, plant, equipment and infrastructure are depreciated using the straight line method over the following estimated useful lives:

ASSETS	YEARS
Buildings	30
Furniture and Fixtures	5-10
Equipment	5-10
Water distribution system	40
Sewer system	40
Infrastructure	40

Infrastructure assets acquired prior to December 31, 1980 are included in the amounts reported.

12. Compensated Absences

On the government-wide statements, vacation and sick pay is accrued and reported as a liability for the governmental activities similar to business-type activities. Vested or accumulated vacation and sick leave of the proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. A liability in the governmental funds is reported only if the benefit has matured.

13. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

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

14. Fund Equity/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose.

In the Statement of Net Assets, equity is reported as net assets and consists of amounts invested in capital assets, net of related debt, amounts restricted by outside parties for specific purposes and unrestricted amounts. When an expense is incurred and both restricted and unrestricted amounts are available, the restricted amounts are applied first.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

15. Bond Discounts/Premiums/Issuance Costs

On the government-wide statement of net assets and the proprietary fund statement of net assets, bond premiums and discounts are netted against bonds payable, and bond issuance costs are reported as deferred charges. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts and bond issuance cost are deferred and amortized over the life of the bonds using the effective interest method.

At the governmental fund financial reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as expenditures.

16. Interfund Transactions

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided and used, are reported as transfers.

17. Use of Estimates in the Preparation of Financial Statements

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

18. Operating/Non-operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in the proprietary funds ongoing operations. The principal operating revenues of the Water/Sewer system, landfill and DFACS building are charges to customers for services and building lease. The water/sewer system also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds and the internal service fund include the cost of service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

NOTE B - CASH, CASH EQUIVALENTS AND INVESTMENTS

Primary Government

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County reduces its exposure to custodial credit risk by requiring deposits to be collateralized in accordance with state law, which requires uninsured deposits to be collateralized at 110%. As of June 30, 2010, all of the County's deposits were insured and collateralized.

Investments held by the County at June 30, 2010 consisted of $ 6,168,660 in U.S. Government Treasury Money Market Funds grouped in restricted cash and excludes $2,541,102 of certificates of deposits. Fund shares are reported at fair value, and the underlying securities have remaining maturities of one year or less.

As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits the investments with maturities greater than one year to 25%. As a means of limiting its exposure to credit risk of investments the County limits its investments to those types disclosed in Note A (6) and by diversifying its investment portfolio. As a means of limiting its exposure to custodial risk securities are held by an independent third party in the name of the County.

Discretely Presented Component Units

At year end, Paulding County Health Department's cash deposits are insured by federal depository insurance or collateralized with securities held by the Health Department's agent in the Health Department's name.

NOTE C – RECEIVABLES

Receivables as of year end consist of the following:

Primary Government

	Major Funds						
	General	Fire Tax	SPLOST	Capital Projects	Water and Sewer	Non-Major Funds	Trust and Agency
Taxes	$ 2,690,725	$ 514,267	$ 1,293,936	$ -	$ -	$ 421,446	$1,787,675
Intergovernmental	1,399,192	-	-	1,253,603	-	-	-
Other	451,925	196,123	21,000	-	4,734,961	376,552	-
Gross receivables	4,541,842	710,390	1,314,936	1,253,603	4,734,961	797,998	1,787,675
Less: Allowance for uncollectibles	(874,486)	(229,572)	-	-	(1,151,136)	(136,970)	-
Net receivables	$ 3,667,356	$ 480,818	$ 1,314,936	$ 1,253,603	$ 3,583,825	$ 661,028	$1,787,675

The County levies property taxes between August 1 and October 31 based on an assessment date of January 1. The current year levy date was August 11. Property taxes are due by the later of November 15 or sixty days from the date the property tax bills are mailed at which time penalties and interest are assessed.

Discretely Presented Component Units

As of June 30, 2010 the Component Units reported the following intergovernmental receivables:

Board of Health	$59,863
Industrial Building Authority	
Due from Airport Authority	$4,526,325
Due from Paulding County	6,045,000
Total Industrial Building Authority	$10,571,325
Total Component Units	$10,631,188

NOTE D – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivable and payable balances as of year end are as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Water and Sewer	$ 1,044,715
General Fund	SPLOST III	2,154,930
General Fund	Non-major Governmental Fund	95,612
General Fund	Non-major Enterprise Fund	255,229
General Fund	Fire Tax	360,833
Capital Projects	General Fund	674,023
		$ 4,585,342

The purpose of interfund balances is to provide operations funds with sufficient funds for ongoing operations. Interfund balances are expected to be repaid within one year.

Transfers – Primary Government:

Fund	Transfer In	Transfer Out
General Fund	$ 2,705,595	$ 2,250,000
Capital Projects Fund	2,000,000	285,000
Nonmajor Governmental Funds:		
Debt Service	285,000	
Enterprise Funds:		
Water and Sewer		2,705,595
Nonmajor		
Landfill	250,000	
	$ 5,240,595	$ 5,240,595

The General Fund contributes to the Capital Project fund and the Solid Waste Fund. This is a budgeted expenditures of the General Fund and will continue until the revenues adequately meet the expenditures of the above mentioned funds. The amount transferred to the General Fund from the Water and Sewer Fund are for the payments on the intergovernmental contract with the Industrial Building Authority Component Unit.

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Governmental activities:				
Capital assets not being depreciated				
Land	$ 50,994,882	$ -	$ -	$50,994,882
Construction in progress	42,663,027	17,520,503	45,481,026	14,702,504
Total capital assets not being Depreciated	93,657,909	17,520,503	45,481,026	65,697,386
Capital assets being depreciated				
Buildings	104,523,178	40,920,854	-	145,444,032
Furniture, equipment and vehicles	33,301,511	1,147,416	98,877	34,350,050
Infrastructure	213,350,068	7,263,254	-	220,613,322
Total capital assets being Depreciated	351,174,757	49,331,524	98,877	400,407,404
Less accumulated depreciation for				
Buildings	13,954,561	4,244,923	-	18,199,484
Furniture, equipment and vehicles	21,735,046	2,674,746	83,138	24,326,654
Infrastructure	38,682,837	5,333,753	-	44,016,590
Total accumulated depreciation	74,372,444	12,253,422	83,138	86,542,728
Total capital assets being Depreciated, net	276,802,313	37,078,102	15,739	313,864,676
Total governmental activities capital Assets, net	$370,460,222	$ 54,598,605	$ 45,496,765	$379,562,062

NOTE E - CAPITAL ASSETS-CONTINUED

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Business-type activities:				
Water/Sewer:				
Land	$ 1,412,012	$ -	$ -	$ 1,412,012
Construction in Progress	10,962,780	9,923,433	18,166,187	2,720,026
Total capital assets not being depreciated	12,374,792	9,923,433	18,166,187	4,132,038
Capital assets being depreciated:				
Buildings	1,624,876	10,200	-	1,635,076
Equipment	3,196,871	23,975	-	3,220,846
Water distribution system	106,541,885	100,004	-	106,641,889
Sewer system	68,209,544	18,147,756	-	86,357,300
Total capital assets being depreciated	179,573,176	18,281,935	-	197,855,111
Less accumulated depreciation for:				
Buildings	539,734	45,070	-	584,804
Equipment	2,290,411	205,251	-	2,495,662
Water distribution system	25,264,628	2,727,934	-	27,992,562
Sewer system	6,659,533	2,084,222	-	8,743,755
Total accumulated depreciation	34,754,306	5,062,477	-	39,816,783
Total capital assets, being depreciated, net	144,818,870	13,219,458	-	158,038,328
Water and sewer capital assets, net	$ 157,193,662	$ 23,142,891	$ 18,166,187	$ 162,170,366
Other business-type activity programs:				
Land	$ 612,233	-	-	612,233
Capital assets being depreciated:				
Buildings	3,650,477	-	-	3,650,477
Equipment	1,499,990	-	-	1,499,990
Total capital assets being depreciated	5,150,467	-	-	5,150,467
Less accumulated depreciation for:				
Buildings	839,283	77,862	-	917,145
Equipment	1,243,843	63,694	-	1,307,537
Total accumulated depreciation	2,083,126	141,556	-	2,224,682
Total capital assets, being depreciated, net	3,067,341	(141,556)	-	2,925,785
Other enterprise funds capital assets, net	3,679,574	(141,556)	-	3,538,018
Business-type activities capital assets, net	$ 160,873,236	$ 23,001,335	$ 18,166,187	$ 165,708,384

NOTE E - CAPITAL ASSETS-CONTINUED

Depreciation expense on assets used by governmental activities was charged to functions as follows:

Governmental Funds:	
General government	$ 3,053,282
Judicial	106,526
Public safety	1,626,075
Public works	5,864,572
Culture and recreation	525,954
Health and welfare	55,423
Housing and development	1,021,590
Total depreciation expense-governmental funds	$ 12,253,422
Business-type Funds	
Water/Sewer	$ 5,062,477
Landfill	63,694
DFCS Facility	77,862
Total depreciation expense - business-type activities	$ 5,204,033

Discretely Presented Component Units

Activity for the Industrial Building Authority for the year ended June 30, 2010, is as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Business Type activities:				
Capital assets not being depreciated				
Land	$ 787,221	$ 729,781	$ -	$ 1,517,002
Construction in progress	-	134,709	-	134,709
-				
Total capital assets not being Depreciated	787,221	864,490	-	1,651,711
Capital assets being depreciated				
Equipment, infrastructure and vehicles	20,675	123,867	-	144,542
Less accumulated depreciation for				
Equipment, Infrastructure and vehicles	16,126	4,689	-	20,815
Total capital assets being Depreciated, net	4,549	119,179	-	123,728
Total Industrial Building Authority capital Assets, net	$ 791,770	$ 983,670	$ -	$ 1,775,439

NOTE E - CAPITAL ASSETS-CONTINUED

Discretely Presented Component Units-continued

Activity for the Airport Authority for the year ended June 30, 2010, is as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Business Type activities:				
Capital assets not being depreciated				
Land	$ 4,593,034	$ -	$ (729,781)	$ 3,863,253
Construction in progress	299,114	13,291	-	312,405
Total capital assets not being Depreciated	4,892,148	13,291	(729,781)	4,175,658
Capital assets being depreciated				
Equipment, infrastructure and vehicles	49,522	286,982	-	336,504
Less accumulated depreciation for Equipment, infrastructure and vehicles	-	4,825	-	4,825
Total capital assets being Depreciated, net	49,522	282,158	-	331,679
Total Airport Authority capital Assets, net	$ 4,941,670	$ 295,449	$ (729,781)	$ 4,507,337

NOTE F - LANDFILL CLOSURE AND POST-CLOSURE CARE COST

State and federal laws and regulations require the County to place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. Governmental accounting standards require the County to estimate and accrue for future costs associated with the closure and post-closure care of the landfill. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are recognized based on the future closure and post-closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and post-closure care costs is based on the amount of the landfill capacity used during the year. The recorded liability for landfill closure and post-closure care costs at year end totaled $3,215,839. This amount is based on the total estimated cost of closure and post-closure costs multiplied by management's estimate of the percentage of landfill capacity used at year end (94%). The estimated total current cost of the landfill closure and post-closure care (approximately $3,421,105) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2010. However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. As of June 30, 2010 it is estimated that the remaining life of the landfill is eight years.

NOTE G - LONG-TERM DEBT

1. Changes in Long-Term Debt

The following is a summary of changes in general long-term debt during the year.

	Balance June 30, 2009	Additions	Payments	Balance June 30, 2010	Due within 1 year
Governmental Activities:					
Bonds Payable					
2003 Refunding & Improvements	$ 2,060,000	$ -	$ (670,000)	$ 1,390,000	$ 685,000
Series 1999 general obligation bonds - Courthouse Annex and Jail Project	2,685,000	-	(2,685,000)	-	-
Series 1999 general obligation bonds - Water Reservoir Project	2,750,000	-	(2,750,000)	-	-
Series 2007 general obligation bonds- Conservation Project	14,155,000	-	(760,000)	13,395,000	790,000
Series 2007 general obligation bonds-Gov't Complex Project	62,890,000	-	(895,000)	61,995,000	920,000
Series 2009 Refunding	-	5,000,000	-	5,000,000	-
Unamortized Bond Premium	3,375,141	129,938	(148,376)	3,356,703	-
Less deferred amounts					
On refunding	-	(61,874)	-	(61,874)	-
Total Bonds Payable	86,947,561	5,068,064	(7,908,376)	85,074,829	2,395,000
Compensated absences	2,335,907	2,264,240	(1,697,032)	2,903,115	2,109,107
Governmental activity Long-term liabilities	$ 89,283,468	$ 7,332,304	$ (9,605,408)	$87,977,944	$ 4,504,107

For the governmental activities, compensated absences are generally liquidated by the General Fund.

