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**UPSON COUNTY,  
GEORGIA**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

**For the Year Ended  
December 31, 2012**

**PREPARED BY:  
FINANCE OFFICE**

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**UPSON COUNTY, GEORGIA**  
**Comprehensive Annual Financial Report**  
**For the Year Ended December 31, 2012**

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**UPSON COUNTY, GEORGIA**  
**Comprehensive Annual Financial Report**  
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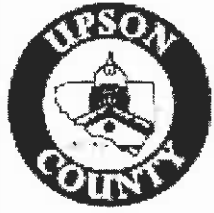
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**AUDITOR'S REPORT -  
REPORT OF INDEPENDENT  
CERTIFIED PUBLIC ACCOUNTANTS**



**UPSON COUNTY BOARD OF COMMISSIONERS**  
**106 EAST LEE STREET, SUITE 110**  
**THOMASTON, GA 30286**  
**(706) 647-7012**

**Rusty Blackston - Chairman**  
**Lorenzo Wilder - District 1**  
**Steve Hudson - District 2**  
**Ralph Ellington - District 3**  
**Frank Spraggins - District 4**

June 15, 2013

Honorable Members of the Upson County Board of Commissioners  
and the Citizens of Upson County, Georgia:

State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements based on accounting principles generally accepted accounting principles generally accepted in the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Upson County, Georgia for the year ended December 31, 2012.

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

Upson County's financial statements have been audited by Driver & Adams, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Upson County, Georgia for the year ended December 31, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principals used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Upson County's financial statements for the year ended December 31, 2012, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

## **Profile of the Government**

Upson County, Georgia, (incorporated in 1824, is located in west central Georgia, approximately 68 miles south of Atlanta, and serves a population of approximately 27,000 . Upson County is an area approximately 333 square miles, ranked 84<sup>th</sup> in size among Georgia's 159 counties. Upson County is empowered to levy a property tax on both real and personal properties located within its boundaries.

The governing body (Upson County Board of Commissioners) of the County is responsible, among other things, for passing ordinances, adopting the budget, appointing department heads, making appointments to agencies and authorities within the county, and hiring both the county attorney and county auditor. The Commission is elected on a non-partisan basis and each serve four-year terms.

The annual budget serves as the foundation for Upson County's financial planning and control. All departments and agencies funded by Upson County are required to submit requests for appropriation to the county's finance department each year. The commission is required to hold public hearings on the proposed budget and to adopt a final budget by no later than December 1, for the fiscal year commencing the following January 1. The appropriated budget is prepared by fund (e.g., general), function (e.g., public works), and department (e.g., engineering). Management is authorized to transfer budget amounts between expenditure character within individual departments. Transfers between departments or revisions which increase total expenditures of a fund must be approved by the County Commission.

## **Factors Affecting Financial Condition**

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

Upson County, Georgia is located in west central Georgia, approximately 68 miles south of Atlanta, 45 miles west of Macon and 57 miles northeast of Columbus. The forever increasing industrial, commercial and residential growth from south of Atlanta together with a new four-lane highway connector from Thomaston to this area, places the County in a very favorable geographic location destined for future growth.

Also underway is the continuing enhancement of our new \$15 million airport facility for our area to serve existing air traffic capabilities for new and existing industry. The new airport became operational during 1994. The airport facility continues to expand due to F.A.A., D.O.T., and local financial efforts to purchase additional adjacent land, and the widening and strengthening of the runway and taxiway to accommodate larger aircraft.

Upson County has completed two S.P.L.O.S.T. construction initiatives. The first S.P.L.O.S.T. totaling \$7,000,000 was used to build a new governmental complex and improve our recreational facilities. The second S.P.L.O.S.T. totaling \$11,960,000 was used to improve and extend sewer lines, improve and renovate our historic courthouse and construct a new county jail facility.

Underway and almost complete is the third \$18,000,000 S.P.L.O.S.T. project. Many useful infrastructure improvements have been made.

Construction has been completed on a new speculative building within our newly acquired industrial park. This building is located in close proximity to our new airport. We expect to receive numerous industrial prospects from this effort, as well as the continued cooperative efforts from the Georgia Department of Industry and Trade.



The County's fourth and current S.P.L.O.S.T. endeavor totals \$16,000,000, and its collections and expenditures are directed toward infrastructure, building improvements, and equipment.

### **Acknowledgments**

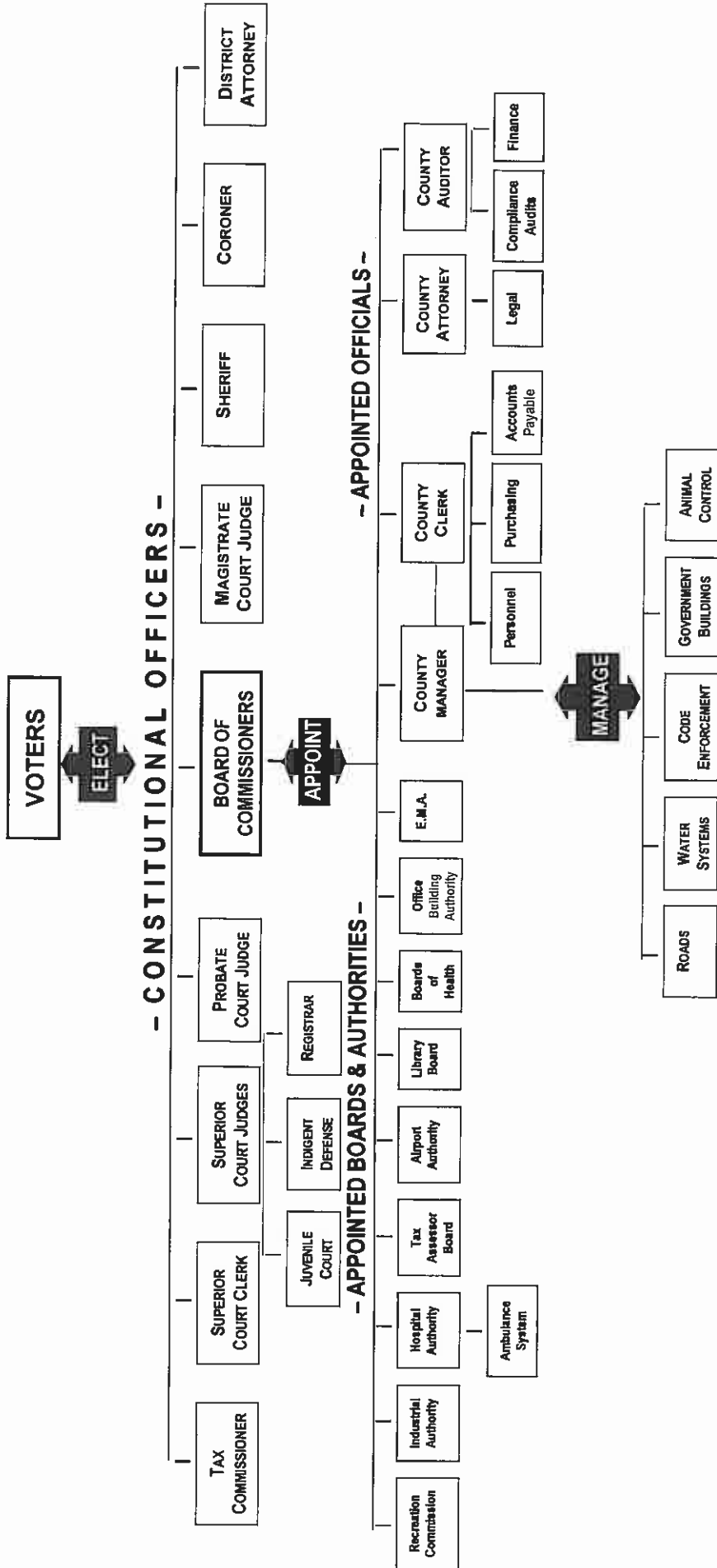
The preparation of this report could not have been accomplished without the efficient and dedicated service of the entire finance office staff. I would like to express my appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit must also be given to the Upson County Board of Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of Upson County, Georgia's finances.

Respectfully submitted,



Jim Wheelless  
County Manager

# UPSON COUNTY, GEORGIA ORGANIZATIONAL CHART



UPSON COUNTY, GEORGIA  
List of Elected and Appointed Officials  
December 31, 2010

Elected Officials

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**BOARD OF COMMISSIONERS**

Maurice Raines, Chairman

Steve Hudson

Rusty Blackston

Frank Spraggins

Sandra T. Trice

**CONSTITUTIONAL OFFICERS**

Teresa Harper, Clerk of Superior Court

Berry Cook, Tax Commissioner

Don Peacock, Sheriff

Gary Hamby, Probate Court Judge

Danny Bentley, Magistrate Court Judge

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Commissioners  
of Upson County, Georgia  
Thomaston, 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 Upson County, Georgia, as of and for the year ended December 31, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Upson County Department of Health, a non-major component unit. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for each of these component units, is based on the report of the other auditors.

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

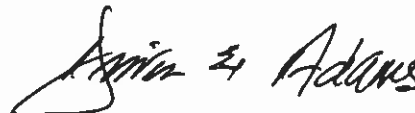
In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Upson County, Georgia as of December 31, 2012, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund and 911 Fund, 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 June 15, 2013 on our consideration of Upson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants, agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis is not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the 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 Upson County, Georgia basic financial statements. The accompanying information identified in the table of contents as the introductory section, supplementary information, and statistical tables is presented for purposes of additional analysis and is not a required part of the basic financial statements of Upson County, Georgia. The combining and individual nonmajor fund financial statements and schedules, the budgetary comparison schedules, the schedule of projects constructed with special sales tax proceeds have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section, supplementary information, and statistical section 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.

June 15, 2012



**MANAGEMENT'S DISCUSSION  
AND ANALYSIS**

## Management's Discussion and Analysis

As management of Upson County, Georgia, we offer readers of the County's financial statement this narrative overview and analysis of the financial activities of the County for the year ended December 31, 2012. 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 1-3 of this report.

### Financial Highlights

- The assets of the County exceeded its liabilities as of December 31, 2012, by \$ 39,731,473 (net assets).
- The government's total net assets decreased by \$ 3,048,744 for year 2012.
- As of December 31, 2012, the County's governmental funds reported combined ending fund balances of \$ 4,516,263, a decrease of \$ 3,697,395 from prior year fund balances. Approximately 54% or \$ 2,458,461 of this total amount is available at the County's discretion (unassigned fund balance).
- At December 31, 2012, unassigned fund balance of the General Fund decreased by \$ 955,636 to \$ 2,458,461 or 17% of total General Fund expenditures.
- Upson County's total long-term debt increased by \$ 1,208,675 during year 2012. The main components of this increase was a \$ 167,238 principal payment on existing G.E.F.A. loans, principal payments on capital leases totaling \$ 132,811, and additional G.E.F.A loan proceeds of \$ 1,450,724.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The 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.