NOTE G - LONG-TERM DEBT – CONTINUED

1. Changes in Long-Term Debt - Continued

	Balance June 30, 2009	Additions	Payments	Balance June 30, 2010	Due within 1 year
Business-type activities:					
Bonds Payable					
1993 Water Revenue Bonds	$ 5,820,000	-	(1,030,000)	4,790,000	1,095,000
1999 Water Revenue Bonds	18,690,000	-	(18,690,000)	-	-
2004 Water Revenue Bonds	11,480,000	-	(610,000)	10,870,000	630,000
2009 Water Revenue Bonds	15,740,000	-	(700,000)	15,040,000	715,000
2009A Water Revenue Bond:	-	17,755,000	-	17,755,000	420,000
Unamortized Bond Premium	1,075,080	1,193,726	(193,561)	2,075,245	-
Deferred Bond Refunding Cost	(132,601)	(373,268)	113,622	(392,247)	-
Total Bonds Payable	52,672,479	18,575,458	(21,109,939)	50,137,998	2,860,000
Loans Payable					
1989 GEFA loan	21,701	-	(21,701)	-	-
1993 GEFA loan	237,265	-	(81,635)	155,630	86,223
2010 GEFA loan	-	628,459	-	628,459	-
2001 Installment note	1,396,653	-	(148,213)	1,248,440	155,586
Intergovernmental payable,					
Industrial Building Authority	6,370,000	-	(325,000)	6,045,000	335,000
Compensated Absences	179,661	180,201	(123,453)	236,409	161,519
Landfill Closure/Post Closure	3,215,839	-	-	3,215,839	-
Business-type activities Long-term liabilities	$ 64,093,598	$19,384,118	$(21,809,941)	$61,667,775	$3,598,328

NOTE G - LONG-TERM DEBT – CONTINUED

2. General Obligation Bonds

General obligations bonds at year end consisted of following:

Series 2003 general obligation refunding and improvement bonds (original amount - $5,100,000) due in annual principal maturities of $570,000 to $705,000 through August 2011; interest at 2.94%, payable August 1 and February 1. The 2003 bond issue refunded the 1993 bond issue.

Series 2007 general obligation bonds (original amount - $14,885,000) due in principal maturities of $730,000 to $1,315,000 through 2023; interest at 4.00% payable August 1 and February 1. The 2007 Conservation issue provided financing for acquiring land to conserve open space.

Series 2007 general obligation bonds (original amount - $65,000,000) due in principal maturities of $895,000 to $4,885,000 through 2032; interest at 4.00% to 5.00% payable August 1 and February 1. The 2007 Courthouse-Government Complex issue provided financing for construction of the courthouse and administration building.

Series 2009 general obligation bonds (original amount - $5,000,000) due in principal maturities of $65,000 to $ 1,290,000 through 2015; interest at 2.25% to 3.00% payable August 1 and February 1. The 2009 bond issue refunded the 1999 bond issue.

NOTE G - LONG-TERM DEBT – CONTINUED

2. General Obligation Bonds - Continued

Future maturities of principal and interest on general obligation bonds at June 30, 2010 are as follows:

Year ending June 30,	Principal	Interest	Total
2011	$ 2,395,000	$ 3,688,358	$ 6,083,359
2012	$ 2,545,000	$ 3,597,852	$ 6,142,852
2013	$ 2,970,000	$ 3,501,638	$ 6,471,638
2014	$ 3,065,000	$ 3,400,876	$ 6,465,876
2015	$ 3,180,000	$ 3,285,663	$ 6,465,663
2016	$ 3,295,000	$ 3,174,401	$ 6,469,401
2017	$ 3,410,000	$ 3,060,113	$ 6,470,113
2018	$ 3,580,000	$ 2,891,012	$ 6,471,012
2019	$ 3,755,000	$ 2,716,188	$ 6,471,188
2020	$ 3,945,000	$ 2,529,838	$ 6,474,838
2021	$ 4,130,000	$ 2,337,413	$ 6,467,413
2022	$ 4,330,000	$ 2,142,063	$ 6,472,063
2023	$ 4,500,000	$ 1,967,863	$ 6,467,863
2024	$ 3,345,000	$ 1,782,313	$ 5,127,313
2025	$ 3,510,000	$ 1,615,063	$ 5,125,063
2026	$ 3,685,000	$ 1,439,563	$ 5,124,563
2027	$ 3,870,000	$ 1,255,313	$ 5,125,313
2028	$ 4,055,000	$ 1,071,488	$ 5,126,488
2029	$ 4,250,000	$ 878,875	$ 5,128,875
2030	$ 4,430,000	$ 698,250	$ 5,128,250
2031	$ 4,650,000	$ 476,750	$ 5,126,750
2032	$ 4,885,000	$ 244,250	$ 5,129,250
	$ 81,780,000	$ 47,755,137	$ 129,535,137

NOTE G - LONG-TERM DEBT – CONTINUED

3. Water Revenue Bonds

Outstanding revenue bonds at June 30, 2010, collateralized by all revenues of the County's water and sewer system, consist of the following:

Series 1993 A & B revenue bonds (original amount - $16,910,000) due in principal maturities of $560,000 to $1,035,000 through 2013; interest at 3.50% to 6.00% payable June 1 and December 1. The 1993 issue provided financing for water and sewer infrastructure.	$ 4,790,000
Series 2004 revenue bonds (original amount - $ 13,675,000) due in principal maturities of $ 475,000 to $ 1,375,000 through 2022; interest at 3.00% to 5.00% payable June 1 and December 1. The 2004 issue provided financing for water and sewer infrastructure.	10,870,000
Series 2009 revenue bonds (original amount - $ 15,740,000) due in principal maturities of $ 700,000 to $ 4,920,000 through 2023; interest at 2.00% to 5.00% payable June 1 and December 1. The 2009 issue provided financing for water and sewer infrastructure.	15,040,000
Series 2009A revenue bonds (original amount - $ 17,755,000) due in principal maturities of $ 420,000 to $ 2,150,000 through 2021; interest at 2.00% to 5.00% payable June 1 and December 1. The 2009A issue refunded the 1999 bond issue.	17,755,000
Gross bonds payable	48,455,000
Less: Unamortized deferred loss on refunding	(392,247)
Unamortized bond premium	2,075,245
Net bonds payable	$ 50,137,998

NOTE G - LONG-TERM DEBT – CONTINUED

1. Water Revenue Bonds - Continued

The following is a summary of Water Revenue bond debt service to maturity as of year end:

Year ending June 30,	Principal	Interest	Total
2011	$ 2,860,000	$ 2,003,118	$ 4,863,118
2012	3,000,000	1,883,644	4,883,644
2013	3,130,000	1,753,856	4,883,856
2014	3,260,000	1,618,994	4,878,994
2015	3,405,000	1,494,081	4,899,081
2016	3,520,000	1,381,575	4,901,575
2017	3,635,000	1,241,493	4,876,493
2018	3,810,000	1,090,132	4,900,132
2019	3,950,000	940,300	4,890,300
2020	4,110,000	765,378	4,875,378
2021	4,315,000	563,425	4,878,425
2022	4,450,000	342,050	4,882,050
2023	4,920,000	114,275	5,034,275
	$ 48,455,000	$15,192,321	$ 63,647,321

The County has pledged future water customer revenues, net of specified operating expenses, to repay $48.455 million in water revenue bonds issued from 1993 to 2009. Proceeds from the bonds provided financing for water and sewer infrastructure. The bonds are payable from water customer net revenues and are payable through 2023. Annual principal and interest payments on the bonds are expected to require approximately less than 20 percent of operating revenues. The total principal and interest remaining to be paid on the bonds is $63,647,321. Principal and interest paid for the current year and total customer revenues were $4,115,169 and $21,814,247, respectively.

4. Current Refundings

During 2009, the County issued General Obligation Bonds to refund the 1999 General Obligation Bonds. The refunding resulted in a difference between the reacquisition price and the carrying amount of the old debt of $61,874. This difference reported in the accompanying financial statements as a deduction from bonds payable, and is being charged to operations through the year 2016 using the bonds outstanding method. The County refunded the 1999 Series Bonds to reduce its total debt service payments over the next 6 years by $ 792,604 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of approximately $480,691.

NOTE G - LONG-TERM DEBT – CONTINUED

2. Current Refundings - Continued

During 2009, the County issued Water & Sewer Revenue Bonds to refund the 1999 Water & Sewer Revenue Bonds. The refunding resulted in a difference between the requisition price and the carrying amount of the old debt of $ 354,652. This difference reported in the accompanying financial statements as a deduction from bonds payable, and is being charged to operations through the year 2023 using the bonds outstanding method. The County refunded the 1999 Series Bonds to reduce its total debt service payments over the next 12 years by $1,890,563 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of approximately $1,513,859. As of June 30, 2010 the refunded bonds were completely defeased.

5. Loans Payable

Outstanding loans of the Water and Sewer Fund and Non-major Enterprise Funds at year end, consist of the following:

1993 loan (original amount - $1,075,462) payable in quarterly installments of $23,644, including interest at 6.25%, through January 1, 2012, provide financing for expansion of water and sewer infrastructure.	$ 156,265
Intergovernmental payable to Industrial Building Authority (original amount – $ 6,370,000) due in semiannual installments of $335,000 to $500,000 through 2023; interest at 3.00% to 4.30% payable June 1 and December 1. This payable Funds the 2003 Series B & C issued to construct a sewer treatment plant	6,045,000
2001 Installment sale note agreement (original amount - $2,523,500) payable in monthly installments of $20,087, including interest at 3.90%, through June 3, 2015, provide financing for a building leased to the Department of Family Children Services.	1,248,440
	$ 7,449,705

NOTE G - LONG-TERM DEBT – CONTINUED

5. Loans Payable - Continued

The following is a summary of future annual maturities of the loans payable:

Year ending June 30,	Principal	Interest	Total
2011	$ 576,809	$ 305,838	$882,647
2012	582,602	281,479	864,081
2013	531,450	259,451	790,901
2014	554,983	238,238	793,221
2015	574,058	215,393	789,451
2016	598,308	193,194	791,502
2017	606,438	116,119	722,557
2018-2023	3,424,422	577,729	4,002,151
	$ 7,449,070	$ 2,187,441	$ 9,636,511

6. Other Long-Term Liabilities

In 2010 Paulding County initiated a GEFA Loan application to acquire the resources to install additional reuse lines. The principal and Interest payments will be established at the time the project is complete. This project will complete in fiscal year 2011. As of June 30, 2010, Paulding County has included a long term liability to GEFA in the amount of $628,459.

7. Industrial Building Authority Component Unit Long – Term Debt

On December 1, 2003 the Authority issued $10,995,000 of Revenue Bonds. The bonds were issued in three separate series for various purposes. Series A (taxable) of the debt in the amount of $3,085,000 was issued for the purchase of land for an industrial park and is payable over 15 years at an interest rate not to exceed 5.0%. Series B (tax-exempt) of the debt in the amount of $4,800,000 was issued for the construction of a wastewater treatment facility project and is payable over 18 years with a maximum interest rate of 4.3%. Series C (tax-exempt) of the debt in the amount of $3,110,000 were also issued for the construction of a wastewater treatment facility and is payable over 18 years with a maximum interest rate of 4.0%. The funds from the 2003B and 2003C Series have been transferred to Paulding County, Georgia to cover the cost of the Upper Sweet Water Sewer Plant. Ownership of the facility is now with Paulding County, Georgia.

NOTE G - LONG-TERM DEBT – CONTINUED

7. Industrial Building Authority Component Unit Long – Term Debt - Continued

The County and the Authority entered into an intergovernmental contract dated December 1, 2003 whereby the County is obligated to make principal and interest payments as they mature. As a result a receivable is recorded for the Industrial Building Authority to correspond to the payable to the Industrial Building Authority for the County. The debt service requirement for this agreement mirror the bonds.

	Balance June 30, 2009	Additions	Payments	Balance June 30, 2010	Due within 1 year
Revenue Bonds	$ 8,920,000	$ -	$ 445,000	$ 8,475,000	$ 460,000
Unamortized Bond Premium	63,996	-	6,400	57,596	-
	$ 8,983,996	$ -	$ 451,400	$ 8,532,596	$ 460,000

The total annual debt service requirements to maturity for all debts outstanding are as follows:

Year ending June 30,	Principal	Interest	Total
2011	$ 460,000	$ 368,793	$ 828,793
2012	480,000	352,280	832,280
2013	495,000	334,273	829,273
2014	515,000	314,784	829,784
2015	535,000	293,503	828,503
2016-2020	3,020,000	1,095,451	4,115,452
2021-2024	2,970,000	303,845	3,273,845
	$ 8,475,000	$ 3,062,929	$ 11,537,929

NOTE H - OPERATING LEASE AGREEMENT

The County leases several buildings to third parties under operating lease agreements. One lease may be renewed annually through June 30, 2017. One lease may be renewed or extended in three successive periods of five years. Fiscal year 2010 includes minimum operating lease agreements totaling $332,876.

NOTE I – CAPITAL CONTRIBUTIONS

During the year ended June 30, 2010, capital contributions from customers, developers, State Department of Transportation and the Federal Airport Administration totaled $ 8,025,643 consisting of the following items:

Contributed From	Purpose	Amount
Developers	Contributed Water Lines Infrastructure	$ 10,000
Customers	Tap Fees Collected	755,700
Developers	Contributed Road Infrastructure	2,052,231
FAA	Airport	1,164,573
State of Georgia	Airport	4,043,139
		$ 8,025,643

NOTE J - RISK MANAGEMENT

The County is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in the Association County Commissioners of Georgia (ACCG) Workers' Compensation Self-Insurance Fund and the ACCG Interlocal Risk Management Agency (IRMA) public entity risk pool which operates as a common risk management and insurance programs. ACCG establishes and administers this public entity risk pools to prevent or lessen the incidence and severity of casualty and property losses and workers' compensation claims incurred by the County. The ACCG pools are obligated to provide for the cost of claims and related interest incurred by the County along with the cost of investigating, negotiating and defending such claims. The County pays an insurance premium to the ACCG pools for coverage against these risks of loss.

Paulding County contracted a healthcare provider, United Health Care, on May 1, 2005. This contract replaces the previous self insurance program that Paulding County provided. However, an internal service fund was established to account for assets held for insurance purposes. Claims are also processed through this internal service fund even though it is not a self insurance program.

NOTE K - COMMITMENTS AND CONTINGENCIES

Litigation

Various claims and legal proceedings are pending against the County seeking monetary damages and other relief. The amount of liability from all claims and actions cannot be determined with certainty, but in the opinion of management and legal counsel, the ultimate liability from all pending legal proceedings, asserted legal claims, and known potential legal claims which are probable of assertion should not materially affect the financial position of the County.