The statements within the first component are government-wide financial statements that provide both long-term and short-term information about the County's overall financial status in a manner similar to a private-sector business.

The statements within the second component are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances. These two statements are the 1) statement of net assets and 2) statement of activities.

The *statement of net assets* presents information on all of the County's assets and liabilities, with the difference between the two reported as *net assets*. 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 the government'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., uncollected taxes).

Both government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, health and welfare, and culture and recreation. The business-type activities are the Northside, Sunset and Lincoln Park Water Systems.

The government-wide financial statements include not only Upson County government itself (known as the primary government), but also the component units of Upson County. Financial information for the component units is reported separately from the financial information presented for the primary government itself. The Thomaston-Upson County Airport Authority, the Thomaston-Upson County Recreation Commission, and Industrial Development Authority are considered major component units and, as such, are presented in separate columns while data for the remaining two non-major component units are combined into a single aggregated presentation. Additional information for all non-major component units can be found in the combining statements on pages 85-86 of this report.

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

**Fund financial statements.** The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide 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. Upson 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 Upson County can be divided into three (3) categories: 1) governmental funds, 2) proprietary funds, and 3) fiduciary funds.

**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 spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government'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 government'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*.

Upson County maintains five (5) 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 911 Fund and 2005 S.P.L.O.S.T. Capital Projects Fund and are considered to be major funds. Data from the other two (2) 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 both combining statements and individual fund statements elsewhere in this report.

The County adopts an annual appropriated budget for its general fund, special revenue funds and capital projects. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 18-24 of this report.

**Proprietary funds.** The County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses an enterprise fund to account for the County Water Districts.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Northside, Sunset and Lincoln Park Water Districts.

The basic proprietary fund financial statements can be found on pages 25-27 of this report.

**Fiduciary funds.** Fiduciary fund statements provide information about the financial relationships such as the pension plan for Upson County employees, in which the County acts solely as a trustee or agent for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Individual fund data for the fiduciary funds is provided in the form of both combining statements and individual fund statements elsewhere in this report.

**Notes to the financial statements.** The notes to the financial statements 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 can be found on pages 30 through 53 of this report.



## Government-wide Financial Analysis

Net assets may serve over time as a useful indicator of a government's financial position. In the case of Upson County, assets exceeded liabilities by \$ 39,731,473 at the close of the most recent fiscal year.

By far the largest portion of the County's net assets reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, and vehicles); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Upson 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.

### Upson County, Georgia's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 4,644,681	\$ 8,422,243	\$ 821,862	\$ 779,891	\$ 5,466,543	\$ 9,202,134
Capital assets	<u>33,499,867</u>	<u>33,030,355</u>	<u>6,446,435</u>	<u>5,167,930</u>	<u>39,493,454</u>	<u>38,198,285</u>
Total assets	<u>\$ 38,144,548</u>	<u>\$ 41,452,598</u>	<u>\$ 7,268,297</u>	<u>\$ 5,947,821</u>	<u>\$ 44,959,997</u>	<u>\$ 47,400,419</u>
<u>Liabilities:</u>						
Other liabilities	\$ 314,674	\$ 341,398	\$ 304,616	\$ 185,047	619,290	\$ 526,444
Long term liabilities	<u>201,022</u>	<u>387,276</u>	<u>4,861,060</u>	<u>3,706,481</u>	<u>5,120,082</u>	<u>4,093,757</u>
Total liabilities	<u>\$ 515,696</u>	<u>\$ 728,674</u>	<u>\$ 5,165,676</u>	<u>\$ 3,891,528</u>	<u>\$ 5,739,372</u>	<u>\$ 4,620,202</u>
<u>Net assets:</u>						
Invested in capital assets, net of related debt	\$ 33,112,589	\$ 32,510,266	\$ 1,410,945	\$ 1,415,928	\$ 34,523,534	\$ 33,926,194
Nonspendable	8,865	8,865	-	-	8,865	8,865
Restricted	2,048,937	4,790,696	-	-	2,048,937	4,790,696
Assigned	-	-	691,676	640,365	691,676	640,365
Unassigned	<u>2,458,461</u>	<u>3,414,097</u>	<u>-</u>	<u>-</u>	<u>2,458,461</u>	<u>3,414,097</u>
Total net assets	<u>\$ 37,628,852</u>	<u>\$ 40,723,924</u>	<u>\$ 2,102,621</u>	<u>\$ 2,056,293</u>	<u>\$ 39,731,473</u>	<u>\$ 42,780,217</u>

## Upson County, Georgia's Changes in Net Assets

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 2,085,805	\$ 2,346,043	\$ 1,040,855	\$ 1,089,790	\$ 3,126,660	\$ 3,435,833
Operating grants & contributions	97,857	53,727	-	-	97,857	53,727
Capital grants & contributions	483,278	841	-	-	<u>483,278</u>	841
<b>General Revenues:</b>						
Property Taxes	4,862,876	8,816,472	-	-	4,862,876	8,816,472
Other Taxes	6,071,675	4,725,906	-	-	6,071,675	4,725,906
Interest	2,585	1,310	92	131	2,677	1,441
Other	<u>116,097</u>	<u>79,331</u>	<u>-</u>	<u>-</u>	<u>116,097</u>	<u>79,331</u>
<b>Total Revenues</b>	<b><u>\$ 13,720,173</u></b>	<b><u>\$ 16,023,630</u></b>	<b><u>\$ 1,089,921</u></b>	<b><u>\$ 1,089,921</u></b>	<b><u>\$ 14,761,120</u></b>	<b><u>\$ 17,113,551</u></b>
<b>Expenses:</b>						
General government	\$ 7,254,484	\$ 6,666,811	\$ -	\$ -	\$ 7,254,484	\$ 6,666,811
Public safety	4,152,062	3,976,264	-	-	4,152,062	3,976,264
Public works	1,641,349	1,598,385	-	-	1,641,349	1,598,385
Health and welfare	1,222,322	1,296,065	-	-	1,222,322	1,296,065
Culture and recreation	207,405	194,307	-	-	207,405	194,307
Intergovernmental	2,255,300	1,435,531	-	-	2,255,300	1,435,531
Interest on debt	82,323	98,631	-	-	82,323	98,631
Water Systems	-	-	<u>994,619</u>	<u>952,021</u>	<u>-</u>	<u>952,021</u>
<b>Total Expenses</b>	<b><u>\$ 16,815,245</u></b>	<b><u>\$ 15,265,994</u></b>	<b><u>\$ 952,021</u></b>	<b><u>\$ 952,021</u></b>	<b><u>\$ 17,809,864</u></b>	<b><u>\$ 16,218,015</u></b>
<b>Increase in net assets</b>	<b><u>\$(3,095,072)</u></b>	<b><u>\$ 757,636</u></b>	<b><u>\$ 46,328</u></b>	<b><u>\$ 137,900</u></b>	<b><u>\$(3,048,744)</u></b>	<b><u>\$ 895,536</u></b>

### **Governmental Activities:**

Property taxes, which taxes are the largest source of revenue for financing governmental activities, decreased by \$ 3,953,596 for the year 2012. Prior year 2011 property tax revenue included collections of delinquent taxes. The property tax millage rate was decreased by 4.95 mills due to a transfer of \$3.4 million from the 2005 SPLOST Capital Projects Fund. This transfer was made possible due to unexpended SPLOST receipts.

### **Business-type activities.**

The County charges fees to customers of the Water System Enterprise Fund for costs of services it provides. These activities increased the County's net assets by \$ 46,328 as compared to an increase of \$ 137,900 in the prior year. The major reason for this decrease was

due to an increase in interest expense associated with GEFA loan debt service that began in 2012.

### **Financial Analysis of the Government's Funds**

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by State law and by bond covenants. The Board of Commissioners establishes other funds to control and manage money for particular purposes (like the purchase or construction on major capital facilities within the County) or to show that it is properly using certain taxes and grants.

**Governmental funds.** Most of the County's basic services are included here, such as public safety, public works, culture and recreation, and general administration. These focus on (1) cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Such information is useful in assessing Upson 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.

As of the end of the current fiscal year, Upson County's governmental funds reported combined ending fund balances of \$ 4,516,263, a decrease of \$ 3,697,395 in comparison with the prior year. Approximately 54 percent of this amount (\$ 2,458,937) constitutes unreserved fund balance which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed to be used for capital outlay or other restricted purposes (\$ 2,057,326).

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$ 2,458,937. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 17 percent of total general fund expenditures.

The fund balance of the County's general fund decreased by \$ 955,636 during the current year due to excess expenditures over revenues for 2012.

**Proprietary funds.** Upson County's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Factors concerning the finances of this fund have been previously discussed with the County's business-type activities.

### **Capital Assets and Debt Administration**

**Capital assets.** Upson County's investment in capital assets for its governmental and business-type activities as of December 31, 2012, amounts to \$ 34,465,534 (net of accumulated depreciation). This investment includes land, buildings and systems, machinery, vehicles and infrastructure.

Information on the County's capital assets can be found in the notes to the financial statements on pages 41-42 of this report.

**Long-term debt.** At the end of the current year, the County had total debt outstanding of \$ 5,422,760, all of which is backed by the full faith and credit of the County. Information on the County's long-term debt can be found in the notes to the financial statements on pages 44-45.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10% of the assessed value of all taxable property (tax digest) within said county. The current

10% of the assessed value of all taxable property (tax digest) within said county. The current debt limitation for Upson County is significantly in excess of the County's outstanding general obligation debt.

Additional information surrounding the County's long-term debt can be found on the comparative schedule of general long-term debt and in the notes to the financial statements on page 87 and on pages 43-46 of this report, respectively.

### **Requests for Information**

This financial report is designed to provide a general overview of Upson County, Georgia'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 information should be addressed to the Office of the County Commissioners, Governmental Complex, 106 East Lee Street, Suite 110, Thomaston, Georgia 30286.

# **BASIC FINANCIAL STATEMENTS**

**UPSON COUNTY, GEORGIA**  
**Statement of Net Assets**  
December 31, 2012

	<b>PRIMARY GOVERNMENT</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b><u>ASSETS:</u></b>			
Cash and cash equivalents	\$ 3,291,114	\$ 650,600	\$ 3,941,714
Receivables (net of allowance for uncollectibles)			
Taxes	1,278,179	-	1,278,179
Accounts	-	80,584	80,584
Grants	-	-	-
Internal Balances	40,770	(40,770)	-
Due from other funds	25,753	-	50,739
Prepaid items	8,865	-	8,865
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	-	131,448	131,448
Capital assets (net of accumulated depreciation)			
Land	2,149,190	381,300	2,530,490
Other capital assets, net of depreciation	<u>31,350,677</u>	<u>6,065,135</u>	<u>37,415,812</u>
Total Assets	<u>\$ 38,144,548</u>	<u>\$7,268,297</u>	<u>\$ 45,412,845</u>
<b><u>LIABILITIES:</u></b>			
Accounts payable	\$ 128,418	\$ 2,479	\$ 130,897
Due to other funds	-	-	-
Liabilities payable from restricted assets	-	127,708	127,708
Noncurrent liabilities:			
Due within one year	186,256	174,429	360,685
Due in more than one year	<u>201,022</u>	<u>4,861,060</u>	<u>5,062,082</u>
Total Liabilities	<u>\$ 515,696</u>	<u>\$5,165,676</u>	<u>\$ 5,681,372</u>
<b><u>NET ASSETS:</u></b>			
Invested in capital assets, net of related debt	\$ 33,112,589	\$1,410,945	\$ 34,523,534
Restricted for capital outlay	1,968,666	-	1,968,666
Restricted for other purposes	80,271	-	80,271
Unrestricted	<u>2,467,326</u>	<u>691,676</u>	<u>3,159,002</u>
<b>TOTAL NET ASSETS</b>	<b><u>\$ 37,628,852</u></b>	<b><u>\$2,102,621</u></b>	<b><u>\$ 39,731,473</u></b>

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

**UPSON COUNTY, GEORGIA**  
**Statement of Net Assets**  
December 31, 2012

**COMPONENT UNITS**

Thomaston-Upson County Airport Authority	Thomaston-Upson County Industrial Development Authority	Thomaston-Upson County Recreation Commission	Non-Major Component Units
\$ 41,057	\$ 650,687	\$ 19,298	\$ 789,993
-	-	-	-
-	-	-	-
-	-	-	37,220
-	-	-	-
50,603	-	903	-
-	-	-	-
-	-	-	-
3,316,133	2,629,366	523,000	173,772
<u>10,919,636</u>	<u>2,969,818</u>	<u>378,301</u>	<u>1,673,445</u>
<u>\$ 14,327,429</u>	<u>\$ 6,249,871</u>	<u>\$ 921,538</u>	<u>\$ 2,674,430</u>
\$ 10,275	\$ -	\$ 6,472	\$ 42,610
19,763	-	-	5,990
-	-	-	-
58,000	206,374	-	21,366
<u>1,588,181</u>	<u>1,831,510</u>	<u>-</u>	<u>42,311</u>
<u>\$ 1,676,219</u>	<u>\$ 2,037,884</u>	<u>\$ 6,472</u>	<u>\$ 112,277</u>
\$ 12,589,588	\$ 3,561,300	\$ 901,301	\$ 1,847,217
-	-	-	-
11,019	-	12,826	-
<u>50,603</u>	<u>650,687</u>	<u>939</u>	<u>714,936</u>
<u>\$ 12,651,210</u>	<u>\$ 4,211,987</u>	<u>\$ 915,066</u>	<u>\$ 2,562,153</u>

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

**UPSON COUNTY, GEORGIA**  
**Statement of Activities**  
December 31, 2012

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Functions/Programs</b>				
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ 7,254,484	\$ 1,517,914	\$ 27,071	\$ 483,278
Public safety	4,152,062	567,891	70,786	-
Public works	1,641,349	-	-	-
Health and welfare	1,222,322	-	-	-
Culture and recreation	207,405	-	-	-
Intergovernmental	2,255,300	-	-	-
Interest on short and long-term debt	82,323	-	-	-
Total governmental activities	<u>\$ 16,815,245</u>	<u>\$ 2,085,805</u>	<u>\$ 97,857</u>	<u>\$ 841</u>
Business-type activities:				
Water Systems	\$ 994,619	\$ 1,040,855	\$ -	\$ -
Total business-type activities	<u>\$ 994,619</u>	<u>\$ 1,040,855</u>	<u>\$ -</u>	<u>\$ -</u>
Total Primary Government	<u>\$ 17,809,864</u>	<u>\$ 3,126,660</u>	<u>\$ 97,857</u>	<u>\$ 841</u>
<b>Component Units:</b>				
Upson County Dept. of Public Health	\$ 1,004,498	\$ 515,210	\$ 436,488	\$ -
Thomaston-Upson County:				
Industrial Development Authority	153,915	7,952	416,050	500
Airport Authority	1,475,730	981,829	84,877	241,066
Recreation Commission	761,679	25,256	684,582	-
Solid Waste Disposal Facility	331,294	-	205,000	-
Total Component Units	<u>\$ 3,727,116</u>	<u>\$ 1,530,247</u>	<u>\$ 1,826,997</u>	<u>\$ 241,566</u>
General revenues:				
Property tax				
Sales tax				
Insurance premium tax				
Beer & wine tax				
Franchise tax				
Intangible tax				
Real estate transfer tax				
Hotel/Motel tax				
Interest revenue				
Miscellaneous				
Total general revenues				
Change in Net Assets				
Net assets - Beginning				
<b>Net assets - Ending</b>				

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



**UPSON COUNTY, GEORGIA**  
**Statement of Activities**  
December 31, 2012

Net (Expense) Revenue and Changes in Net Assets						
Primary Government			Component Units			
Governmental Activities	Business-type Activities	Total	Thomaston- Upson County Airport Authority	Thomaston- Upson County Industrial Development Authority	Thomaston- Upson County Recreation Commission	Total Non-Major Component Units
\$ (5,226,221)	\$ -	\$ (5,226,221)				
(3,513,385)	-	(3,513,385)				
(1,641,349)	-	(1,641,349)				
(1,222,322)	-	(1,222,322)				
(207,405)	-	(207,405)				
(2,255,300)	-	(2,255,300)				
(82,323)	-	(82,323)				
<u>\$ (14,148,305)</u>	<u>\$ -</u>	<u>\$ (14,148,305)</u>				
\$ -	\$ 46,236	\$ 46,236				
\$ -	\$ 46,236	\$ 46,236				
<u>\$ (14,148,305)</u>	<u>\$ 46,236</u>	<u>\$ (14,102,069)</u>				
			\$ -	\$ -	\$ -	\$ (52,800)
			-	-	-	-
			-	-	-	-
			(167,958)	-	-	-
			-	-	(51,841)	-
			-	270,587	-	(126,294)
			<u>\$ (167,958)</u>	<u>\$ 270,587</u>	<u>\$ (51,841)</u>	<u>\$ (179,094)</u>
\$ 4,862,876	\$ -	\$ 4,862,876	\$ -	\$ -	\$ -	\$ -
4,889,905	-	4,889,905	-	-	-	-
787,601	-	787,601	-	-	-	-
147,236	-	147,236	-	-	-	-
126,681	-	126,681	-	-	-	-
55,591	-	55,591	-	-	-	-
62,665	-	62,665	-	-	-	-
1,996	-	1,996	-	-	-	-
2,585	92	2,677	122	710	56	4,208
<u>116,097</u>	<u>-</u>	<u>116,097</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 11,053,233</u>	<u>\$ 92</u>	<u>\$ 11,053,325</u>	<u>\$ 122</u>	<u>\$ 710</u>	<u>\$ 56</u>	<u>\$ 4,208</u>
\$ (3,095,072)	\$ 46,328	\$ (3,048,744)	\$ (167,836)	\$ 271,297	\$ (51,785)	\$ (174,886)
40,723,924	2,056,293	42,780,217	12,819,046	3,940,690	966,851	2,737,039
<u>\$ 37,628,852</u>	<u>\$ 2,102,621</u>	<u>\$ 39,731,473</u>	<u>\$ 12,651,210</u>	<u>\$ 4,211,987</u>	<u>\$ 915,066</u>	<u>\$ 2,562,153</u>

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

**UPSON COUNTY, GEORGIA**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2012**

	<u>General Fund</u>	<u>Capital Projects Fund 2005 SPLOST Projects</u>	<u>Capital Projects Fund 2011 SPLOST Projects</u>	<u>911 Fund</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
<b><u>ASSETS</u></b>						
Cash in banks	\$ 1,190,493	\$ 420,063	\$ 1,548,603	\$ 109,455	\$ 22,500	\$ 3,291,114
Receivables (net of allowance for estimated uncollectibles):						
Taxes	1,278,179	-	-	-	-	1,278,179
Due from 911 Fund	51,684	-	-	-	-	51,684
Due from Enterprise Fund	40,770	-	-	-	-	40,770
Due from Component Units	25,753	-	-	-	-	25,753
Prepaid items	<u>8,865</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,865</u>
 Total Assets	 <u>\$ 2,595,744</u>	 <u>\$ 420,063</u>	 <u>\$ 1,548,603</u>	 <u>\$ 109,455</u>	 <u>\$ 22,500</u>	 <u>\$ 4,696,365</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>						
Liabilities:						
Accounts payable	\$ 128,418	\$ -	\$ -	\$ -	\$ -	\$ 128,418
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,684</u>	<u>-</u>	<u>37,003</u>
Total Liabilities	<u>\$ 128,418</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 51,684</u>	<u>\$ -</u>	<u>\$ 180,102</u>
Fund Balances:						
Restricted:						
Reserved for capital outlay	\$ -	\$ 420,063	\$ 1,548,603	\$ -	\$ -	\$ 1,968,666
Restricted, as reported in Special Revenue funds	-	-	-	57,771	22,500	80,271
Unassigned: General Fund	2,458,461	-	-	-	-	2,458,461
Nonspendable: General Fund	<u>8,865</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,865</u>
 Total Fund Balances	 <u>\$ 2,467,326</u>	 <u>\$ 420,063</u>	 <u>\$ 1,548,603</u>	 <u>\$ 57,771</u>	 <u>\$ 22,500</u>	 <u>\$ 4,516,263</u>
 Total Liabilities and Fund Balances	 <u>\$ 2,595,744</u>	 <u>\$ 420,063</u>	 <u>\$ 1,548,603</u>	 <u>\$ 109,455</u>	 <u>\$ 22,500</u>	 <u>\$ 4,696,365</u>

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

**UPSON COUNTY, GEORGIA**  
**Reconciliation of the Balance Sheet**  
**of Governmental Funds**  
**to the Statement of Net Assets**  
**December 31, 2012**

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Total Fund Equity per Balance Sheet of Governmental Funds	\$ <u>4,516,263</u>
<p>Amounts reported for governmental activities in the Statement of Net Assets differ from amounts reported in the Balance Sheet of Governmental Funds due to the following:</p>	
<b>Capital Assets</b>	
<p>Capital assets used in governmental activities are not financial resources and are not reported in the governmental funds but are reported in the Statement of Net Assets.</p>	
Cost of the assets	\$ 65,131,227
Accumulated depreciation	(31,631,360)
<b>Long-term Liabilities</b>	
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities both current and long-term are reported in the Statement of Net Assets. Long-term liabilities at year-end consist of the following:</p>	
Capital leases payable	<u>(387,278)</u>
Total Adjustments	\$ <u>33,112,589</u>
Total Net Assets of Governmental Activities	\$ <u><u>37,628,852</u></u>