NOTE K - COMMITMENTS AND CONTINGENCIES – CONTINUED

Construction Contracts

As of June 30, 2010, the County's remaining obligation on uncompleted water and sewer construction contracts totaled approximately $ 1,340,810.

NOTE L - DEFINED BENEFIT PENSION PLAN

Plan Description

The County contributes to the Association County Commissioners of Georgia ("ACCG") Paulding County Defined Benefit Plan (the "Plan"), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. Actuarial information included in this footnote is as of January 1, 2010 (the date of the most recent actuarial valuation date).

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits vest after five years of service. Participants become eligible to retire at age 65, with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1% of average compensation up to $6,600 plus 1.5% of average compensation in excess of $6,600 plus $36 for each year of service (up to 35 years) payable as a life annuity. Compensation is averaged over the five-year period immediately prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners and may be amended by a similar adoption.

County employees are not required to contribute to the Plan. The County contributes the entire cost of the Plan, using the projected unit credit actuarial method.

ACCG issues a publicly available actuarial report that includes required supplementary information for the Plan. That report may be obtained by calling (770) 563-9368.

Funding Policy

Contributions to the Plan are authorized and may be amended by the Board of Commissioners. ACCG Plan funding policy provides for the making of required actuarially determined periodic contributions under the projected unit credit actuarial cost method. This cost method determines plan liabilities consistent with the standardized measure of pension obligation described by Statement No. 25 of the Governmental Accounting Standards Board. In addition, the cost method determines contributions at rates that, for individual employees, increase gradually as an employee gets older, and enables sufficient assets to accumulate for such time as benefits become due.

NOTE L - DEFINED BENEFIT PENSION PLAN – CONTINUED

Funding Policy – Continued

Any excess of the actuarial accrued liability ("AAL") as of January 1, 1988 over the Plan's assets as of that date is amortized over closed periods on a two-tier basis as follows: a) if the value of benefits accumulated as of January 1, 1988 (based on current salary history, not projected) exceeds the Plan's assets, that excess is amortized over ten years, beginning January 1, 1988; plus b) the additional unfunded AAL as of January 1, 1988 is amortized over 30 years, beginning January 1, 1988.

For January 1, 1989, and later valuations, three additional amortization amounts may apply: c) the amortization of the change in AAL attributable to Plan amendments over 20 years, beginning on the effective date of the amendment; plus d) the amortization of the cumulative difference between the actual calculated unfunded AAL as of the valuation date and the expected unfunded AAL (based on the actuarial assumptions used for funding purposes) over 15 years; plus e) the amortization of the change in unfunded AAL resulting from changes in actuarial assumptions over 30 years.

Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 7.75% per year compounded annually, (b) projected salary increases of 5.50% (3.0% inflation and 2.5% merit) per year compounded annually, and (c) no post-retirement benefit increases. The actuarial value of the Plan's assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period as of January 1, 2010 was 10 years.

Annual Pension Cost

The following is the schedule of funding progress of the plan as of the most recent valuation date, January 1, 2010:

Actuarial value of assets	$ 16,846,581
Actuarial accrued liability (AAL)	22,579,553
Unfunded actuarial accrued liability (UAAL)	5,732,972
Funded ratio	74.6%
Covered Payroll	22,250,062
UAAL as a percentage of Covered payroll	25.8%

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

NOTE L - DEFINED BENEFIT PENSION PLAN – CONTINUED

Annual Pension Cost - Continued

The County's actuarially required contribution, pension cost, and decrease in net pension asset for the year ended June 30, 2010, were computed as follows:

Schedule of Employer Contributions:

Year ended June 30,	Annual Required Contribution (ARC)	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
2010	1,974,840	1,977,229	100%	$ (438,036)
2009	1,765,801	1,703,500	104%	(440,425)
2008	1,604,796	1,535,182	105%	(378,124)

Derivation of Net Pension Asset:

	2009
Net Pension Asset as of Beginning of Prior Year	($440,425)
Annual Pension Cost for Prior Year	1,977,229
Actual contributions to Plan for Prior Year	1,974,840
Decrease in Net Pension Asset	2,389
Net Asset as of End of Year	($438,036)

Derivation of Annual Pension cost:

Annual Required Contribution	$ 1,974,840
Interest on Net Pension Obligation	(34,133)
Amortization of Net Pension Obligation	36,522
Annual Pension Cost	$1,977,229

Contributions totaling $1,974,840 were paid in accordance with actuarially determined contribution requirements determined by an actuarial valuation performed as of January 1, 2010 for the 2010 Plan Year. The contributions represented 25.80% of the covered payroll for 2009 and were equal to the required contribution. 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, 2010.

NOTE M - DEFINED CONTRIBUTION PLAN

The County adopted the Paulding County Supplemental Retirement Plan on June 1, 2004. This plan is administered by AIG VALIC. The 401 (a) is a defined contribution plan that covers substantially all employees.

The County will match any contribution made by an employee to the deferred compensation plan on a 1 to 1 basis up to a maximum contribution by the County of 1% of employees annual salary. Contributions are calculated and made on a biweekly payroll basis. The Board of Commissioners establishes required contribution and matching percentages

Employees become eligible for the plan on the date of hire provided they are full-time and work a minimum of 30 hours per week. Actual participation in the plan begins with the first payroll following their date of hire. Participants are fully vested in the plan after five years of service.

The County has made the following contributions to the plan:

	County Contributions	Employee Contributions
2009	$ 294,741	$ 803,285
2010	267,232	711,563
	$ 561,973	$1,514,848

NOTE N - JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the fifteen county northwest Georgia area, is a member of the Northwest Georgia Regional Commission (RC). Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC's in Georgia. The RC Council membership includes the chief elected official of each county, the largest municipality of the county and one non-public member from the county. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the RC. During the year, the County paid $120,495 in dues to the NWGRC. The financial requirements of the County related to the NWGRC are limited to the amount of its annual dues. Separate financial statements may be obtained by writing to Northwest Georgia Regional Commission, P. O. Box 1798, Rome, Georgia 30162-1798.

NOTE O – DEFICIT FUND EQUITY

The Solid Waste Fund has a deficit fund equity of $ 2,445,454 as of June 30, 2010. The deficit occurred due to the recognition of the landfill closure and post-closure care liability as described in Note F. Annually, a contribution is made from the General Fund to reduce this deficit.

NOTE P – RESTATEMENT

The County made a prior period adjustment to include a payable to the Industrial Building Authority, a component unit, on the Water & Sewer Funds Statement of Net Assets. This restatement was in the amount of $6,370,000. This amount includes all future principal payments for the 2003 Series B and Series C bonds issued to construct a sewer treatment plant. This is a result of recent changes to the Industrial Building Authority's plan, the Authority no longer feels they will need the sewer treatment capacity and therefore have given the plant along with the debt to the County's Water & Sewer System.

The Industrial Building Authority also restated the Statement of Net Assets to include a receivable on the Industrial Building Authority's statements.

Required Supplementary Information (unaudited)

PAULDING COUNTY, GA
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF FUNDING PROGRESS

The information presented below on the annual actuarial valuations as of December 31 of each year.

	2009	2008	2007	2006	2005	2004	2003
Actuarial value of assets	16,846,581	14,720,347	13,763,518	11,772,193	9,852,994	8,349,900	7,404,405
Actuarial accrued liability (AAL)	22,579,553	19,962,472	17,491,188	15,471,763	13,776,583	12,046,648	10,144,249
Unfunded actuarial accrued liability (UAAL)	5,732,972	5,242,125	3,727,670	3,699,570	3,923,589	3,696,748	2,739,844
Funded ratio	74.6%	73.7%	78.7%	76.1%	71.5%	69.3%	73.0%
Covered Payroll	22,250,062	21,106,471	18,912,254	17,654,200	15,275,066	13,413,124	11,244,906
UAAL as a percentage of covered payroll	25.8%	24.8%	19.7%	21.0%	25.7%	27.6%	24.4%

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 45,525,200	$ 45,640,500	$ 45,906,586	$ 266,086
Licenses and permits	392,000	310,000	314,199	4,199
Intergovernmental	230,000	1,703,300	1,743,986	40,686
Charges for services	5,703,000	5,083,000	5,246,344	163,344
Fines and forfeitures	1,400,000	1,525,000	1,581,155	56,155
Investment income	200,000	17,000	17,112	112
Contributions and donations	-	500,000	328,142	(171,858)
Miscellaneous	215,000	405,000	544,246	139,246
Total Revenues	53,665,200	55,183,800	55,681,770	497,970
Expenditures				
Current				
General government	11,747,150	11,398,400	11,207,834	190,566
Judicial	4,881,550	5,012,200	4,858,674	153,526
Public safety	19,252,500	19,373,800	18,487,236	886,564
Public works	9,167,900	12,807,500	12,061,587	745,913
Health and welfare	1,823,700	1,948,200	1,858,875	89,325
Culture and recreation	2,723,400	2,723,400	2,617,757	105,643
Housing and development	1,819,000	2,420,300	2,073,949	346,351
Total Expenditures	51,415,200	55,683,800	53,165,912	2,517,888
Excess of revenues over expenditures	2,250,000	(500,000)	2,515,858	3,015,858
Other financing sources (uses):				
Transfers in	-	2,750,000	2,705,595	2,705,595
Transfers out	(2,250,000)	(2,250,000)	(2,250,000)	-
Total other financing sources (uses)	(2,250,000)	500,000	455,595	2,705,595
Excess of revenues and other sources over (under) expenditures and other uses	$ -	$ -	2,971,453	$ 5,721,453
Fund balance, beginning of year			16,921,669	
Fund balance, end of year			$ 19,893,122	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
FIRE TAX FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 7,654,500	$ 7,500,000	$ 7,909,876	$ 409,876
Investment Income	-	-	43,737	43,737
Intergovernmental Revenue	-	-	24,503	24,503
Total Revenues	7,654,500	7,500,000	7,978,116	478,116
Expenditures				
Public Safety				
Fire				
Personnel Services	6,500,000	6,500,000	6,001,065	498,935
Other Services and Charges	800,000	800,000	736,309	63,691
Capital Outlay	354,500	200,000	127,684	72,316
Total expenditures	7,654,500	7,500,000	6,865,058	634,942
Excess (deficiency) of revenues over (under) expenditures	$ -	$ -	1,113,058	$ 1,113,059
Fund balance, beginning of year			5,302,018	
Fund balance, end of year			$ 6,415,076	

Paulding County, Georgia

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2010

NOTE A – ACTUARIAL VALUATION

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date:	January 1, 2010
Actuarial cost method:	Projected unit credit
Asset valuation method:	Market value
Amortization method:	Level dollar
Remaining amortization period:	10

The amortization period for this plan is closed.

Actuarial Assumptions Utilized:	
Investment rate of return:	7.75%
Projected salary increases:	5.5%
Includes inflation at	3.0%
Cost of living adjustment	None

Paulding County, Georgia

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2010

NOTE B – EXCESS OF EXPENDITURES OVER APPROPRIATIONS BY INDIVIDUAL FUND

Expenditures exceeded appropriations at the department level as follows:

Major Funds	
General Fund	
Information Technology	$89,851
Government Facilities	5,534
Utility Coordinator	21,881
Senior Citizens Van	6,890
SPLOST III Fund	
Intergovernmental	1,350,696
Capital Projects Fund	
Libraries	200,000
Non-Major funds	
Law Library	41,844
Debt Service Fund	
Debt Service	265,850

These over expenditures were funded by greater than anticipated revenues in the case of the general fund, law library, and by fund balance in the SPLOST III fund and capital projects fund. The intergovernmental expense was the amount recorded and distributed to the cities, therefore a SPLOST tax revenue was recorded in the same amount.

The Victim Witness Fund, Drug Confiscation Fund and the Sheriff's Commissary were being reported as fiduciary funds. Beginning with this report the County is recording them as Special Revenue Funds. Therefore, they do not have budgets adopted for the current year, however, we will adopt a budget for these funds in next years budget.

General Fund

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 45,525,200	$ 45,640,500	$ 45,906,586	$ 266,086
Licenses and permits	392,000	310,000	314,199	4,199
Intergovernmental	230,000	1,703,300	1,743,986	40,686
Charges for Services	5,703,000	5,083,000	5,246,344	163,344
Fines and Forfeitures	1,400,000	1,525,000	1,581,155	56,155
Investment Income	200,000	17,000	17,112	112
Contributions and Donations	-	500,000	328,142	(171,858)
Miscellaneous	215,000	405,000	544,246	139,246
Total Revenues	53,665,200	55,183,800	55,681,770	497,970
Expenditures				
Current				
General Government				
Adminsitration:				
Legislative				
Personnel Services	486,700	497,400	486,442	10,958
Operaing Expenditures	127,100	153,000	139,736	13,264
	613,800	650,400	626,178	24,222
Executive				
Personnel Services	192,600	196,400	196,530	(130)
Operating Expenditures	14,700	14,300	12,516	1,784
	207,300	210,700	209,046	1,654
Elections				
Personnel Services	191,600	249,600	239,628	9,972
Operating Expenditures	77,000	92,700	63,159	29,541
Capital Outlay	-	-	-	-
	268,600	342,300	302,787	39,513
Finance				
Personnel Services	485,100	485,200	483,550	1,650
Operating Expenditures	27,800	30,400	27,338	3,062
	512,900	515,600	510,888	4,712
Information Technology				
Personnel Services	511,850	486,800	485,708	1,092
Operating Expenditures	519,500	557,600	476,794	80,806
Capital Outlay	93,100	120,000	291,749	(171,749)
	1,124,450	1,164,400	1,254,251	(89,851)
Human Resources				
Personnel Services	301,900	291,600	281,590	10,010
Operaing Expenditures	30,000	26,500	17,633	8,867
	331,900	318,100	299,223	18,877

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
General Government - continued				
Government Facilities:				
Personnel Services	391,100	397,000	392,627	4,373
Operating Expenditures	671,100	855,400	865,307	(9,907)
	1,062,200	1,252,400	1,257,934	(5,534)
Tax assessments and Collections				
Tax assessors:				
Personnel Services	1,160,754	1,241,600	1,228,988	12,612
Operating Expenditures	265,500	206,900	167,691	39,209
Capital Outlay	-	-	-	-
	1,426,254	1,448,500	1,396,679	51,821
Tax Commissioner:				
Personnel Services	802,800	802,800	778,282	24,518
Operating Expenditures	200,200	200,200	185,667	14,533
Capital Outlay	7,000	7,000	-	7,000
	1,010,000	1,010,000	963,949	46,051
Total Tax Assessment and Collections	2,436,254	2,458,500	2,360,628	97,872
General Appropriations				
Other Expenditures	5,189,746	4,486,000	4,386,899	99,101
Total General Government	11,747,150	11,398,400	11,207,834	190,566
Judicial				
Superior Court				
Personnel Services	457,600	507,500	476,217	31,283
Operating Expenditures	389,000	352,400	347,016	5,384
	846,600	859,900	823,233	36,667
Clerk of Superior Court				
Personnel Services	1,022,100	1,022,100	999,387	22,713
Operating Expenditures	69,000	69,000	55,430	13,570
Capital Outlay	-	-	-	-
	1,091,100	1,091,100	1,054,817	36,283
Probate Court				
Personnel Services	580,200	600,000	601,552	(1,552)
Operating Expenditures	91,700	87,100	83,779	3,321
	671,900	687,100	685,331	1,769
Magistrate Court				
Personnel Services	383,400	383,600	378,904	4,696
Operating Expenditures	16,400	16,400	17,258	(858)
	399,800	400,000	396,162	3,838
District Attorney				
Personnel Services	571,500	680,200	671,648	8,552
Operating Expenditures	175,750	169,000	163,614	5,386
	747,250	849,200	835,262	13,938

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Judicial - continued				
Juvenile Court				
Personnel Services	394,800	394,800	340,348	54,452
Operating Expenditures	268,000	268,000	278,021	(10,021)
	662,800	662,800	618,369	44,431
Public Defender				
Personnel Services	172,500	172,500	160,985	11,515
Operating Expenditures	289,600	289,600	284,515	5,085
	462,100	462,100	445,500	16,600
Total Judicial	4,881,550	5,012,200	4,858,674	153,526
Public Safety				
Coroner				
Personnel Services	44,100	47,200	38,652	8,548
Operating Expenditures	21,500	23,800	22,228	1,572
	65,600	71,000	60,880	10,120
Sheriff				
Personnel Services	11,128,900	11,128,900	10,813,424	315,476
Operating Expenditures	1,875,000	1,875,000	1,756,322	118,678
Capital Outlay	9,500	9,500	38,161	(28,661)
	13,013,400	13,013,400	12,607,907	405,493
Jail				
Personnel Services	3,393,200	3,393,200	3,153,587	239,613
Operating Expenditures	1,815,500	1,815,500	1,835,828	(20,328)
Capital Outlay	5,000	5,000	-	5,000
	5,213,700	5,213,700	4,989,415	224,285
Marshal				
Personnel Services	326,500	326,500	175,734	150,766
Operating Expenditures	66,200	66,200	40,167	26,033
	392,700	392,700	215,901	176,799

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Animal Control				
Personnel Services	467,500	502,200	495,799	6,401
Operating Expenditures	94,600	180,800	117,334	63,466
Capital Outlay	5,000	-	-	-
	567,100	683,000	613,133	69,867
Total Public Safety	19,252,500	19,373,800	18,487,236	886,564
Public Works				
Roads and Bridges				
Personnel Services	2,970,500	2,970,500	2,810,594	159,906
Operating Expenditures	4,097,600	7,597,600	7,089,990	507,610
Capital Outlay	12,000	12,000	23,362	(11,362)
	7,080,100	10,580,100	9,923,946	656,154
Stormwater				-
Personnel Services	375,300	375,300	356,961	18,339
Operating Expenditures	82,850	210,700	192,518	18,182
Capital Outlay	-	-	-	-
	458,150	586,000	549,479	36,521
Utility Coordinator				
Personnel Services	85,300	85,900	85,903	(3)
Operating Expenditures	807,200	814,100	835,978	(21,878)
	892,500	900,000	921,881	(21,881)
Maintenance Shop				
Personnel Services	602,300	602,300	539,184	63,116
Operating Expenditures	8,600	8,600	-	8,600
	610,900	610,900	539,184	71,716
Recycling				
Personnel Services	95,900	104,500	106,366	(1,866)
Operating Expenditures	30,350	26,000	20,731	5,269
	126,250	130,500	127,097	3,403
Total Public Works	9,167,900	12,807,500	12,061,587	745,913

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Health and Welfare				
Mental Health Grant	75,000	20,000	18,750	1,250
General Health Grant	326,000	326,000	324,245	1,755
General Welfare Grant	28,000	25,000	18,345	6,655
Paulding Hospital Authority	750,000	920,000	890,070	29,930
	1,179,000	1,291,000	1,251,410	39,590
Senior Citizens Center				
Personnel Services	190,300	190,300	178,132	12,168
Operating Expenditures	79,500	79,500	74,662	4,838
Capital Outlay	20,400	20,400	-	20,400
	290,200	290,200	252,794	37,406
Senior Citizens Van				
Personnel Services	86,900	86,900	87,084	(184)
Operating Expenditures	17,500	17,500	24,206	(6,706)
	104,400	104,400	111,290	(6,890)
Bus Service				
Personnel Services	141,700	141,700	121,307	20,393
Operating Expenditures	47,400	47,400	58,228	(10,828)
	189,100	189,100	179,535	9,565
General Appropriations				
Operating Expenditures	61,000	73,500	63,846	9,654
Total Health and Welfare	1,823,700	1,948,200	1,858,875	89,325
Culture and Recreation				
Library				
Personnel Services	665,300	665,300	660,509	4,791
Operating Expenditures	101,000	101,000	96,609	4,391
	766,300	766,300	757,118	9,182
Recreation				
Personnel Services	1,169,900	1,169,900	1,043,744	126,156
Operating Expenditures	713,200	713,200	768,808	(55,608)
Capital Outlay	66,000	66,000	41,230	24,770
	1,949,100	1,949,100	1,853,782	95,318
General Appropriations				
Operating Expenditures	8,000	8,000	6,857	1,143
Total Culture and Recreation	2,723,400	2,723,400	2,617,757	105,643

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Housing and Development				
County Extension Service:				
Personnel Services	31,100	31,100	29,879	1,221
Operating Expenditures	20,200	20,200	15,997	4,203
	51,300	51,300	45,876	5,424
Community Development				
Personnel Services	941,100	941,100	881,707	59,393
Operating Expenditures	206,000	217,400	205,282	12,118
Capital Outlay	6,500	6,500	6,436	64
	1,153,600	1,165,000	1,093,425	71,575
Airport				
Personnel Services	120,400	128,300	126,263	2,037
Operating Expenditures	63,700	151,700	133,923	17,777
	184,100	280,000	260,186	19,814
General Appropriations				
Operating Expenditures	430,000	924,000	674,462	249,538
Total Housing and Development	1,819,000	2,420,300	2,073,949	346,352
Total Expenditures	51,415,200	55,683,800	53,165,912	2,517,888
Excess (deficiency) of revenues over (under) expenditures	2,250,000	(500,000)	2,515,858	3,015,858
Other financing sources (uses):				
Operating transfers in	-	2,750,000	2,705,595	(44,405)
Operating transfers out	(2,250,000)	(2,250,000)	(2,250,000)	-
Total other financing sources (uses)	(2,250,000)	500,000	455,595	(44,405)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	$ -	$ -	2,971,453	$ 2,971,453
Fund balance, beginning of year			16,921,669	
Fund balance, end of year			$ 19,893,122	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
SPLOST III CAPITAL PROJECTS FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 11,000,000	$ 11,000,000	$ 13,506,950	$ 2,506,950
Intergovernmental	-	-	580,545	580,545
Investment Income	-	-	109,238	109,238
Contributions	-	-	140,982	140,982
Total Revenues	11,000,000	11,000,000	14,337,715	3,337,715
Expenditures				
Public Safety				
Sheriff				
Capital Outlay	410,000	500,000	478,307	21,693
	410,000	500,000	478,307	21,693
Public Safety				
Capital Outlay	420,000	420,000	-	420,000
	420,000	420,000	-	420,000
Fire				
Capital Outlay	400,000	2,000,000	1,535,313	464,687
	400,000	2,000,000	1,535,313	464,687
Emergency Telephone System				
Capital Outlay	100,000	100,000	42,000	58,000
	100,000	100,000	42,000	58,000
Total Public Safety	1,330,000	3,020,000	2,055,620	964,380
Public Works				
Roads, Highways and Bridges				
Other Services and Charges	1,500,000	500,000	417,480	82,520
Capital Outlay	4,000,000	5,500,000	5,513,682	(13,682)
Total Public Works	5,500,000	6,000,000	5,931,162	68,838
Culture and Recreation				
Recreation				
Other Services and Charges	500,000	500,000	2,415	497,585
Capital Outlay	8,000,000	8,000,000	4,567,763	3,432,237
Total Culture and Recreation	8,500,000	8,500,000	4,570,178	3,929,822
Intergovernmental	-	-	1,350,696	(1,350,696)
Total expenditures	15,330,000	17,520,000	13,907,656	3,612,344
Excess (deficiency) of revenues over (under) expenditures	$ (4,330,000)	$ (6,520,000)	430,059	$ 6,950,059
Fund balance, beginning of year			23,935,552	
Fund balance, end of year			$ 24,365,611	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
CAPITAL PROJECTS FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Intergovernmental	$ 7,000,000	$ 6,000,000	$ 5,207,712	$ (792,288)
Investment Income	-	-	9,687	9,687
Total Revenues	7,000,000	6,000,000	5,217,399	(782,601)
Expenditures				
General Government				
Capital Outlay	3,000,000	1,500,000	375,837	1,124,163
Total General Government	3,000,000	1,500,000	375,837	1,124,163
Public Works				
Roads, Highways and Bridges				
Capital Outlay	-	1,000,000	-	1,000,000
Total Public Works	-	1,000,000	-	1,000,000
Culture and Recreation				
Libraries				
Capital Outlay	-	-	200,000	(200,000)
Total Culture and Recreation	-	-	200,000	(200,000)
Housing and Development				
Community Development				
Capital Outlay	500,000	500,000	4,525	495,475
Airport				
Capital Outlay	8,500,000	8,000,000	6,505,792	1,494,208
Total Housing and Development	9,000,000	8,500,000	6,510,317	1,989,683
Total expenditures	12,000,000	11,000,000	7,086,154	3,913,846
Excess (deficiency) of revenues over (under) expenditures	(5,000,000)	(5,000,000)	(1,868,755)	3,131,245
Other financing sources (uses):				
Transfers in	2,000,000	2,000,000	2,000,000	-
Transfers out	-	-	(285,000)	(285,000)
Total other financing sources (uses)	2,000,000	2,000,000	1,715,000	(285,000)
Excess of revenues and other sources over (under) expenditures and other uses	$ (3,000,000)	$ (3,000,000)	(153,755)	$ 2,846,245
Fund balance, beginning of year			2,586,155	
Fund balance, end of year			$ 2,432,400	

Non-Major Funds

Paulding County, Georgia

Non-major Governmental Funds

June 30, 2010

Special Revenue Funds

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

The **Victim Witness Fund** accounts for the five percent additional fee placed on fines and used for victim witness services.

The **Emergency 911 Fund** accounts for the fee collection and the operation of the Emergency 911 system within the County.

The **Jail Fund** accounts for a portion of fine money received from the court system and expended on inmate supplies and capital purchases.

The **Supplemental Juvenile Fund** accounts for a portion of fines within the juvenile court and expended on outside services within the juvenile court system.

The **Drug Use Treatment Fund** accounts for a portion of fines and expended on programs within Paulding County to fight drugs.

The **Clerk's Technology Fund** accounts for money received from the state. This fee is assessed every time a deed is purchased on-line. This money is expended on technology in the clerk of superior court's office.

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

The **Sheriff Commissary** fund is used to account for the receipts and purchases inmates incur while they are incarcerated.

The **Drug Confiscation** fund is used to account for the resources public safety officers confiscate during a drug charge and expensed in the fight against drugs.

Debt Service Fund

The debt service fund accounts for the servicing of general long-term debt not being financed by proprietary funds.