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

**UPSON COUNTY, GEORGIA**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**December 31, 2012**

	<u>General Fund</u>	<u>Capital Projects Fund 2005 SPLOST Projects</u>	<u>Capital Projects Fund 2011 SPLOST Projects</u>	<u>911 Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>						
Taxes:						
General property tax	\$ 4,862,876	\$ -	\$ -	\$ -	\$ -	\$ 4,862,876
Sales tax	1,737,889	-	3,152,016	-	-	4,889,905
Insurance premium tax	787,601	-	-	-	-	787,601
Beer & wine tax	147,236	-	-	-	-	147,236
Franchise tax	126,681	-	-	-	-	126,681
Intangible tax	55,591	-	-	-	-	55,591
Real estate transfer tax	62,665	-	-	-	-	62,665
Hotel / Motel tax	-	-	-	-	1,996	1,996
Licenses and permits	173,491	-	-	-	-	173,491
Intergovernmental:	581,135	-	-	-	-	581,135
Charges for services	878,476	-	-	465,947	-	1,344,423
Fines	557,023	-	-	-	10,868	567,891
Interest earnings	1,190	491	806	85	13	2,585
Other revenues	116,097	-	-	-	-	116,097
<b>Total Revenues</b>	<b>\$ 10,087,951</b>	<b>\$ 491</b>	<b>\$ 3,152,822</b>	<b>\$ 466,032</b>	<b>\$ 12,877</b>	<b>\$ 13,720,173</b>
<b>Expenditures:</b>						
Current:						
General government	\$ 6,809,696	\$ -	\$ -	\$ -	\$ 23,577	\$ 6,833,273
Public safety	3,317,770	-	-	436,992	-	3,754,762
Public works	913,049	-	-	-	-	913,049
Health and welfare	1,188,722	-	-	-	-	1,188,722
Culture and recreation	180,085	-	-	-	-	180,085
Intergovernmental	1,396,439	-	858,861	-	-	2,255,300
Debt service:						
Principal	132,811	-	-	-	-	132,811
Interest	82,323	-	-	-	-	82,323
Capital outlay:						
General government	452,848	-	436,709	-	-	889,556
Public safety	-	10,357	93,999	-	-	104,356
Public works	-	-	430,216	-	-	430,216
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	545,315	107,800	-	-	653,115
<b>Total Expenditures</b>	<b>\$ 14,473,743</b>	<b>\$ 555,672</b>	<b>\$ 1,927,584</b>	<b>\$ 436,992</b>	<b>\$ 23,577</b>	<b>\$ 17,417,568</b>
Excess (Deficiency) of Revenues over (Under) Expenditures	<b>\$ (4,385,792)</b>	<b>\$ (555,181)</b>	<b>\$ 1,225,238</b>	<b>\$ 29,040</b>	<b>\$ (10,700)</b>	<b>\$ (3,697,395)</b>

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

**UPSON COUNTY, GEORGIA**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**December 31, 2012**

	<u>General Fund</u>	<u>Capital Projects Fund 2005 SPLOST Projects</u>	<u>Capital Projects Fund 2011 SPLOST Projects</u>	<u>911 Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Other Financing Sources (Uses):</b>						
Transfer From Capital Projects Fund	\$ 3,430,156	\$ (3,430,156)	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Financing Sources (Uses)	\$ 3,430,156	\$ (3,430,156)	\$ 0	\$ 0	\$ 0	\$ 0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ (955,636)	\$ (3,985,337)	\$ 1,225,238	\$ 29,040	\$ (10,700)	\$ (3,697,395)
Fund balance — Beginning of year	<u>3,422,962</u>	<u>4,405,400</u>	<u>323,365</u>	<u>28,731</u>	<u>33,200</u>	<u>8,213,658</u>
Fund balance — End of year	<u>\$ 2,467,326</u>	<u>\$ 420,064</u>	<u>\$ 1,548,603</u>	<u>\$ 57,771</u>	<u>\$ 22,500</u>	<u>\$ 4,516,263</u>

**UPSON COUNTY, GEORGIA**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes**  
**in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended December 31, 2012**

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Excess (Deficit) of Revenues and Other Financing Sources over (Under) Expenditures and Other Uses per Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances	<u>\$ (3,697,395)</u>
Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the following:	
<b>Capital Assets</b>	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are depreciated over their estimated useful lives and reported as depreciation expense.	
Total capital outlays	\$ 2,077,242
Total depreciation	(1,607,730)
<b>Long-term Debt</b>	
The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the Statement of Net Assets, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of 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. The amounts of the items that make up these differences in the treatment of long-term debt and related items are as follows:	
Debt issued or incurred	(– 0 –)
Principal repayments:	
Paid by governmental funds	<u>132,811</u>
Total Adjustments	<u>\$ 602,323</u>
Change in Net Assets of Governmental Activities	<u>\$ 3,095,072</u>

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

**UPSON COUNTY, GEORGIA**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**- Budget and Actual -**  
**GENERAL FUND AND SPECIAL REVENUE FUND**  
For the Year Ended December 31, 2012

	<b>GENERAL FUND</b>			
	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Taxes	\$ 7,997,000	\$ 7,997,000	\$ 7,780,539	\$ (216,461)
Licenses and permits	160,000	160,000	173,491	13,491
Intergovernmental revenue	516,278	516,278	581,135	64,857
Charges for services	1,240,000	1,240,000	878,476	(361,524)
Fines and forfeitures	672,000	672,000	557,023	(114,977)
Interest earnings	1,800	1,800	1,190	(610)
Miscellaneous	82,700	82,700	116,097	33,397
<b>Total Revenues</b>	<b><u>\$ 10,669,778</u></b>	<b><u>\$ 10,669,778</u></b>	<b><u>\$ 10,087,951</u></b>	<b><u>\$ (581,827)</u></b>
<b>Expenditures:</b>				
Current:				
General government	\$ 6,546,983	\$ 6,546,983	\$ 6,809,696	\$ (262,713)
Public safety	3,107,903	3,107,903	3,317,770	(209,867)
Public works	966,191	966,191	913,049	53,142
Health and welfare	1,270,299	1,270,299	1,188,722	81,577
Culture and recreation	179,806	179,806	180,085	(279)
Intergovernmental	1,281,324	1,281,324	1,396,439	(115,115)
Debt service:				
Principal	133,000	133,000	132,811	189
Interest	100,994	100,994	82,323	18,671
Capital Outlay	483,278	483,278	452,848	30,430
<b>Total Expenditures</b>	<b><u>\$ 14,069,778</u></b>	<b><u>\$ 14,069,778</u></b>	<b><u>\$ 14,473,743</u></b>	<b><u>\$ (403,965)</u></b>
Excess of Revenues over (Under) Expenditures	<u>\$ (3,400,000)</u>	<u>\$ (3,400,000)</u>	<u>\$ (4,385,792)</u>	<u>\$ (985,792)</u>
<b>Other Financing Sources</b>				
Transfer From Capital Project Fund	<u>\$ 3,400,000</u>	<u>\$ 3,400,000</u>	<u>\$ 3,430,156</u>	<u>\$ (30,156)</u>
<b>Total Other Financing Sources</b>	<b><u>\$ 3,400,000</u></b>	<b><u>\$ 3,400,000</u></b>	<b><u>\$ 3,430,156</u></b>	<b><u>\$ (30,156)</u></b>
Net change in fund balance	\$ 0	\$ 0	\$ (955,636)	\$ (955,636)
Fund balances — Beginning of year	<u>3,422,962</u>	<u>3,422,962</u>	<u>3,422,962</u>	<u>0</u>
Fund balances — End of year	<b><u>\$ 3,422,962</u></b>	<b><u>\$ 3,422,962</u></b>	<b><u>\$ 2,467,326</u></b>	<b><u>\$ (955,636)</u></b>

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

**UPSON COUNTY, GEORGIA**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**- Budget and Actual -**  
**GENERAL FUND AND SPECIAL REVENUE FUND**  
For the Year Ended December 31, 2012

<b>9 1 1 F U N D</b>				
	<u>Budget</u>		<u>Actual</u>	<u>VARIANCE</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Licenses and permits	0	0	0	0
Intergovernmental revenue	0	0	0	0
Charges for services	472,276	472,276	465,947	(6,329)
Fines and forfeitures	0	0	0	0
Interest earnings	79	79	85	6
Miscellaneous	0	0	0	0
<b>Total Revenues</b>	<b>\$ 472,355</b>	<b>\$ 472,355</b>	<b>\$ 466,032</b>	<b>\$ (6,323)</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	\$ 0	\$ 0	\$ 0	\$ 0
Public safety	472,276	472,276	436,992	(35,284)
Public works	0	0	0	0
Health and welfare	0	0	0	0
Culture and recreation	0	0	0	0
Intergovernmental	0	0	0	0
<b>Debt service:</b>				
Principal	0	0	0	0
Interest	0	0	0	0
<b>Total Expenditures</b>	<b>\$ 472,276</b>	<b>\$ 472,276</b>	<b>\$ 436,992</b>	<b>\$ (35,284)</b>
Excess of Revenues over (Under) Expenditures	\$ 0	\$ 0	\$ 29,040	\$ 29,040
Fund balances — Beginning of year	28,731	28,731	28,731	0
Fund balances — End of year	<u>\$ 28,731</u>	<u>\$ 28,731</u>	<u>\$ 57,771</u>	<u>\$ 29,040</u>

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



**UPSON COUNTY, GEORGIA**  
**Statement of Net Assets**  
**Proprietary Fund**  
**December 31, 2012**

	Business-type Activities - Enterprise Funds	Business-type Activities - Enterprise Fund
	Water Systems Enterprise Fund	Water Systems Enterprise Fund
<b>ASSETS</b>		
Current Assets:		
Petty Cash	\$ 100	
Cash in banks	650,500	\$ 174,429
Restricted cash - deposits	131,449	40,770
Accounts receivable, net of allowance	80,584	2,479
Total Current Assets	<u>862,633</u>	<u>217,678</u>
Capital assets:		
Water distribution & storage system	\$ 7,893,356	\$ 127,708
Equipment and vehicles	231,969	127,708
Less accumulated depreciation	<u>(1,678,891)</u>	<u>345,386</u>
Total capital assets (net of accumulated depreciation)	<u>6,446,434</u>	<u>4,861,060</u>
Total Assets	<u>\$ 7,309,067</u>	<u>\$ 5,206,446</u>
<b>LIABILITIES</b>		
Current Liabilities		
Current portion of notes payable		
Due to general fund		
Accounts payable		
Total		
Current liabilities payable from restricted assets:		
Customer deposits		
Total current liabilities payable from restricted assets		
Total Current Liabilities		
Noncurrent Liabilities:		
Notes payable		
Total Noncurrent Liabilities		
Total Liabilities		
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt		
Unrestricted		
<b>TOTAL NET ASSETS</b>		