Paulding County, Georgia

All Nonmajor Governmental Funds

COMBINING BALANCE SHEET

June 30, 2010

	Total Non-Major Special Revenue	Debt Service	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	$ 2,641,515	$ 858,844	$ 3,500,359
Receivables, net			
Property taxes	-	284,476	284,476
Other	302,276	74,276	376,552
Total assets	$ 2,943,791	$ 1,217,596	$ 4,161,387
Liabilities			
Accounts payable	$ 22,663	$ -	$ 22,663
Due to other funds	92,753	2,859	95,612
Deferred revenue	-	155,009	155,009
Total liabilities	115,416	157,868	273,284
Fund Balances			
Reserved for:			
Debt service	-	1,059,728	1,059,728
Unreserved:			
Undesignated	2,828,375	-	2,828,375
Total fund balances	2,828,375	1,059,728	3,888,103
Total liabilities and fund balances	$ 2,943,791	$ 1,217,596	$ 4,161,387

Paulding County, Georgia

All Nonmajor Governmental Funds

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the year ended June 30, 2010

	Total Nonmajor Special Revenue	Debt Service	Nonmajor Governmental Funds
Revenues			
Taxes	$ -	$ 6,183,952	$ 6,183,952
Charges for Services	2,703,252	-	2,703,252
Fines and Forfeitures	595,851	-	595,851
Investment Income	7,331	6,346	13,677
Miscellaneous Income	-	-	-
Total Revenues	3,306,434	6,190,298	9,496,732
Expenditures			
Current			
Judicial	186,444	-	186,444
Public Safety	2,309,744	-	2,309,744
Debt Service			
Principal retirement	-	2,545,000	2,545,000
Interest and fees	-	3,860,850	3,860,850
Refunding bond issuance costs	-	138,064	138,064
Total expenditures	2,496,188	6,543,914	9,040,102
Excess (deficiency) of revenues over (under) expenditures	810,246	(353,616)	456,630
Other financing sources (uses)			
Transfers in	-	285,000	285,000
Refunding bonds issued	-	5,000,000	5,000,000
Premium on bonds issued		129,938	129,938
Payment to refunded bond escrow agent	-	(5,276,874)	(5,276,874)
Total other financing sources (uses)	-	138,064	138,064
Excess of revenues and other sources over expenditures and other uses	810,246	(215,552)	594,694
Fund balance, beginning of year	2,018,129	1,275,280	3,293,409
Fund balance, end of year	$ 2,828,375	$ 1,059,728	$ 3,888,103

Paulding County, Georgia

Nonmajor Governmental Funds - Special Revenue

COMBINING BALANCE SHEET

June 30, 2010

	Victim Witness	E-911	Jail	Supplemental Juvenile	Drug Use Treatment	Clerk's Technology	Law Library	Sheriff Commissary	Drug Confication	Total Non-Major Special Revenue
Assets										
Cash and cash equivalents	$ 157,469	$ 948,732	$ 662,574	$ 162,034	$ 84,324	$ 339,221	$ 103,429	$ 149,400	$ 34,332	$ 2,641,515
Receivables, net										
Other	-	279,497	16,886	3,775	2,118	-	-	-	-	302,276
Total assets	$ 157,469	$ 1,228,229	$ 679,460	$ 165,809	$ 86,442	$ 339,221	$ 103,429	$ 149,400	$ 34,332	$ 2,943,791
Liabilities										
Accounts payable	$ -	$ 7,289	$ 1,104	$ 2,950	$ -	$ 11,320	$ -	$ -	$ -	22,663
Due to other funds	-	88,162	4,591	-	-	-	-	-	-	92,753
Total liabilities	-	95,451	5,695	2,950	-	11,320	-	-	-	115,416
Fund Balances										
Unreserved:										
Undesignated	157,469	1,132,778	673,765	162,859	86,442	327,901	103,429	149,400	34,332	2,828,375
Total fund balances	157,469	1,132,778	673,765	162,859	86,442	327,901	103,429	149,400	34,332	2,828,375
Total liabilities and fund balances	$ 157,469	$ 1,228,229	$ 679,460	$ 165,809	$ 86,442	$ 339,221	$ 103,429	$ 149,400	$ 34,332	$ 2,943,791

Paulding County, Georgia

Nonmajor Governmental Funds - Special Revenue

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Year Ended June 30, 2010

	Victim Witness	E-911	Jail	Supplemental Juvenile	Drug Use Treatment	Clerk's Technology	Law Library	Sheriff Commissary	Drug Confiscation	Total Non-major Special Revenue
Revenues										
Charges for Services	$ -	$ 2,033,876	$ -	$ -	$ 55,737	$ 64,557	$ 56,216	$ 492,866	$ -	$ 2,703,252
Fines and Forfeitures	251,370	-	232,873	57,070	-	-	-	-	54,538	595,851
Investment Income	-	3,748	1,918	400	298	967	-	-	-	7,331
Total Revenues	251,370	2,037,624	234,791	57,470	56,035	65,524	56,216	492,866	54,538	3,306,434
Expenditures										
Current										
Judicial	93,901	-	-	-	-	31,428	51,844	-	9,271	186,444
Public Safety	-	1,809,853	35,633	19,588	90,269	-	-	343,466	10,935	2,309,744
Total expenditures	93,901	1,809,853	35,633	19,588	90,269	31,428	51,844	343,466	20,206	2,496,188
Excess (deficiency) of revenues over (under) expenditures	157,469	227,771	199,158	37,882	(34,234)	34,096	4,372	149,400	34,332	810,246
Fund balance, beginning of year	-	905,007	474,607	124,977	120,676	293,805	99,057	-	-	2,018,129
Fund balance, end of year	$ 157,469	$ 1,132,778	$ 673,765	$ 162,859	$ 86,442	$ 327,901	$ 103,429	$ 149,400	$ 34,332	$ 2,828,375

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
VICTIM WITNESS SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Fines and Forfeitures	$ -	$ -	$ 251,370	$ 251,370
Investment Income	-	-	-	-
Total Revenues	-	-	251,370	251,370
Expenditures				
Judicial				
District Attorney				
Victim Witness Program	-	-	93,901	(93,901)
Total Judicial	-	-	93,901	(93,901)
Total expenditures	-	-	93,901	(93,901)
Excess of revenues over expenditures	$ -	$ -	157,469	$ 157,469
Fund balance, beginning of year			-	
Fund balance, end of year			$ 157,469	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
E-911 SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Charges for services	$ 1,700,000	$ 1,600,000	$ 2,033,876	$ 433,876
Investment income	-	-	3,748	3,748
Total Revenues	1,700,000	1,600,000	2,037,624	437,624
Expenditures				
Public safety				
Emergency telephone system				
Personnel services	1,478,300	1,478,300	1,370,158	108,142
Other services and charges	479,100	479,100	439,695	39,405
Capital Outlay	103,500	103,500	-	103,500
Total expenditures	2,060,900	2,060,900	1,809,853	251,047
Excess (deficiency) of revenues over (under) expenditures (under) expenditures and other uses	$ (360,900)	$ (460,900)	227,771	$ 186,577
Fund balance, beginning of year			905,007	
Fund balance, end of year			$ 1,132,778	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
JAIL SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Fines and Forfeitures	$ 95,000	$ 95,000	$ 232,873	$ 137,873
Investment Income	-	-	1,918	1,918
Total Revenues	95,000	95,000	234,791	139,791
Expenditures				
Public Safety				
Sheriff				
Other Services and Charges	-	50,000	15,256	34,744
Capital Outlay	95,000	45,000	20,377	24,623
Total expenditures	95,000	95,000	35,633	59,367
Excess (deficiency) of revenues over (under) expenditures	$ -	$ -	199,158	$ 199,158
Fund balance, beginning of year			474,607	
Fund balance, end of year			$ 673,765	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SUPPLEMENTAL JUVENILE SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Fines and Forfeitures	$ 30,000	$ 30,000	$ 57,070	$ 27,070
Investment Income	-	-	400	400
Total Revenues	30,000	30,000	57,470	27,470
Expenditures				
Public Safety				
Sheriff				
Drug abuse program	30,000	30,000	19,588	10,412
Total Public Safety	30,000	30,000	19,588	10,412
Total expenditures	30,000	30,000	19,588	10,412
Excess (deficiency) of revenues over (under) expenditures	$ -	$ -	37,882	$ 37,882
Fund balance, beginning of year			124,977	
Fund balance, end of year			$ 162,859	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
DRUG USE TREATMENT SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Charges for Services	$ 110,000	$ 120,000	$ 55,737	$ (64,263)
Investment Income	-	-	298	298
Total Revenues	110,000	120,000	56,035	(63,965)
Expenditures				
Public Safety				
Sheriff				
Drug abuse program	110,000	135,000	90,269	44,731
Total Public Safety	110,000	135,000	90,269	44,731
Total expenditures	110,000	135,000	90,269	44,731
Excess (deficiency) of revenues over (under) expenditures	$ -	$ (15,000)	(34,234)	$ (19,234)
Fund balance, beginning of year			120,676	
Fund balance, end of year			$ 86,442	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
CLERK'S TECHNOLOGY SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive (Negative)
	Original	Final	Actual	
Revenue				
Charges for Services	$ 60,000	$ 50,000	$ 64,557	$ 14,557
Investment Income	-	-	967	967
Total Revenues	60,000	50,000	65,524	15,524
Expenditures				
Judicial				
Clerk's Technology	60,000	50,000	31,428	18,572
Total Judicial	60,000	50,000	31,428	18,572
Total expenditures	60,000	50,000	31,428	18,572
Excess of revenues over expenditures	$ -	$ -	34,096	$ 34,096
Fund balance, beginning of year			293,805	
Fund balance, end of year			$ 327,901	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
LAW LIBRARY SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Charges for Services	$ 10,000	$ 10,000	$ 56,216	$ 46,216
Total Revenues	10,000	10,000	56,216	46,216
Expenditures				
Judicial				
Court's - other charges	10,000	10,000	51,844	(41,844)
Total Judicial	10,000	10,000	51,844	(41,844)
Total expenditures	10,000	10,000	51,844	(41,844)
Excess of revenues over expenditures	$ -	$ -	4,372	$ 4,372
Fund balance, beginning of year			99,057	
Fund balance, end of year			$ 103,429	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
SHERIFF COMMISSARY SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Charges for Services	$ -	$ -	$ 492,866	$ 492,866
Total Revenues	-	-	492,866	492,866
Expenditures				
Public Safety				
Sheriff				
Commissary	-	-	343,466	(343,466)
Total Public Safety	-	-	343,466	(343,466)
Total expenditures	-	-	343,466	(343,466)
Excess of revenues over expenditures	$ -	$ -	149,400	$ 149,400
Fund balance, beginning of year			-	
Fund balance, end of year			$ 149,400	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
DRUG CONFISCATION SPECIAL REVENUE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Fines and Forfeitures	$ -	$ -	$ 54,538	$ 54,538
Total Revenues	-	-	54,538	54,538
Expenditures				
Judicial				
District Attorney				
Victim Witness Program	-	-	9,271	(9,271)
Total Judicial				
Public Safety				
Sheriff				
Community Service program	-	-	10,935	(10,935)
Total Public Safety	-	-	10,935	(10,935)
Total expenditures	-	-	20,206	(10,935)
Excess of revenues over expenditures	$ -	$ -	34,332	$ 43,603
Fund balance, beginning of year			-	
Fund balance, end of year			$ 34,332	

Paulding County, Georgia

SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET (GAAP BASIS) AND ACTUAL
DEBT SERVICE FUND

Year ended June 30, 2010

	Budgeted Amounts			Variances Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 6,235,600	$ 5,900,000	$ 6,183,952	$ 283,952
Investment Income	-	-	6,346	6,346
Total Revenues	6,235,600	5,900,000	6,190,298	290,298
Expenditures				
Debt Service:				
Principal retirement	2,205,000	2,300,000	2,545,000	(245,000)
Interest and fees	4,030,600	3,840,000	3,860,850	(20,850)
Refunding bond issuance costs	-	-	138,064	(138,064)
	6,235,600	6,140,000	6,543,914	(403,914)
Total expenditures	6,235,600	6,140,000	6,543,914	(403,914)
Excess (deficience) of revenues over (under) expenditures	-	(240,000)	(353,616)	(113,616)
Other financing sources (uses)				
Transfers in	-	-	285,000	285,000
Refunding bonds issued	-	-	5,129,938	5,129,938
Payment to refunded bond escrow agent	-	(360,000)	(5,276,874)	(4,916,874)
	-	(360,000)	138,064	498,064
Excess (deficience) of revenues over (under) expenditures and other financing uses	$ -	$ (600,000)	(215,552)	$ 384,448
Fund balance, beginning of year			1,275,280	
Fund balance, end of year			$ 1,059,728	

Paulding County, Georgia

Nonmajor Enterprise Funds
COMBINING STATEMENT OF NET ASSETS

June 30, 2010

	Solid Waste	DFACS Building	Totals
ASSETS			
Current Assets			
Cash	$ -	$ 112,751	$ 112,751
Accounts receivable, net	15,557	-	15,557
Total current assets	15,557	112,751	128,308
Noncurrent assets			
Capital assets			
Land	612,233	-	612,233
Plant and equipment	2,035,972	3,114,495	5,150,467
Less: accumulated depreciation	(1,582,320)	(642,362)	(2,224,682)
Total noncurrent assets	1,065,885	2,472,133	3,538,018
Total assets	1,081,442	2,584,884	3,666,326
LIABILITIES			
Current Liabilities			
Accounts payable	46,461	-	46,461
Accrued interest	-	4,492	4,492
Compensated Absences	13,791	-	13,791
Due to general fund	250,805	4,424	255,229
Current portion of loans payable	-	155,586	155,586
Total current liabilities	311,057	164,502	475,559
Long-Term Liabilities, net of current portion			
Loans payable	-	1,092,854	1,092,854
Post closure care costs	3,215,839	-	3,215,839
Total long-term liabilities	3,215,839	1,092,854	4,308,693
Total liabilities	3,526,896	1,257,356	4,784,252
NET ASSETS (DEFICIT)			
Invested in capital assets, net of related debt	1,065,885	1,223,693	2,289,578
Unrestricted	(3,511,339)	103,835	(3,407,504)
TOTAL NET ASSETS (DEFICIT)	$ (2,445,454)	$ 1,327,528	$ (1,117,926)

Paulding County, Georgia
Nonmajor Enterprise Funds
COMBINING STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS

For the year ended June 30, 2010

	Solid Waste	DFACS Building	Total
Operating revenues:			
Miscellaneous revenues	$ 8,740	$ -	$ 8,740
Landfill and recycling fees	753,530	-	753,530
Lease income	-	332,876	332,876
Total operating revenues	762,270	332,876	1,095,146
Operating expenses:			
Salaries and wages	119,623	-	119,623
Fringe benefits	30,699	-	30,699
Operating expenses	704,084	7,805	711,889
Depreciation	63,694	77,862	141,556
Total operating expenses	918,100	85,667	1,003,767
Operating income	(155,830)	247,209	91,379
Nonoperating revenues (expenses):			
Interest income	-	184	184
Interest expense	-	(64,139)	(64,139)
Total nonoperating revenue (expenses)	-	(63,955)	(63,955)
Transfer in	250,000	-	250,000
Change in net assets	94,170	183,254	277,424
Total net assets-beginning	(2,539,624)	1,144,274	(1,395,350)
Total net assets-ending	$ (2,445,454)	$ 1,327,528	$ (1,117,926)

Paulding County, Georgia
Nonmajor Enterprise Funds
COMBINING STATEMENT OF CASH FLOWS

For the year ended June 30, 2010

	Solid Waste	DFACS Building	Total
Cash flows from operating activities:			
Cash received from customer	$ 760,638	$ 332,876	$ 1,093,514
Cash payments for goods and services	(859,710)	(12,113)	(871,823)
Cash payments for employee services and fringe benefits	(150,928)	-	(150,928)
Net cash provided by (used in) operating activities	(250,000)	320,763	70,763
Cash flows from non-capital financing activities:			
Transfers in	250,000	-	250,000
Net cash provided by noncapital financing activities	250,000	-	250,000
Cash flows from capital and related financing activities:			
Principal paid on loans	-	(148,213)	(148,213)
Interest paid	-	(64,674)	(64,674)
Net cash used in capital and related financing activities	-	(212,887)	(212,887)
Cash flows from investing activities:			
Interest received on investments	-	184	184
Net cash provided by investing activities	-	184	184
Net increase in cash and cash equivalents	-	108,060	108,060
Cash and cash equivalents, July 1	$ -	$ 4,691	$ 4,691
Cash and cash equivalents, June 30	$ -	$ 112,751	$ 112,751
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income (loss)	$ (155,830)	$ 247,209	$ 91,379
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Depreciation expense	63,694	77,862	141,556
(Decrease) in accounts receivable	(1,630)	-	(1,630)
(Decrease) in accounts payable	(2,640)	-	(2,640)
(Decrease) in compensated absences payable	(606)	-	(606)
(Decrease) in due to other funds	(152,988)	(4,308)	(157,296)
Total adjustments	(94,170)	73,554	(20,616)
Net cash provided (used) by operating activities	$ (250,000)	$ 320,763	$ 70,763

Fiduciary Funds

Paulding County, Georgia

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
Agency Funds

June 30, 2010

ASSETS

	Agency Funds					
	Tax Commissioner	Clerk of Superior Court	Sheriff	Probate Judge	Court Administration	Total
Assets						
Cash and cash equivalents	$ 1,072,995	$ 1,263,789	$ 31,851	$ 141,602	$ 10,753	$ 2,520,990
Taxes receivable (net)	3,408,179	-	-	-	-	3,408,179
	$ 4,481,174	$ 1,263,789	$ 31,851	$ 141,602	$ 10,753	$ 5,929,169

LIABILITIES

Liabilities						
Due to others	$ 4,481,174	$ 1,263,789	$ 31,851	$ 141,602	$ 10,753	$ 5,929,169
Total liabilities	$ 4,481,174	$ 1,263,789	$ 31,851	$ 141,602	$ 10,753	$ 5,929,169

Paulding County, Georgia

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
Agency Funds

For the year ending June 30, 2010

	June 30, 2009	Additions	Deductions	Eliminations	June 30, 2010
Tax Commissioner					
ASSETS					
Cash	$ 419,189	$ 130,520,834	$ 129,559,715	$ 307,313	$ 1,072,995
Taxes Receivable (Net)	3,793,607	-	385,428	-	3,408,179
Total Assets	$ 4,212,796	$ 130,520,834	$ 129,945,143	$ 307,313	$ 4,481,174
LIABILITIES					
Due to Others	$ 4,212,796	$ 130,520,834	$ 129,945,143	$ 307,313	$ 4,481,174
Total Liabilities	$ 4,212,796	$ 130,520,834	$ 129,945,143	$ 307,313	$ 4,481,174
Clerk of Superior Court					
ASSETS					
Cash	$ 2,318,450	$ 4,819,643	$ 5,652,787	$ 221,517	$ 1,263,789
Total Assets	$ 2,318,450	$ 4,819,643	$ 5,652,787	$ 221,517	$ 1,263,789
LIABILITIES					
Due to Others	$ 2,318,450	$ 4,819,643	$ 5,652,787	$ 221,517	$ 1,263,789
Total Liabilities	$ 2,318,450	$ 4,819,643	$ 5,652,787	$ 221,517	$ 1,263,789
Sheriff					
ASSETS					
Cash	$ 169,086	$ 877,650	$ 1,002,486	$ 12,399	$ 31,851
Total Assets	$ 169,086	$ 877,650	$ 1,002,486	$ 12,399	$ 31,851
LIABILITIES					
Due to Others	$ 169,086	$ 877,650	$ 1,002,486	$ 12,399	$ 31,851
Total Liabilities	$ 169,086	$ 877,650	$ 1,002,486	$ 12,399	$ 31,851

Paulding County, Georgia

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
Agency Funds

For the year ending June 30, 2010

	June 30, 2009	Additions	Deductions	Eliminations	June 30, 2010
Probate Judge					
ASSETS					
Cash	$ 145,710	$ 2,128,998	$ 2,007,415	$ 125,691	$ 141,602
Total Assets	$ 145,710	$ 2,128,998	$ 2,007,415	$ 125,691	$ 141,602
LIABILITIES					
Due to Others	$ 145,710	$ 2,128,998	$ 2,007,415	$ 125,691	$ 141,602
Total Liabilities	$ 145,710	$ 2,128,998	$ 2,007,415	$ 125,691	$ 141,602
Court Administration					
ASSETS					
Cash	$ 39,914	$ 645,886	$ 642,982	$ 32,065	$ 10,753
Total Assets	$ 39,914	$ 645,886	$ 642,982	$ -	$ 10,753
LIABILITIES					
Due to Others	$ 39,914	$ 645,886	$ 642,982	$ 32,065	$ 10,753
	$ 39,914	$ 645,886	$ 642,982	$ 32,065	$ 10,753
District Attorney					
ASSETS					
Cash	$ 147,169	$ -	$ 147,169	$ -	$ -
Total Assets	$ 147,169	$ -	$ 147,169	$ -	$ -
LIABILITIES					
Due to Others	$ 147,169	$ -	$ 147,169	$ -	$ -
	$ 147,169	$ -	$ 147,169	$ -	$ -

Paulding County, Georgia

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
Agency Funds

For the year ending June 30, 2010

	June 30, 2009	Additions	Deductions	Eliminations	June 30, 2010
Totals					
ASSETS					
Cash	$ 3,239,518	$ 138,993,011	$ 139,012,554	$ 698,985	$ 2,520,990
Taxes Receivable (net)	3,793,607	-	385,428	-	3,408,179
Total Assets	$ 7,033,125	$ 138,993,011	$ 139,397,982	$ 698,985	$ 5,929,169
LIABILITIES					
Due to Others	$ 7,033,125	$ 138,993,011	$ 139,397,982	$ 698,985	$ 5,929,169
Total Liabilities	$ 7,033,125	$ 138,993,011	$ 139,397,982	$ 698,985	$ 5,929,169

PAULDING COUNTY, GEORGIA
SECTION 5311 - OPERATING ASSISTANCE
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 2010

Revenues	
Federal government	$ 97,270
Paulding County General Fund	118,884
Total Revenues	216,154
Expenditures	
Administrative	
Director salary	17,550
Bookkeeper salary	1,291
Supervisor salary	20,354
Secretary salary	737
Vehicle insurance	4,116
Training	551
Office Supplies	199
Drug and alcohol testing	145
Audit	1,000
Total administrative expenditures	45,943
Operating	
Drivers salaries	109,971
Dispatcher salaries	10,169
Fuel and oil	36,214
Maintenance and repair	19,527
Total operating expenditures	175,881
Total Expenditures	221,824
Deficiency of revenues over expenditures	$ (5,670)

III. Statistical Section
(Unaudited)

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

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Financial Trends
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Revenue Capacity
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Debt Capacity
These schedules present information to help readers assess the affordability of the county's current levels of outstanding debt and the County's ability to issue additional debt in the future. 113

Demographic and Economic Information
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Operating Information
These schedules contain service and infrastructure data to help readers understand how the information in the County's financial report relates to the services the County provides and the activities it performs. 120

Except where noted, the information in these schedules is derived from Paulding County's comprehensive annual financial reports for the relevant year. Paulding County implemented GASB Statement 34 in 2003; schedules presenting Government-wide information included information beginning that year.

Paulding County, Georgia
Net Assets by Component
Last Seven Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2004	2005	2006	2007	2008	2009	2010
Governmental activities							
Invested in capital assets, net of related debt	$ 45,205	$ 54,473	$ 77,908	$ 239,623	$ 269,376	$ 286,905	$ 297,040
Restricted	15,793	12,633	17,220	17,663	24,221	31,811	33,746
Unrestricted	19,468	24,749	21,276	20,858	19,522	18,027	20,674
Total governmental activities net assets	$ 80,466	$ 91,855	$ 116,404	$ 278,144	$ 313,119	$ 336,743	$ 351,460
Business-type activities							
Invested in capital assets, net of related debt	$ 49,185	$ 66,389	$ 76,138	$ 98,506	$ 114,514	$ 121,465	$ 111,120
Restricted	11,370	5,510	9,743	29,199	28,721	19,904	18,497
Unrestricted	526	942	6,716	4,201	521	2,562	6,556
Total business-type activities net assets	$ 61,081	$ 72,841	$ 92,597	$ 131,906	$ 143,756	$ 143,931	$ 136,173
Primary government							
Invested in capital assets, net of related debt	$ 94,390	$ 120,862	$ 154,046	$ 338,129	$ 383,890	$ 408,370	$ 408,160
Restricted	27,163	18,143	26,963	46,862	52,942	51,715	52,243
Unrestricted	19,994	25,691	27,992	25,059	20,043	20,589	27,230
Total primary government net assets	$ 141,547	$ 164,696	$ 209,001	$ 410,050	$ 456,875	$ 480,674	$ 487,633
Restatements	$ 417	$ 998	$ 116,368	$ -	$ -	$ (6,370)	$ -
Total primary government net assets, after restatements	$ 141,964	$ 165,694	$ 325,369	$ 410,050	$ 456,875	$ 474,304	$ 487,633

Paulding County, Georgia
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)

	Fiscal Year						
Expenses	2004	2005	2006	2007	2008	2009	2010
Governmental activities:							
General government	$ 7,831,468	$ 9,062,764	$ 9,343,597	$ 11,096,377	$ 11,875,723	$ 15,134,639	$ 14,098,539
Judicial	3,385,934	4,095,758	4,320,100	4,863,031	5,001,704	5,287,183	5,151,644
Public safety	19,227,416	21,436,109	23,427,824	25,601,124	28,693,906	28,967,134	29,170,128
Public works	8,722,082	9,925,287	9,392,493	16,193,950	17,492,423	17,090,062	18,418,050
Culture and recreation	2,891,694	3,446,722	2,991,162	3,334,112	3,695,956	3,349,656	3,408,073
Health and welfare	1,144,331	803,914	1,501,053	1,557,815	1,933,974	1,811,145	1,914,298
Housing and development	2,159,040	1,996,937	2,254,306	2,679,322	2,651,121	2,233,494	2,835,188
Interest on long term debt	657,092	510,900	418,515	1,004,685	4,075,876	3,915,011	3,685,045
Intergovernmental	-	-	-	-	-	-	4,056,291
Total governmental activities expenses	46,019,057	51,278,391	53,649,050	66,330,416	75,420,683	77,788,324	82,737,257
Business-type activities:							
Water and sewer	11,996,637	13,158,358	14,959,326	17,177,349	18,265,107	20,444,230	22,764,941
DFACS facility lease	180,063	163,367	164,911	159,522	182,939	160,480	149,806
Landfill	637,634	601,953	615,454	710,594	871,377	2,906,377	918,100
Total business-type activities expense	12,814,334	13,923,678	15,739,691	18,047,465	19,319,423	23,511,087	23,832,847
Total primary government expense	$ 58,833,391	$ 65,202,069	$ 69,388,741	$ 84,377,881	$ 94,740,106	$ 101,299,411	$ 106,570,104
Program Revenues							
Governmental activities:							
Charges for services							
General government	$ 1,249,123	$ 2,121,399	$ 1,912,519	$ 2,145,429	$ 2,759,231	$ 3,033,474	$ 2,397,118
Judicial	2,514,056	2,633,915	2,666,957	2,581,006	3,039,953	3,201,439	3,492,115
Public safety	1,757,708	1,813,689	2,258,208	2,349,050	2,317,901	2,312,619	3,502,410
Public works	-	-	-	-	1,061,657	1,021,306	1,069,047
Housing and development	2,614,054	2,643,806	3,152,666	2,833,646	1,377,107	713,609	444,926
Other activities	945,817	1,070,636	1,121,734	1,283,062	340,607	352,270	344,837
Operating grants and contributions	764,889	1,091,666	386,169	713,552	889,127	1,311,103	455,452
Capital grants and contributions	8,245,120	2,422,398	9,406,949	36,593,097	24,208,239	19,614,453	9,599,840
Total governmental activities program revenues	$ 18,090,767	$ 13,797,509	$ 20,905,202	$ 48,498,842	$ 35,993,822	$ 31,560,273	$ 21,305,745

Paulding County, Georgia
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)
(continued)

	Fiscal Year						
General Revenues and Other Changes in Net Assets							
Business-type activities:	2004	2005	2006	2007	2008	2009	2010
Charges for services							
Water and sewer	$ 12,780,375	$ 14,150,803	$ 19,525,966	$ 21,662,705	$ 19,658,416	$ 20,393,240	$ 21,961,696
DFACS facility lease	322,645	322,644	322,644	322,644	332,499	332,499	332,876
Landfill	593,213	606,816	535,276	640,178	644,878	683,249	762,270
Capital grants and contributions	6,159,964	10,812,784	13,206,548	32,825,777	8,608,437	1,331,978	1,731,329
Total business-type activities program revenues	19,856,197	25,893,047	33,590,434	55,451,304	29,244,230	22,740,966	24,788,171
Total primary government program revenues	$ 37,946,964	$ 39,690,556	$ 54,495,636	$ 103,950,146	$ 65,238,052	$ 54,301,239	$ 46,093,916
Net (expense)/revenue							
Governmental activities:	$ (27,928,290)	$ (37,480,882)	$ (32,743,848)	$ (17,831,574)	$ (39,426,861)	$ (46,228,051)	$ (61,431,512)
Business-type activities:	7,041,863	11,969,369	17,850,743	37,403,839	9,924,807	(770,121)	955,324
Total primary government net expense	$ (20,886,427)	$ (25,511,513)	$ (14,893,105)	$ 19,572,265	$ (29,502,054)	$ (46,998,172)	$ (60,476,188)
Governmental activities:							
Taxes							
Property taxes, levied for general purposes	$ 16,261,371	$ 18,263,710	$ 21,023,731	$ 25,979,193	$ 28,159,043	$ 29,311,208	$ 28,174,129
Property taxes, levied for debt service	1,615,925	1,808,657	1,602,183	833,526	2,033,312	2,129,805	6,221,571
Property taxes, levied for fire service	-	-	-	-	7,780,368	8,382,153	7,833,792
Intangible recording tax	1,320,102	1,402,596	1,805,890	1,725,334	1,260,788	961,019	658,540
Local option sales tax	9,848,792	10,716,271	12,761,229	13,442,680	12,978,324	11,523,617	11,624,716
Special local option sales tax	11,307,633	11,920,127	13,014,782	13,828,416	13,344,404	11,745,254	13,506,950
Insurance premium tax	2,867,634	3,102,836	3,322,710	3,472,394	3,651,265	3,740,263	3,686,633
Alcoholic beverage tax	365,502	407,461	445,758	485,651	527,919	620,450	664,404
Cable TV franchise tax	515,871	573,248	642,489	765,247	845,204	944,382	1,016,474
Real estate transfer tax	271,777	294,327	714,825	623,254	280,516	211,081	111,904
Interest earned on investments	254,473	381,469	954,267	2,090,528	3,591,790	781,676	193,453
Miscellaneous	310,921	-	56,444	6,696	-	-	-
Transfers	(50,000)	-	(50,000)	(50,000)	(50,000)	(500,000)	2,455,595
Total governmental activities	44,890,001	48,870,702	56,294,308	63,202,919	74,402,933	69,850,908	76,148,161
Business-type activities	258,625	370,696	907,825	1,904,681	1,924,851	445,117	(2,342,023)
Total primary government	$ 45,148,626	$ 49,241,398	$ 57,202,133	$ 65,107,600	$ 76,327,784	$ 70,296,025	$ 73,806,138
Changes in Net Assets							
Governmental activities	$ 16,961,711	$ 11,389,820	$ 23,550,460	$ 45,371,345	$ 34,976,072	$ 23,622,857	$ 14,716,649
Business-type activities	7,300,488	12,340,065	18,758,568	39,308,520	11,849,658	(325,004)	(1,386,699)
Total primary government	$ 24,262,199	$ 23,729,885	$ 42,309,028	$ 84,679,865	$ 46,825,730	$ 23,297,853	$ 13,329,950

Paulding County, Georgia
Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	$ 461	$ 2,302	$ 870	$ 669	$ 498	$ 867	$ 1,039	$ 1,313	$ 1,073	$ 3,423
Unreserved	9,871	10,335	13,544	16,759	19,327	21,651	22,496	20,099	15,849	16,470
Total general fund	$ 10,332	$ 12,637	$ 14,414	$ 17,428	$ 19,825	$ 22,518	$ 23,535	$ 21,412	$ 16,922	$ 19,893
All other governmental funds										
Reserved	12,324	10,361	$ 13,991	15,317	12,818	17,393	95,313	62,484	35,010	27,858
Unreserved, reported in :										
Special revenue funds	472	536	659	535	3,645	883	1,174	4,474	7,320	9,243
Capital projects funds	4,610	3,576	1,698	1,000	1,304	(2,486)	-	(18,027)	(7,213)	-
Total all other governmental funds	$ 17,406	$ 14,473	$ 16,348	$ 16,852	$ 17,767	$ 15,790	$ 96,487	$ 48,931	$ 35,117	$ 37,101

Paulding County, Georgia
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	29,984,472	35,420,221	39,828,216	44,364,142	48,804,275	55,621,506	61,402,456	71,139,378	69,425,275	73,507,364
Licenses and permits	1,477,961	1,531,541	1,475,535	1,755,005	1,615,642	1,770,807	1,684,058	827,043	418,666	314,199
Intergovernmental	843,206	1,020,310	798,405	1,934,291	1,651,988	1,502,209	10,503,875	12,539,098	17,994,489	7,556,746
Charges for services	4,846,186	5,248,005	5,894,457	6,481,638	7,033,626	7,830,328	7,922,743	7,732,736	7,507,272	7,949,596
Fines and forfeitures	454,901	461,091	685,827	844,115	1,037,912	931,095	929,701	1,429,305	1,870,675	2,177,006
Investment earnings	-	-	352,582	254,473	381,469	954,266	2,056,682	3,591,789	781,674	193,451
Contributions and donations	-	-	5,150	4,296	332,477	38,527	48,479	1,253,773	881,872	469,124
Miscellaneous	1,368,316	1,454,401	173,240	306,625	292,751	226,527	320,787	525,657	442,094	544,246
Total revenues	38,975,042	45,135,569	49,213,412	55,944,585	61,150,140	68,875,265	84,868,781	99,038,779	99,322,017	92,711,732
Expenditures										
General government	5,194,692	6,331,314	6,850,243	7,879,378	8,563,229	8,702,356	10,774,513	11,285,677	11,081,126	11,207,834
Judicial	2,233,088	2,582,172	3,101,031	3,375,646	3,795,098	4,131,459	4,677,542	4,850,252	5,171,580	5,045,118
Public Safety	12,810,667	14,929,329	16,355,982	18,455,258	21,994,854	21,964,695	24,469,922	27,502,036	27,550,200	27,534,354
Public works	5,480,810	6,524,657	6,851,371	7,902,063	10,318,124	9,051,348	12,569,722	12,284,573	11,454,071	12,479,067
Health and welfare	937,748	953,526	1,108,787	1,109,308	1,032,710	1,003,547	1,116,516	1,420,336	1,745,749	1,858,875
Culture and recreation	2,084,466	2,174,855	2,506,775	2,543,922	3,841,978	2,969,136	3,315,581	3,683,992	2,837,411	2,820,172
Housing and development	1,282,680	1,321,043	1,535,267	2,041,402	1,864,774	2,235,320	2,699,848	3,446,918	3,040,188	2,073,949
Capital outlay	9,876,076	8,096,408	4,393,118	6,264,550	3,633,531	16,542,982	24,834,462	78,418,236	47,761,495	19,150,903
Debt service										
Principal	1,419,303	1,865,826	1,965,959	2,082,434	2,274,315	1,077,163	700,000	1,935,000	2,450,000	2,545,000
Interest	1,035,640	972,964	868,299	722,878	520,215	430,496	405,656	3,181,795	4,034,357	3,860,850
Issuance costs	-	-	-	-	-	-	1,107,269	-	-	138,064
Intergovernmental					-	-	-	-	-	1,350,696
Total expenditures	42,355,170	45,752,094	45,536,832	52,376,839	57,838,828	68,108,502	86,671,031	148,008,815	117,126,177	90,064,882
Excess of revenues over (under) expenditures	(3,380,128)	(616,525)	3,676,580	3,567,746	3,311,312	766,763	(1,802,250)	(48,970,036)	(17,804,160)	2,646,850
Other financing sources (uses)										
Transfers in	2,325,000	2,265,000	2,540,529	145,500	3,555,500	3,925,600	3,738,506	7,860,275	6,960,000	4,990,595
Transfers out	(2,375,000)	(2,315,000)	(2,565,529)	(195,500)	(3,555,500)	(3,975,600)	(3,788,506)	(6,172,500)	(7,460,000)	(2,535,000)
Refunding bonds issued	-	-	-	5,029,800	-	-	-	-	-	5,129,938
Bonds issued	7,500,000	-	-	-	-	-	79,885,000	-	-	-
Premium on bonds issued	-	-	-	-	-	-	3,681,868	-	-	-
Payments to refunded bond escrow agent	-	-	-	(5,029,800)	-	-	-	-	-	(5,276,874)
Capital leases	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	7,450,000	(50,000)	(25,000)	(50,000)	-	(50,000)	83,516,868	1,687,775	(500,000)	2,308,659
Residual Equity Transfer	522,940	-	-	-	-	-	-	-	-	-
Beginning fund balance **	-	37,621	-	-	-	-	-	-	-	-
Net change in fund balances	4,592,812	(628,904)	3,651,580	3,517,746	3,311,312	716,763	81,714,618	(47,282,261)	(18,304,160)	4,955,509
Debt service as a percentage of noncapital expenditures	7.66%	7.78%	6.98%	6.18%	5.67%	2.99%	3.70%	7.47%	10.31%	10.38%

** Included an additional special revenue fund with a beginning fund balance of $37,621.
Included amounts paid to the cities as in intergovernmental expense.

Paulding County, Georgia
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands)

Digest Year	Real Property	Privately Owned Public Utilities	Personal and Business	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
2000	1,281,594	42,501	262,286	1,585,381	7.40	3,963,453
2001	1,367,336	44,395	357,251	1,768,982	7.35	4,422,455
2002	1,902,720	43,840	302,562	2,249,122	7.10	5,622,805
2003	2,179,273	50,409	306,226	2,535,908	7.10	6,339,770
2004	2,192,982	53,121	600,393	2,846,496	7.10	7,116,240
2005	2,548,274	55,928	654,582	3,258,784	7.00	8,146,960
2006	3,087,834	63,713	724,521	3,876,067	7.00	9,690,168
2007	3,451,495	69,459	825,885	4,346,839	9.00	10,867,098
2008	3,622,563	78,043	886,331	4,586,937	9.00	11,467,343
2009	3,334,739	81,707	906,124	4,322,570	10.25	10,806,425

Source: Paulding County Tax Assessors

Note: Property in the county is reassessed annually. The County assesses property at approximately 40 percent of actual value.

A regular $2,000 Homestead Exemption is allowed on all owner-occupied homes except for purposes of bond tax levies. A special $4,000 Homestead Exemption (from all State and County ad valorem taxes) is allowed on owner-occupied residences of persons who meet age and income requirements. A special $10,000 Homestead Exemption is allowed on owner-occupied residences of persons who meet age and income requirements. This exemption applies to all Paulding County school ad valorem taxes except to pay interest on and retire bond indebtedness. Other special exemptions apply as to school ad valorem taxes based on age and income levels which entitle the taxpayer to credits of 50% to 100% of the tax due.

Paulding County, Georgia
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

	Paulding County					Overlapping Rates						
						Board of Education						
Digest Year	Operating Millage Incorporated	Operating Millage Unincorporated	Debt Service Millage	Fire Tax Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	State of Georgia	City of Dallas	City of Hiram	Total Direct & Overlapping Rates
2000	6.75	6.75	0.65	0.00	7.40	16.40	2.40	18.80	0.25	2.38	-	28.83
2001	6.702	6.70	0.65	0.00	7.35	18.90	1.40	20.30	0.25	2.00	-	29.90
2002	6.50	6.50	0.60	0.00	7.10	17.29	1.18	18.47	0.25	2.00	-	27.82
2003	6.50	6.50	0.60	0.00	7.10	16.41	1.12	17.53	0.25	3.00	-	27.88
2004	6.50	6.50	0.60	0.00	7.10	16.41	1.12	17.53	0.25	3.19	-	28.07
2005	6.50	6.50	0.50	0.00	7.00	16.41	1.12	17.53	0.25	3.14	-	27.92
2006	6.80	6.80	0.20	0.00	7.00	16.41	0.56	16.97	0.25	3.79	-	28.01
2007	6.50	6.50	0.50	2.00	9.00	18.91	2.08	20.99	0.25	3.79	-	34.03
2008	6.50	6.50	0.50	2.00	9.00	18.91	2.96	21.87	0.25	3.79	-	34.91
2009	6.65	6.65	1.60	2.00	10.25	18.91	2.96	21.87	0.25	3.79	-	36.16

Source: Paulding County Board of Commissioners Minutes

Paulding County, Georgia
Principal Property Taxpayers
Current Year and Nine Years Ago
June 30, 2010

	2010			2001		
Taxpayer	Taxes Levied	Rank	Percentage of Total Tax Levy	Taxes Levied	Rank	Percentage of Total Tax Levy
Greystone Power	778,976	1	1.88%	285,115	1	0.79%
City of Atlanta	584,124	3	1.51%	147,839	7	0.41%
Jones Co. Ltd.	635,859	2	1.64%	262,145	2	0.74%
Temco Associates	$ 429,659	4	1.11%			
DDRTC Hiram Pavilion	402,238	6	1.04%			
BellSouth	314,889	8	0.81%			
Wachovia	265,285	7	0.68%			
Norfolk Southern	296,977	9	0.77%	133,058	9	0.37%
Georgia Transmission	418,981	5	1.08%			
U.S. Dept. of Housing and Development	263,002	10	0.68%			
Wal-Mart				189,688	4	0.53%
IRT Property Company				145,767	8	0.41%
Inland Container				201,666	3	0.56%
Atlanta Gas Light				155,777	5	0.44%
Georgia Power Company				142,120	6	0.43%

Source: Paulding County Tax Commissioner

Paulding County, Georgia
Property Tax Levies and Collectious
Last Ten Years

Fiscal Year Ending June 30,	Total Tax Levy	Current Tax Collection	Percent of Levy Collected	Collections in Subsequent Years	Total Tax Collections	Total Collections as Percent of Current Levy
2001	9,956,939	9,825,877	98.68%	128,837	9,954,714	99.98%
2002	11,096,179	10,571,129	95.27%	519,077	11,090,206	99.95%
2003	13,720,440	13,686,074	99.75%	26,876	13,712,950	99.95%
2004	15,535,300	15,522,199	99.92%	13,101	15,535,300	100.00%
2005	17,430,040	17,040,577	97.77%	389,463	17,430,040	100.00%
2006	19,306,000	19,505,130	101.03%	725,158	20,230,288	104.79%
2007	24,891,000	24,205,505	97.25%	649,495	24,855,000	99.86%
2008	36,780,000	34,836,405	94.72%	926,346	35,762,751	97.23%
2009	38,747,703	36,369,822	93.86%	796,316	37,166,138	95.92%
2010	37,490,235	35,775,796	95.43%	-	35,775,796	95.43%

In 2006 the percent of levy collected is more than 100% because of the collection of taxes that were not on the digest.