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

**UPSON COUNTY, GEORGIA**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Proprietary Fund**  
**For the year ended December 31, 2011**

<b><u>OPERATING REVENUES:</u></b>	
Charges for sales and services	\$ 1,040,790
Total Operating Revenues	\$ 1,040,790
<b><u>OPERATING EXPENSES:</u></b>	
Administration	651,286
Depreciation	178,855
Total Operating Expenses	\$ 830,141
<b>OPERATING INCOME (LOSS)</b>	<b>\$ 210,649</b>
<b><u>NONOPERATING REVENUES (EXPENSES):</u></b>	
Interest income	92
Interest expenses and fiscal charges	(164,413)
Total Nonoperating Revenues (Expenses)	\$ (164,321)
Change in Net Assets	\$ 46,328
Total Net Assets - Beginning	2,056,293
<b>Total Net Assets - Ending</b>	<b>\$ 2,102,621</b>

<b>Business-type Activities - Enterprise Fund</b>	
<b>Water Systems Enterprise Fund</b>	

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

**UPSON COUNTY, GEORGIA**  
**Statement of Cash Flows**  
**Proprietary Fund**  
For the year ended December 31, 2012

	Business-type Activities - Enterprise Fund	Business-type Activities - Enterprise Funds
	Water Systems Enterprise Fund	Water Systems Enterprise Fund
<b><u>Cash Flows from Operating Activities:</u></b>		
Receipts from customers	\$ 1,024,617	
Payments to employees	(257,780)	
Payments to suppliers	(372,451)	
Net Cash Provided (Used) by Operating Activities	<u>\$ 394,386</u>	\$ 210,649
<b><u>Cash Flows from Capital and Related Financing Activities:</u></b>		
Loan proceeds	\$ 1,450,725	
Principal payments on notes	(167,238)	
Interest and fiscal charges	(164,413)	
Acquisition of capital assets	(1,457,360)	
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>\$ (338,286)</u>	\$ 178,855
<b><u>Cash Flows from Investing Activities:</u></b>		
Interest received	\$ 92	
Net Cash Provided (Used) by Investing Activities	<u>\$ 92</u>	
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 56,192	
Cash and Cash Equivalents - Beginning of Year	725,757	
Cash and Cash Equivalents - End of Year	<u>\$ 781,949</u>	
<b><u>Classified as:</u></b>		
Current assets	\$ 650,500	
Restricted assets	131,449	
Total	<u>\$ 781,949</u>	
<b>Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities:</b>		
Net Operating Income (Loss)		\$ 210,649
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	\$ 178,855	
Changes in Assets and Liabilities:		
(Increase) decrease in receivables	1,858	
Increase (decrease) in payables	(13,778)	
Increase (decrease) in customer deposits	4,439	
Other	12,363	
Total Adjustments	<u>\$ 4,882</u>	
Net Cash Provided (Used) by Operating Activities	<u>\$ 394,386</u>	

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

**UPSON COUNTY, GEORGIA**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**December 31, 2012**

	Employee Pension Trust Fund	Agency Funds
<b><u>ASSETS:</u></b>		
Cash and cash equivalents	\$ 6,223,266	\$ 191,666
Taxes receivable	<u>0</u>	<u>1,278,179</u>
Total Assets	<b><u>\$ 6,223,266</u></b>	<b><u>\$ 1,469,845</u></b>
<b><u>LIABILITIES:</u></b>		
Due to others	\$ <u>0</u>	\$ 1,469,845
Total Liabilities	<u>\$ 0</u>	<u>\$ 1,469,845</u>
<b><u>NET ASSETS:</u></b>		
Held in trust for pension benefits	\$ <u>6,223,266</u>	\$ <u>0</u>
<b>TOTAL NET ASSETS</b>	<b><u>\$ 6,223,266</u></b>	<b><u>\$ 0</u></b>

(NOTE: A schedule of the pension fund's funding progress appears on pages 46-50.)

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

**UPSON COUNTY, GEORGIA**  
**Statement of Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**For the year ended December 31, 2012**

	<u>Employee Pension Trust Fund</u>
<b>Additions</b>	
Employer contributions	\$ 617,975
Investment income	<u>199,912</u>
<b>Total Additions</b>	<b>\$ <u>817,887</u></b>
<b>Deductions</b>	
Benefits paid retirees	\$ 836,581
Administrative expenses	<u>9,500</u>
<b>Total Deductions</b>	<b>\$ <u>846,081</u></b>
<b>Change in net assets</b>	<b>\$ (28,194)</b>
<b>Net Assets</b>	
Beginning of year	<u>6,251,460</u>
End of year	<b><u>\$ 6,223,266</u></b>

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

**NOTES TO  
FINANCIAL  
STATEMENTS**

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The County of Upson was created by act of the legislature on December 15 and 20, 1824. The Commissioners serve staggered terms of four years. Four are elected by district and the Chairman is elected at large.

The Upson County Courthouse was built in 1908 and is considered a historical landmark by area residents and visitors throughout the State of Georgia.

The County provides ambulance service, waste collection from bins and water and sewer systems. The County also provides the full range of services contemplated by Charter. These include public safety, road construction, paving and maintenance, court systems, and general administration.

Upson County is located approximately 68 miles south of Atlanta. The County has an area of approximately 333 square miles, ranking it 84th in size among Georgia's 159 counties. In 1998, the County's census population was 27,075. Thomaston is the County seat. There are two municipalities within the County – Thomaston and Yatesville.

The accounting policies of the County of Upson conform to generally accepted accounting principles applicable to governments. The following is a summary of the more significant policies:

**1. Reporting Entity:**

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Government Accounting Standards Board Statement No. 14, "The Financial Reporting Entity.":

- the organization is legally separate (can sue and sued in their own name)
- the County holds the corporate powers of the organization
- the County appoints a voting majority of the organization's board
- the County is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the County
- there is fiscal dependency by the organization on the County

The accompanying financial statements of the reporting entity include those of Upson County, Georgia (the primary government) and its components units. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

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The component units discussed below are included in the County's reporting entity because of the significance of the operational and financial relationships with the County. In conformation with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 14, *The Financial Reporting Entity*, which was adopted by the County as of July 1, 1993, the financial statements of the component units have been included as discretely presented component units. The component unit columns in the basic financial statements include the financial data for the County's component units, as reflected in their most recent audited financial statements. This is reported in columns separate from the County's financial information to emphasize that they are legally separate from the County.

**Upson County Department of Public Health** – The governing board consists of seven members, of which four members are appointed by the Upson County Board of Commissioners. The County contributes significant funding to the Board of Health. An annual budget must be submitted for approval, with annual audits required to monitor performance.

**Thomaston-Upson County Industrial Development Authority** – The Chairman of the County Commissioners and the Mayor of the City of Thomaston are members of the Authority and they appoint additional members. The Authority receives significant appropriations from Upson County. Annual budget requests are submitted to the County for approval, with annual audits required to monitor performance.

**Thomaston-Upson County Airport Authority** – The governing board is appointed by Upson County and the City of Thomaston. The County contributes significant funding to the Authority. Annual budget requests are submitted to the County for approval, with annual audits required to monitor performance.

**Thomaston-Upson County Recreation Commission** – The governing board is appointed by Upson County and the City of Thomaston. The County contributes significant funding to the Recreation Commission. Annual budget requests are submitted to the County for approval, with annual audits required to monitor performance.

**Thomaston-Upson County Solid Waste Disposal Facility** – The governing board is the Upson County Board of Commissioners. The purpose of the entity is to account for closure and post-closure care of the Zorn Street landfill, as well as provide an organizational structure for planning and constructing future landfills. The County contributes significant funding. Annual budget requests are submitted to the County for approval, with annual audits required to monitor performance.

Complete financial statements of the individual component units can be obtained directly from their administrative office as follows:



**UPSON COUNTY, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

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Upson County Department of  
Public Health  
East Lee Street  
Thomaston, Georgia 30286

Thomaston-Upson County  
Industrial Development Authority  
213 East Gordon Street  
Thomaston, Georgia 30286

Thomaston-Upson County  
Recreation Commission  
101 Civic Center Drive  
Thomaston, Georgia 30286

Thomaston-Upson County  
Airport Authority  
Delray Road  
Thomaston, Georgia 30286

Thomaston-Upson County  
Solid Waste Disposal Facility  
East Lee Street  
Thomaston, Georgia 30286

A joint venture has the following characteristics:

1. It is a legal entity that results from a contractual arrangement.
2. It is owned, operated or governed by two or more participants as a separate and specific activity subject to joint control.
3. Participants retain an ongoing financial interest or an ongoing financial responsibility.

Although Upson County does not own an equity interest in the Three Rivers Regional Commission, membership is automatic for all counties and municipalities within its geographic boundaries. The board of directors includes a county commissioner from each county and the mayor or council member from the largest city of each county.

Under Georgia law, the County, in conjunction with other cities and counties in the five county membership, is a member of the Three Rivers Regional Commission and is required to pay annual dues thereto. During the year 2012, the County paid \$12,200 in such dues.

O. C. G. A. §50-8-34 sets forth the organizational structure of RDC's, and O.C.G.A. §50-8-39-1 provides that member governments are liable for any debts or obligations of an RDC.

There have not been any related party transactions between Upson County and the Three Rivers Regional Commission.

The Three Rivers Regional Commission's most recent financial report reflects sufficient financial resources to continue its purpose without additional funding from its membership. Separate financial statements can be obtained by writing to Three Rivers Regional Commission, P.O. Box 818, Griffin, Georgia 30224.

**2. Government-wide and Fund Financial Statements:**

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment 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 benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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

The government-wide financial statements are reported using the flow of economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds have no measurement focus. 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 as soon as all eligibility requirements imposed by the provider have been met.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions.

UPSON COUNTY, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2012

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**FUND FINANCIAL STATEMENTS**

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Proprietary funds distinguish *operating* revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise fund, are charges to customers for sales and services. The County 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 enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The County applies all applicable Governmental Accounting Standards Board (GASB) pronouncements in accounting and reporting for its proprietary operations as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, APB opinions, and ARBS.

The fund financial statements provide more detailed information about the government's most significant funds, not the government as a whole. The activities of the government are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The government reports the following major governmental funds:

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

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
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**E-911 Fund** - The E-911 Fund is used to account for E-911 fund receipts and qualified expenditures.

**Capital Projects Funds - 2005 & 2011 SPLOST Projects** - These funds are used to account for SPLOST receipts and qualified SPLOST project expenditures.

The government reports the following major proprietary fund:

**Enterprise Fund** - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing authority is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing authority has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital, maintenance, public policy, management control, accountability, or other purposes. The Lincoln Park, Upson County and Sunset Water Districts are accounted for using enterprise fund accounting.

Additionally, the government reports the following fund types:

**Special Revenue Funds** - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Hotel/Motel Tax Fund, and Law Library Fund are currently established as Special Revenue Funds.

**FIDUCIARY FUNDS:**

**Trust and Agency Funds** - Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for others. The pension trust fund is accounted for in essentially the same manner as proprietary funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**4. Budgets and Budgetary Accounting:**

An annual budget is prepared for all funds. Annual budgets that are prepared may not be exceeded at the departmental level. The budget officer is authorized to transfer budget amounts between expenditure character within individual departments. Transfers between departments or revisions which increase total expenditures of a Fund must be approved by the County Commission.

Budgeted amounts are as originally adopted or as amended by the County Commission.

Budgets for all funds are adopted on the same basis which is consistent with generally accepted accounting principles (GAAP) for governmental fund types. Budgets for the proprietary fund type are for management control purposes only and are not required to be reported.

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
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The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. On or about December 1, the County Budget Officer submits to the County Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at the County Courthouse to obtain taxpayer comments.
3. After revision, if any, by the Commissioners, the budget is legally enacted through passage of an ordinance.
4. Budgetary information is compared to actual revenue and expenditures on a monthly basis and reported to the County Commissioners.
5. All budgetary appropriations lapse at year end.

There were no significant departmental expenditures that exceeded budgeted amounts.

**5. Encumbrances:**

Encumbrances represented commitments related to contracts not yet performed. A governmental unit often issues purchase orders or signs contracts for the purchase of goods and services to be received in the future. These commitments, if any, are recorded as encumbrances for budgetary control. These encumbrances lapse at the end of the year and become part of the following year's budgetary amounts. All unencumbered budgeted appropriations lapse at the end of each fiscal year. No encumbrances existed at the end of December 31, 2012.

**6. Cash and Investments:**

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

State statutes authorize the County to invest in obligations of the U.S. Treasury, other U.S. Government agencies, State of Georgia, other states, prime bankers' acceptances, repurchase agreements, other political subdivisions of the State of Georgia, and the Local Government Investment Pool.

The State of Georgia Fund 1 is a special investment pool operated by the Office of State Treasury. Georgia Fund 1 was created under OCGA §36-83-8 and operates in a manner consistent with Rule 2a-7 like pool. The pool is not registered with SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
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diversification while maintaining principal (\$1 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The fair value of the County's position in the pool is the same as the value of pool shares (\$1 per share value). The pool is regulated by the Office of the State Treasury.

**7. Vacation, Sick Leave and Other Compensated Absences:**

County employees are entitled to vacation and sick leave. These benefits are non-accruing and do not carry over to subsequent years. Accordingly, no accruals are made for accumulated vacation or sick leave.

The County does not provide post-employment healthcare benefits except those mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the County.

**8. Interfund Transactions:**

The County, during the course of normal operations, has numerous transactions between funds. Interfund transfers are recorded as other financing sources and uses, unless the intent of the transfer is to advance operating funds on a short-term basis. These interfund advances are recorded in Due To/From accounts. All interfund advances are considered available spendable resources.

Interfund advances outstanding at December 31, 2012, are as follows:

Water System Enterprise Fund –	\$ 40,770
Solid Waste Disposal System –	5,990
Airport Authority –	19,763
911 Fund –	<u>51,684</u>
Total	<u>\$ 118,207</u>

**9. Inventories and Prepaid Items:**

Inventories of all funds are accounted for as expenditures at the time of purchase and are not inventoried at year end due to a lack of materiality.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**10. Long-term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and

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discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. 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.

**11. Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions. The County purchases commercial insurance for most types of risk. For these risks, settlements have not exceeded coverages for each of the past three fiscal year. The County had no significant reduction in insurance coverage from coverage in the prior year.

**12. Capital Assets**

Capital assets, which include property, plant and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Vehicles	5-7
Equipment	5-10
Water and Sewer System	40
Infrastructure	40

UPSON COUNTY, GEORGIA  
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**13. Restricted and Unrestricted Net Assets**

The government's policy when both restricted and unrestricted net assets are available, unrestricted resources are first applied; then restricted net assets are applied based on their limited use.

**NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**1. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets**

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

Capital assets used in net governmental activities are not financial resources, and, therefore, are not reported in the funds. Capital assets net of accumulated depreciation as of December 31, 2012.

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net assets. Long-term liabilities applicable to the County's Governmental Activities in the Statement of Net Assets.

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

The governmental fund statement of revenues, expenditures, and changes in fund balances include a reconciliation between *net changes in fund balances – total governmental funds and changes in net assets - governmental activities* as reported in the government-wide statement of activities.

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of these differences are as follows:

Capital outlay	\$2,077,242
Depreciation expense	<u>(1,607,730)</u>
Net adjustment	<u>\$ 469,512</u>



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Issuance of long-term debt provides current resources in the governmental funds. In the government-wide statements, issuance represents a liability rather than a resource. Total long-term debt issued in 2012 was \$ -0-.

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, principal payments do not affect net assets in the government-wide statement of activities. During 2012, principal paid by governmental funds totaled \$ 132,811.

**NOTE C - PROPERTY TAXES**

All real and personal property (including motor vehicles) are valued as of January 1 of each year. With the exception of motor vehicles which are valued by the State Revenue Department, all assessments are made by the Upson County Board of Tax Assessors. This Board is appointed by the Upson County Commissioners. Exceptions are permitted for certain inventories as well as homestead and age exemptions.

The following dates are applicable to property taxes:

	Lien date	-	November 19
	Levy date	-	September 18
***	Due dates	-	November 18
***	Collection date	-	November 18

Upon completion of all assessments and tax returns, the information is compiled to form the tax digest, which is submitted to the State Revenue Commissioner for approval. The State Revenue Commissioner must ascertain that real property on the tax digest has been assessed at the State mandated forty percent (40%) of fair market value. If not, the State Commissioner may reject the digest until such values are appropriately adjusted.

All property taxes are recognized in compliance with National Council on Governmental Accounting Interpretation No. 3 (Revenue Recognition - Property Taxes), which states that such revenue should be recorded when it becomes measurable and available. Available means due, or past-due, and receivable within the current period and collected no longer than 60 days after the close of the current period.

**Property Tax Calendar**

Property taxes are levied each year based on assessed values determined the previous January 1. The County Commissioners officially set mill rates during September of each year, mail property tax bills on September 18, and establish November 18 as the due date. Unpaid property taxes are attached as an enforceable lien on property as of November 19 (lien date). Judicial property sales are commenced on November 19 of the following year.

**NOTE D - CAPITAL ASSETS:**

Capital asset activity for the primary government for the year ended December 31, 2012 was as follows:

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	BEGINNING BALANCE	INCREASES	DECREASES	ENDING BALANCE
<b><u>GOVERNMENTAL ACTIVITIES:</u></b>				
Capital assets, not being depreciated:				
Land	\$ 2,149,190	\$ -	\$ -	\$ 2,149,190
Total capital assets, not being depreciated	<u>\$ 2,149,190</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,149,190</u>
Other capital assets				
Buildings	\$ 26,380,934	\$ 598,981	\$ -	\$ 26,979,915
Equipment	2,314,012	459,254	-	2,773,266
Vehicles	1,373,241	364,663	-	1,737,904
Infrastructure	<u>30,836,608</u>	<u>654,344</u>	<u>-</u>	<u>31,490,952</u>
Total other capital assets, at cost	<u>\$ 60,904,795</u>	<u>\$2,077,242</u>	<u>\$ -</u>	<u>\$ 62,982,037</u>
Less Accumulated Depreciation for:				
Buildings	\$ 8,576,056	\$ 673,200	\$ -	\$ 9,249,256
Equipment	1,403,240	220,100	-	1,623,340
Vehicles	1,239,486	175,100	-	1,414,586
Infrastructure	<u>18,804,848</u>	<u>539,330</u>	<u>-</u>	<u>19,344,178</u>
Total Accumulated Depreciation	<u>\$ 30,023,630</u>	<u>\$1,607,730</u>	<u>\$ -</u>	<u>\$ 31,631,360</u>
Other capital assets, net	<u>\$ 30,881,165</u>	<u>\$ 469,512</u>	<u>\$ -</u>	<u>\$ 31,350,677</u>
<b>Governmental Activities Capital Assets, Net</b>	<b><u>\$ 33,030,355</u></b>	<b><u>\$ 469,512</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 33,499,867</u></b>

**UPSON COUNTY, GEORGIA**  
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**NOTE D - CAPITAL ASSETS:** (continued)

	BEGINNING BALANCE	INCREASES	DECREASES	ENDING BALANCE
<b><u>BUSINESS-TYPE ACTIVITIES:</u></b>				
Capital assets, not being depreciated:				
Land	\$ 381,300	\$ -	\$ -	\$ 381,300
Total capital assets, not being depreciated	<u>\$ 381,300</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 381,300</u>
Other capital assets				
Water distribution system	\$ 6,054,697	\$ 1,457,360	\$ -	\$ 7,512,057
Equipment and vehicles	231,969	-	-	231,969
Total other capital assets, at cost	<u>\$ 6,286,666</u>	<u>\$1,457,360</u>	<u>\$ -</u>	<u>\$ 7,744,026</u>
Less Accumulated Depreciation for:				
Water distribution system	\$ 1,331,734	\$ 174,605	\$ -	\$ 1,506,339
Equipment and vehicles	168,302	4,250	-	172,552
Total accumulated depreciation	<u>\$ 1,500,036</u>	<u>\$ 178,855</u>	<u>\$ -</u>	<u>\$ 1,678,891</u>
Other capital assets, net	<u>\$ 4,786,630</u>	<u>\$1,278,505</u>	<u>\$ -</u>	<u>\$ 6,065,135</u>
<b>Business-type Activities Capital Assets, Net</b>	<u><b>\$ 5,167,930</b></u>	<u><b>\$1,278,505</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 6,446,435</b></u>
<b>Total Governmental and Business-type Activities, Net</b>	<u><b>\$ 38,198,285</b></u>	<u><b>\$1,748,017</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 39,946,302</b></u>
Depreciation expense was charged to functions, as follows:				
Governmental activities:				
General Government		\$ 421,210		
Public Safety		397,300		
Public Works		728,300		
Health and Welfare		33,600		
Culture and Recreation		<u>27,320</u>		
Total Depreciation Expense – Governmental Activities		<u>\$1,607,730</u>		
Business-type activities:				
Water System		<u>\$ 178,855</u>		
Total Business-type activities		<u>\$ 178,855</u>		
Total Depreciation Expense		<u><u>\$1,786,585</u></u>		