Source: Paulding County Tax Commissioner

Paulding County, Georgia
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities		Business-Type Activities					
Fiscal Year	Obligation Bonds	Installment Note	Revenue Bonds	Loans Payable	Installment Note	Total Primary Government	Percentage of Personal Income	Per Capita
2001	12,380,000	6,505,697	33,755,000	1,298,315	-	53,939,012	2.53%	607
2002	11,910,000	5,109,871	32,760,000	1,191,871	2,453,950	53,425,692	2.41%	567
2003	11,420,000	3,633,912	31,725,000	1,078,879	2,305,873	50,163,664	2.13%	501
2004	11,020,000	2,071,478	30,645,000	958,937	2,151,923	46,847,338	1.90%	442
2005	10,400,000	417,163	43,200,000	831,616	1,991,867	56,840,646	2.15%	499
2006	9,740,000	-	41,555,000	713,015	1,825,465	53,833,480	1.89%	445
2007	88,925,000	-	39,785,000	570,605	1,670,037	130,950,642	4.56%	1,044
2008	86,990,000	-	37,930,000	419,435	1,537,266	126,876,701	4.41%	992
2009	84,540,000	-	51,730,000	258,966	1,396,653	137,925,619	3.51%	1,036
2010	81,780,000	-	48,455,000	6,829,724	1,248,440	138,313,164	3.12%	1,012

Paulding County, Government
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Population	Assessed Value (thousands)	Gross Bonded Debt	Debt Service Fund Balance	Net Bonded Debt	Ratio of net bonded Debt to Assessed Value	Net Bonded Debt per Capita
2001	88,798	1,585,381	12,380,000	95,377	12,284,623	0.77%	138.34
2002	94,184	1,768,982	11,910,000	180,821	11,729,179	0.66%	124.53
2003	100,071	2,249,122	11,420,000	493,971	10,926,029	0.49%	109.18
2004	106,075	2,535,908	11,020,000	1,043,272	9,976,728	0.39%	94.05
2005	113,807	2,846,496	10,400,000	1,796,736	8,603,264	0.30%	75.60
2006	120,841	3,258,784	9,740,000	2,469,702	7,270,298	0.22%	60.16
2007	125,351	3,876,067	88,925,000	2,472,717	86,452,283	2.23%	689.68
2008	127,906	4,346,839	86,990,000	1,285,973	85,704,027	1.97%	670.05
2009	133,135	4,586,937	84,540,000	1,275,280	83,264,720	1.82%	625.42
2010	136,655	4,322,570	81,780,000	1,059,728	80,720,272	1.87%	590.69

Paulding County, Georgia
Direct and Overlapping Governmental Activities Debt
As of June 30, 2010

Governmental Unit	Debt Outstanding	Estimated* Percentage Applicable	Estimated Share of Overlapping Debt
Direct:			
General Obligation Bonds	81,780,000	100%	84,540,000
Water and Sewer Revenue Bonds	48,455,000	100%	48,455,000
Intergovernmental Contract	8,475,000	100%	8,475,000
GEFA Loans	784,724	100%	784,724
Total Direct	139,494,724		142,254,724
Overlapping:			
Paulding County School District:			
General Obligation Bonds	158,750,000	90%	142,875,000
Capital Leases	1,480,452	90%	1,332,407
City of Dallas			
GEFA Loans	4,625,761	6%	277,546
Total Overlapping:	164,856,213		144,484,953
Total Direct and Overlapping	304,350,937		$ 286,739,677

* Estimated percentage applicable is calculated based on assessed property value.

Paulding County, Georgia
Legal Debt Margin Information
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Assessed Value of Property	$ 1,585,380,958	$ 1,768,982,297	$ 2,249,122,484	$ 2,535,908,102	$ 2,846,496,068	$ 3,258,783,875	$ 3,876,066,965	$ 4,346,838,804	$ 4,586,936,931	$ 4,322,569,651
Less: Special Homestead Exemption	(110,279,402)	(71,431,979)	(92,282,542)	(92,527,953)	(111,461,844)	(144,164,352)	(188,576,783)	(201,769,303)	(219,424,316)	(220,206,684)
Exempt of all County Taxes and Freeport	-	-	-	-	-	-	-	-	-	-
Assessed Value for Bond Purposes	$ 1,475,101,556	$ 1,697,550,318	$ 2,156,839,942	$ 2,443,380,149	$ 2,735,034,224	$ 3,114,619,523	$ 3,687,490,182	$ 4,145,069,501	$ 4,367,512,615	$ 4,102,362,967
Debt Limit - 10% of Assessed Value	$ 147,510,156	$ 169,755,032	$ 215,683,994	$ 244,338,015	$ 273,503,422	$ 311,461,952	$ 368,749,018	$ 414,506,950	$ 436,751,262	$ 410,236,297
Amount of Debt Applicable to Debt Limit:										
Total Long-Term Debt	$ 12,380,000	$ 11,910,000	$ 11,420,000	$ 11,020,000	$ 10,400,000	$ 9,740,000	$ 88,925,000	$ 86,990,000	$ 84,540,000	$ 81,780,000
Less: Available in Debt Service Fund	(95,377)	(180,821)	(493,971)	(1,043,272)	(1,796,736)	(2,469,702)	(2,472,717)	(1,285,973)	(1,275,280)	(1,059,728)
Total Amount Applicable to Debt Limit	$ 12,284,623	$ 11,729,179	$ 10,926,029	$ 9,976,728	$ 8,603,264	$ 7,270,298	$ 86,452,283	$ 85,704,027	$ 83,264,720	$ 80,720,272
Legal Debt Margin	$ 135,225,533	$ 158,025,853	$ 204,757,965	$ 234,361,287	$ 264,900,158	$ 304,191,654	$ 282,296,735	$ 328,802,923	$ 353,486,542	$ 329,516,025
Total net debt applicable to the limit as a percentage of debt limit	8.33%	6.91%	5.07%	4.08%	3.15%	2.33%	23.44%	20.68%	19.06%	19.68%

NOTE:

The Constitutional debt limit for direct general obligation tax bonds which may be issued by the Commissioners of Paulding County is 10% of the assessed valuation of taxable property within the County.

Paulding County, Georgia
Revenue Bond Coverage
Water and Sewer Department
Last Ten Fiscal Years

Fiscal Year	Operating Revenues	Operating Expenses (1)	Net Revenue Available for Debt Services	Debt Service Requirements (2) Principal	Interest	Total	Coverage
2001	9,634,073	5,942,292	3,691,781	960,000	1,707,604	2,667,604	1.38
2002	10,529,321	6,294,940	4,234,381	995,000	1,669,766	2,664,766	1.59
2003	11,231,266	7,541,560	3,689,706	1,035,000	1,628,999	2,663,999	1.39
2004	11,973,739	7,989,085	3,984,654	1,120,000	1,585,307	2,705,307	1.47
2005	13,256,863	8,560,396	4,696,467	1,120,000	1,790,746	2,910,746	1.61
2006	17,790,621	10,261,848	7,528,773	1,645,000	1,989,618	3,634,618	2.07
2007	20,180,090	11,780,024	8,400,066	1,770,000	1,961,707	3,731,707	2.25
2008	19,002,271	12,222,465	6,779,806	1,855,000	1,909,311	3,764,311	1.80
2009	20,304,005	13,727,385	6,576,620	1,940,000	1,997,191	3,937,191	1.67
2010	21,814,247	15,276,639	6,537,608	2,340,000	1,751,813	4,091,813	1.60

(1) Total operating expenses exclusive of depreciation.
(2) Includes principal and interest of revenue bonds only. It does not include the GEFA loans reported in the Water and Sewer Department.

Paulding County, Georgia
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (amounts expressed in thousands)	Per Capita Income (2)	Unemployment Rate (3)
2001	88,798	2,132,040	24,010	2.5%
2002	94,184	2,213,512	23,502	3.6%
2003	100,071	2,351,869	23,502	4.1%
2004	106,075	2,459,985	23,191	3.5%
2005	113,807	2,639,298	23,191	3.6%
2006	120,841	2,844,114	23,536	4.0%
2007	125,351	2,870,413	22,899	4.0%
2008	127,906	2,877,118	22,494	6.3%
2009	133,135	3,932,675	29,539	10.7%
2010	136,655	4,428,032	32,403	10.8%

(1) Source: U. S. Census Bureau estimate

(2) Source: Bureau of Economic Accounts

(3) Source: Georgia Department of Labor

Paudling County, Georgia
Principal Employers
Current Year and Nine Years Ago

	2010			2001		
Employer	Employees	Rank	Percentage of Paulding County Employment	Employees	Rank	Percentage of Paulding County Employment
Paulding County Board of Education	3808	1	5.72%	1300	1	3.74%
Paulding County Government	777	2	1.17%	300	4	0.86%
Wal-mart Associates Inc.	715	3	1.07%	500	2	1.44%
WellStar Health System Inc	469	5	0.70%	350	3	1.01%
Home Depot	150	9	0.23%	130	6	0.37%
Metromont Prestress Company	162	7	0.24%			
Target Corporation	160	8	0.24%			
Jim-N-Nicks	78	10	0.12%			
Shaw Industries				219	5	0.63%
Kroger	671	4	1.01%			
BellSouth Telecommunications				115	7	0.33%
Aiken Grading				90	8	0.26%
Publix Super Markets	175	6	0.26%	88	9	0.25%
Winn Dixie				75	10	0.22%

Source: Georgia Department of Labor

Paulding County, Georgia
Full-time Equivalent Paulding County Employees by Function
Last Ten Fiscal Years

	Full-time Equivalent Employees as of June 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Function										
General Government	58	66	66	69	78	82	85	84	81	77
Judicial	41	46	43	49	45	47	71	70	70	64
Public Safety	41	47	47	52	60	61	61	54	44	47
Firefighters	39	45	52	61	69	75	81	85	112	118
Sheriff	180	198	193	209	230	240	269	268	269	278
Public Works	75	77	77	80	87	94	96	94	88	88
Department of Transportation	52	53	53	58	59	61	64	61	59	53
Health and welfare	9	10	10	11	9	9	8	8	8	8
Culture and recreation	33	35	35	37	36	37	38	39	34	34
Housing and development	23	23	23	23	26	28	25	25	12	13
Total	551	601	593	646	681	734	798	788	777	780

Source: Paulding County Finance Department - Budget Documents

Paulding County, Georgia
Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Function										
Public Safety										
Animal Control cases	4,489	4,677	5,890	6,108	5,810	5,866	7,801	6,513	5,898	5,232
Emergency 911 ** call volume	150,259	185,010	236,877	275,497	111,065 *	140,673	188,029	203,401	228,760	218,627
Marshall call volume	1,369	2,378	3,216	1,123	999	1,272	1,190	986	1,094	831
Fire call volume	6,372	6,764	7,344	8,045	8,907	8,659	9,001	9,140	9,297	9,799
Sheriff call volume	31,146	37,720	41,342	52,334	44,621	46,233	58,054	73,221	71,054	71,925
Health and welfare										
Senior Programs	679	791	1,003	1,110	1,213	1,265	1,485	1,400	1,092	1,100
Transit Trips	2,902	6,547	9,254	28,658	34,622	38,680	29,470	39,745	42,809	43,450
Meals on Wheels	n/a	n/a	n/a	n/a	n/a	3,828	18,571	19,620	29,107	29,220
Culture and recreation										
Recreation programs	58	60	61	64	79	98	110	103	165	115
Housing and development										
Permits issued	2,623	2,809	2,311	3,252	3,714	3,479	2,173	1,591	666	741

* In 2005 a hardware failure with the Bellsouth line logger caused permanent loss of call volume.
Information is not available for 1997 through 1999 because of a software conversion.
n/a Information is not available.

Paulding County, Georgia
Capital Asset Statistics by Function
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2009	2010
Function										
Buildings	49	49	50	50	51	51	51	51	52	52
Public Safety										
Fire stations	9	9	10	10	10	10	10	10	11	12
Culture and recreation										
Acreage	650	650	650	650	832	923.4	1014.8	1106.2	1197.6	1289
Parks	8	8	8	8	10	11	11	11	11	11