**UPSON COUNTY, GEORGIA  
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**NOTE E - CHANGES IN LONG-TERM DEBT:**

1. The following is a summary of debt service requirements to maturity for the following notes payable due from the proprietary fund at December 31, 2012:

**ENTERPRISE FUND**

**A. Note Payable - Georgia Environmental Facilities Authority - Loan #2**

Upson County Water System  
Project: Grand Monde' (\$145,488) & Logan's Landing (\$112,895) Water Lines  
Original loan amount - \$265,768  
Annual Interest Rate - 5.15%

**Debt Service to Maturity:**

	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2013	\$ 13,724	\$ 9,025	\$ 22,749
2014	12,939	9,810	22,749
2015	15,204	7,545	22,749
2016	16,003	6,746	22,749
2017	16,844	5,905	22,749
2018-2022	99,961	13,784	113,745
2023	5,614	72	5,686
<b>TOTAL</b>	<b><u>\$ 180,289</u></b>	<b><u>\$ 52,887</u></b>	<b><u>\$ 233,176</u></b>

**B. Note Payable - Georgia Environmental Facilities Authority - Loan #1**

Sunset Water System  
Note dated April 1, 2000  
4.760% - Term 20 Years  
First payment due - June 1, 2000  
With quarterly payments of \$8,868.39 thereafter  
Original Loan Amount - \$454,311  
Purpose of Loan - Water Line Construction

**Debt Service to Maturity:**

	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2013	25,931	9,543	35,474
2014	26,810	8,664	35,474
2015	28,504	6,970	35,474
2016	29,886	5,588	35,474
2017	29,886	5,588	35,474
2018-2019	67,647	3,652	71,299
<b>TOTAL</b>	<b><u>\$ 210,122</u></b>	<b><u>\$ 38,557</u></b>	<b><u>\$ 248,669</u></b>

All proprietary fund debt is expected to be paid with resources of the proprietary fund, and is appropriately reported in this fund.

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
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**C. Note Payable - Georgia Environmental Facilities Authority - Loan #4**

Loan Agreement dated September 6, 2012.

Loan commitment up to \$1,800,000.

Principal and interest payments (1.13%) shall commence on the earlier of (1) project completion, (2) July 1, 2013 or (3) once the loan is fully disbursed. Note shall be payable in (239) monthly installments.

Draw-downs - 2012 -	\$ 1,114,921
Total	<u>\$ 1,114,921</u>

**D. Note Payable - Wells Fargo Bank**

Note dated July 30, 2010 - 4.00%

Vehicle loan amount - \$ 45,599

Loan payment - \$ 841 monthly

**Debt Service to Maturity:**

	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2013	9,261	831	10,092
2014	9,644	448	10,092
2015	5,809	78	5,887
<b>TOTAL</b>	<b><u>\$ 24,714</u></b>	<b><u>\$ 1,357</u></b>	<b><u>\$ 26,071</u></b>

**E. Note Payable - Georgia Environmental Facilities Authority - Loan #3**

Loan Agreement dated December 1, 2011 - 4.02%/4.02%

Loan Amount - \$3,626,025 - 20 year note

Loan Payment - \$22,011.23 monthly

**Debt Service to Maturity**

	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2013	125,512	138,623	264,135
2014	130,651	133,484	264,135
2015	136,001	128,134	264,135
2016	141,570	122,565	264,135
2017	147,367	116,768	264,135
2018-2022	832,450	488,225	1,320,675
2023-2027	1,017,432	303,243	1,320,675
2028-2031	974,468	82,068	1,056,536
<b>TOTAL</b>	<b><u>\$3,505,451</u></b>	<b><u>\$1,513,110</u></b>	<b><u>\$5,018,561</u></b>

**UPSON COUNTY, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE E - CHANGES IN LONG-TERM DEBT:** (continued)

The following is a summary of long-term debt transactions of the County for the year ending December 31, 2012:

	<u>Business Activities</u>				<u>Government Activities</u>		Total
	Note Payable GEFA - Sunset System #1	Note Payable GEFA - Upson & Sunset Systems #2	Wells Fargo	Note Payable - GEFA #3	Note Payable - GEFA #4 Loan Draw	Capital Leases	
Amounts payable at January 1, 2011	\$ 234,844	\$ 193,331	\$ 33,604	\$ 3,290,222	\$ 0	\$ 520,089	\$ 4,272,090
Loan proceeds	0	0	0	335,803	1,114,921	0	1,450,724
Principal payments	<u>(24,732)</u>	<u>(13,042)</u>	<u>(8,890)</u>	<u>(120,574)</u>	<u>0</u>	<u>(132,811)</u>	<u>(300,049)</u>
Long-term debt payable - December 31, 2012	<u>\$ 210,112</u>	<u>\$ 180,289</u>	<u>\$ 24,714</u>	<u>\$ 3,505,451</u>	<u>\$ 1,114,921</u>	<u>\$ 387,278</u>	<u>\$ 5,422,765</u>
Amounts due within one year from December 31, 2012	<u>\$ 25,931</u>	<u>\$ 13,724</u>	<u>\$ 9,261</u>	<u>\$ 125,512</u>	<u>\$ 0</u>	<u>\$ 186,256</u>	<u>\$ 360,684</u>

**NOTE E - CHANGES IN LONG-TERM DEBT:** (continued)

**CAPITAL LEASES**

Upson County leases certain capital assets from the Thomaston-Upson County Office Building Authority, a legislatively created entity created to provide capital lease arrangements pursuant to a Master Lease Agreement. There are no new leases for 2012.

Under the terms of the program, Upson County is required to make lease payments to the Authority in sufficient amounts to pay the principal and interest due by the Authority to financial institutions. Upson County's obligation to pay such lease payments is conditioned on the annual appropriation of funds to make those payments.

These leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. The assets acquired through current outstanding capital leases are as follows:

Real Estate	<u>Governmental Activities</u>
	<u>\$1,665,989</u>
Total	<u>\$1,665,989</u>

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE E - CHANGES IN LONG-TERM DEBT:** (continued)

Annual debt service requirements to maturity for capital leases are as follows (in thousands):

**Year ending December 31:**

2013	208,729
2014	66,340
2015	66,341
2016	66,341
2017-2018	<u>38,776</u>
 Total	 \$ 446,527
Less amount representing interest	 <u>(59,249)</u>
Total present value of minimum Lease payments	 <u>\$ 387,278</u>

**NOTE F - RISK MANAGEMENT AND LITIGATION:**

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 has obtained coverage from commercial insurance companies and does not retain risk. There has been no significant reduction in insurance coverage during 2012 from coverage in the prior year. There were no settlements that exceeded insurance coverage for the past three fiscal years. All risk management activities are accounted for in the General Fund. Expenditures and claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered.

The County Attorney estimates that the amount of actual or potential claims against the County as of December 31, 2012, will not materially affect the financial condition of the County.

As to pending litigation,

- (1) Jordan v. Blackwell, et al., Civil Action #5:06-TC-5000, United States District Court, Macon Division

This is a suit against the Sheriff's Department and various officers which resulted from a school resource officer breaking up a fight among students. This is being defended by the County's insurer and will not result in liability beyond the policy deductible.

- (2) Estate of Amber Leigh Harris v. Upson County, et al., Civil Action # 08-V-1051, Superior Court of Upson County

This is a suit against the County and the Sheriff's Department resulting from the death of Miss Harris while a passenger in a vehicle being pursued by a deputy. This is being

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defended by the County's insurer and will not result in liability beyond the policy deductible.

**NOTE G - EMPLOYEE RETIREMENT PLAN:**

The County primary government participates in one single-employer, defined-benefit, public employee retirement system. The plan name is the "Upson County Employee Retirement Plan." Assets are held separately and may be used only for the payment of benefits to the members of the plan. The Public Retirement Systems Standard Law (Georgia Code Section 47-20-10) assigned the authority to establish and amend the retirement plan of Upson County, Georgia. Georgia Farm Bureau is the administrator of the plan and issues a publicly available financial report. The report may be obtained at the office of the County Manager of Upson County.

**NOTE G - EMPLOYEE RETIREMENT PLAN:** (continued)

**Employees Pension Plan**

The County's employees participation is non-contributory. The County is required to contribute at an actuarially determined rate; the current rate is 3% of covered payroll. The contribution requirements of plan members and the County are established and may be amended by the Board of County Commissioners. The County's annual pension cost of \$ 617,975 was equal to the County's required and actual contributions.

The County Employee's Pension Plan provides retirement benefits for substantially all full-time employees except certain employees in the State Court, Agriculture Agent's Office, and the Tax Commissioner.

Actuarial valuations are performed biannually. There are no loans to any County officials nor are there any other "party-in-interest" or prohibited transactions. The funds are managed by Southern Farm Bureau Life Insurance Company. A stand-alone financial report is issued and filed with the Georgia Department of Audits bi-annually.

**Basis of Accounting**

The accrual basis of accounting is used in the pension trust fund. The accrual basis of accounting recognizes revenues when earned. Expenses are recorded when incurred. Employer contributions to the plan are recognized when due and the County has made a formal commitment to provide the contribution. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

**Investment Values**

Investments of the pension trust fund are reported at fair value, which is determined using selected bases. Short-term investments are reported at cost, which approximates market value. Securities traded on a national or international exchange are valued at last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value, and the carrying amount of cash deposits reasonably estimates fair value.



**UPSON COUNTY, GEORGIA**  
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**NOTE G - EMPLOYEE RETIREMENT PLAN:** (continued)

	<u>COST</u>	<u>FAIR VALUE</u>
Short-term investments	\$ 6,223,266	\$ 6,223,266
<b>Membership:</b>		
	<b>General</b>	<b>Totals</b>
Non-vested active members	101	101
Partially vested active members	N/A	N/A
Fully vested active members	180	180
Subtotal	281	281
Retirees and beneficiaries currently receiving benefits and terminated plan members entitled to but not yet receiving benefits	15	15
	296	296

**NOTE G - EMPLOYEE RETIREMENT PLAN:** (continued)

**Funding Policies, Contribution Methods, Benefit Provisions**

Year established	1985
Governing authority	County Ordinance
Determination of contribution requirements:	
Employer	Actuarially determined
Plan members	Make no contributions
Funding of administrative costs	Investment earnings
Period required to vest	10 years
Post-retirement benefit increases	None
Eligibility for distribution	Age 55
Provisions for disability benefits	Yes
Eligibility for distribution	Yes
Basis of accounting	Accrual
Asset Valuation:	
Reporting	Cost
Actuarial Valuations	Market

**Annual Pension Cost and Net Pension Obligation**

Current Year Annual Pension Cost and Net Pension Obligation (in thousands):

Annual required contribution	\$ 617,975
Adjustment to annual required contribution	0
Annual pension cost	\$ 617,975

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**NOTE G - EMPLOYEE RETIREMENT PLAN:** (continued)

Contribution made	\$ 617,975
Decrease in net pension obligation	0
Net pension obligation, beginning of year	<u>617,975</u>
Net pension obligation, end of year	<u>\$ 617,975</u>

**Reserves**

There are no assets legally reserved for purposes other than the payment of plan member benefits for either plan. The plan held no individual investments whose market value exceeds 5 percent or more of net assets available for benefits. There are no long-term contracts for contributions.

**NOTE G - EMPLOYEE RETIREMENT PLAN:** (continued)

**Actuarial Information**

**Description**

Valuation Date	December 31, 2010
Performed by	Farm Bureau
Actuarial Cost Method	Frozen Entry Age
Amortization Method	Level percent of pay method, open
Amortization Period	40 years
Actuarial Asset Valuation Method	Smoothed Fair Value - five years

**Actuarial Assumptions**

Investment rate of return	4.25% per year
Projected salary increases, inflation	4.00% per year
Projected salary increases, seniority/merit	4.00% per year
Post-retirement benefit increases	None
Life expectancies	1983 Group Annuity Mortality Table
Current Year Changes in Actuarial Assumptions	None
Benefit Provisions	Monthly benefit for life 1.00 times the accrued retirement benefit

**Trend Information**

Historical trend information designed to provide information about the County's progress made in accumulating sufficient assets to pay pension benefits when due is presented below:

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	ANNUAL PENSION	PERCENTAGE	NET PENSION
2003	\$ 344,468	100%	—
2004	\$ 340,520	100%	—
2005	\$ 243,139	100%	—
2006	\$ 425,946	100%	—
2007	\$ 456,585	100%	—
2008	\$ 506,358	100%	—
2009	\$ 517,557	100%	—
2010	\$ 625,542	100%	—
2011	\$ 400,525	100%	—
2012	\$ 617,975	100%	—

**NOTE G - EMPLOYEE RETIREMENT PLAN:** (continued)

**Funding Progress**

(Reported "In Thousands")

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded/ (Assets in Excess of) AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded (Assets in Excess of) AAL as a Percentage of Covered Payroll ((b-a)/c)
2002	2,432	3,030	598	80.26%	3,387	17.65%
2003	2,666	3,340	674	79.82%	3,638	18.53%
2004	3,155	3,642	487	86.63%	3,826	12.73%
2005	3,508	3,817	309	91.90%	3,728	8.29%
2006	3,904	4,237	333	92.14%	4,036	8.25%
2007	4,331	5,208	877	83.16%	4,089	21.45%
2008	4,780	6,036	1,256	79.19%	3,848	32.64%
2009	5,459	6,863	1,404	79.54%	4,426	31.72%
2010	5,469	6,893	1,424	79.34%	4,818	29.55%
2011	5,818	6,667	849	87.27%	4,360	19.47%
2012	6,332	7,328	996	86.41%	4,430	22.48%

Upson County adopted GASB – 25 and GASB – 27 on January 1, 1998. A pension liability at transition approximated \$547,000, an amount not differing from the previously reported liability of the pension plan.

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

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**Schedule of Employer's Contributions**

<u>Fiscal Year</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2003	344,468	100%
2004	340,520	100%
2005	243,139	100%
2006	425,946	100%
2007	456,585	100%
2008	506,358	100%
2009	527,557	100%
2010	625,542	100%
2011	400,525	100%
2012	617,975	100%

**NOTE H - CONTINGENT LIABILITIES:**

There are no known contingent liabilities to report at December 31, 2012.

**NOTE I - SCHEDULE OF CASH AND INVESTMENTS:**

The County of Upson's deposits at December 31, 2012 were entirely covered by Federal depository insurance or by collateral held by the County's custodial banks in the County's name.

Statutes authorize the County to invest in certificates of deposits, money market accounts, and the State of Georgia Local Government Investment Pool. (Georgia Fund 1)

The County's investment policy requires investing in low risk investments. Accordingly, all investments are recorded at cost. The type of investments purchased preclude the purchase of financial instruments that would require the reporting at amortized cost.

During the year 2012 and at December 31, 2012, the County's cash was held in interest earning money market accounts and certificates of deposits. There were no uncollateralized deposits held during the current year.

The State of Georgia Fund 1 is a special investment pool operated by the Office of State Treasury. The fund offers money market interest rates, high liquidity, low transaction amounts, and professional management. Interest earnings are credited monthly and cost of participation is the actual administrative cost incurred, but not more than 1 percent of earnings. Investment policies for the fund are established by the State Depository Board and investments may include certificates of deposit; prime bankers' acceptance; repurchase agreements; issued or guaranteed obligations of the United States Government, its agencies, and its corporations; obligations of any states; and obligations of political subdivisions of the State of Georgia. The fair value of the Georgia Fund 1 balance is equivalent to the value of the pool shares. Credit ratings are not available.

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

**NOTE I - SCHEDULE OF CASH AND INVESTMENTS:** (continued)

**BALANCE SHEET** - The captions on the combined balance sheet related to cash and in the Total columns are as follows:

	<b>Total</b>
Cash in Banks	\$ 1,109,493
Restricted Cash	9,297,501
<b>TOTAL</b>	<b><u>\$ 10,406,994</u></b>

Deposits - All deposits are carried at cost.

	<b>CARRYING AMOUNT</b>	<b>BANK BALANCE</b>	<b>FUND</b>
Insured Cash & Certificates	\$ 191,666	\$ 191,666	Agency Funds
Insured Cash & Certificates	1,109,493	1,109,493	General Fund
Insured Cash & Certificates	109,455	109,455	911 Fund
Insured Cash & Certificates	22,500	22,500	Special Revenue Fund-Law Library
Insured Cash & Certificates	781,948	781,948	Enterprise Fund
Insured Cash & Certificates	6,223,266	6,223,266	Fiduciary Fund
Insured Cash & Certificates	<u>1,968,666</u>	<u>1,968,666</u>	Capital Project Fund
<b>Total</b>	<b><u>\$ 10,406,994</u></b>	<b><u>\$ 10,406,994</u></b>	

**NOTE J – INTERFUND BALANCES:**

<b><u>General Fund:</u></b>	<b><u>Due To</u></b>	<b><u>Due From</u></b>
911 Fund	\$ -	\$ 51,684
Proprietary Fund	-	40,770
Airport Authority	-	19,763
Solid Waste Disposal System	-	5,990
911 Fund	51,684	-
Proprietary Fund	40,770	-
Airport Authority	19,763	-
Solid Waste Disposal System	<u>5,990</u>	<u>-</u>
<b>Total</b>	<b><u>\$ 118,207</u></b>	<b><u>\$ 118,207</u></b>

**UPSON COUNTY, GEORGIA**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

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The General Fund processes and funds the payroll of the Proprietary Fund, 911 Special Revenue Fund, and major and non-major component units. Interfund and due to/from balances listed under Note J on page 52 represent unreimbursed payroll to the General Fund at December 31, 2012. All interfund balances will be paid within one year.

**NOTE K – HOTEL/MOTEL TAX:**

Hotel/Motel taxes received and expended amounted to \$1,996, an amount representing .0054% of tax receipts for the year ended December 31, 2012. The County has complied with the expenditure requirements of OCGA §48-13-51 by expending or contractually committed for expenditure, as provided with this code section, for the year ending December 31, 2012.

**NOTE L – RESERVATIONS OF FUND EQUITY:**

Reserved for Employees' Retirement System – Fiduciary Funds – This reserve indicates the portion of fund balance legally restricted for pension payments.

**SUPPLEMENTARY  
INFORMATION**

**NON-MAJOR  
GOVERNMENTAL  
FUNDS**



**UPSON COUNTY, GEORGIA**  
**COMBINING BALANCE SHEET**  
**Nonmajor Governmental Funds**  
**December 31, 2012**

	<b>SPECIAL REVENUE FUNDS</b>		<b>Total Nonmajor Governmental Funds</b>
	<b>HOTEL/ MOTEL TAX</b>	<b>LAW LIBRARY FUND</b>	
<b><u>ASSETS:</u></b>			
Cash in banks	\$ 0	\$ 22,500	\$ 22,500
Total Assets	<u>\$ 0</u>	<u>\$ 22,500</u>	<u>\$ 22,500</u>
<b><u>LIABILITIES AND FUND BALANCES:</u></b>			
<b><u>LIABILITIES:</u></b>			
Accounts payable	\$ 0	\$ 0	\$ 0
Due to general fund	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b><u>FUND BALANCES:</u></b>			
Restricted as reported in Special Revenue Funds	\$ 0	\$ 22,500	\$ 22,500
Total Fund Balances	<u>\$ 0</u>	<u>\$ 22,500</u>	<u>\$ 22,500</u>
Total Liabilities and Fund Balances	<u>\$ 0</u>	<u>\$ 22,500</u>	<u>\$ 22,500</u>

**UPSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**Non-major Governmental Funds**  
December 31, 2012

	<b>SPECIAL</b>		<b>Total Nonmajor Governmental Funds</b>
	<b>REVENUE FUNDS</b>		
	<b>HOTEL/ MOTEL TAX</b>	<b>LAW LIBRARY FUND</b>	
<b>REVENUES:</b>			
Taxes			
Hotel/Motel Tax	\$ 1,996	\$ 0	\$ 1,996
Charges for services	0	0	0
Investment earnings	0	13	13
Fines and forfeitures	0	10,868	10,868
Total Revenues	<u>\$ 1,996</u>	<u>\$ 10,881</u>	<u>\$ 12,877</u>
<b>EXPENDITURES:</b>			
Current			
General government	\$ 1,996	\$ 21,581	\$ 23,577
Public safety	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>\$ 1,996</u>	<u>\$ 21,581</u>	<u>\$ 23,577</u>
Excess (Deficiency) of Revenues over (Under) Expenditures	<u>\$ 0</u>	<u>\$ (10,700)</u>	<u>\$ (10,700)</u>
<b>OTHER FINANCING SOURCES</b>			
<b>(USES)</b>			
Transfer from General Fund	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Net change in fund balance	\$ 0	\$ (10,700)	\$ (10,700)
Fund balance beginning of year	0	33,200	33,200
Fund balance end of year	<u>\$ 0</u>	<u>\$ 22,500</u>	<u>\$ 22,500</u>

**GENERAL FUND - to account for the general operations of the County, including all financial transactions not required to be accounted for in another fund.**

**UPSON COUNTY, GEORGIA  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
December 31, 2012 AND 2011**

	<b>2012</b>	<b>2011</b>
<b><u>ASSETS</u></b>		
Cash in banks	\$ 1,190,493	\$ 1,727,532
Receivables (net of allowances for estimated uncollectibles):		
Taxes	1,278,179	1,779,030
Due from other funds:		
Water Systems Enterprise Fund	40,770	28,378
911 Fund	51,684	37,003
Airport	19,763	14,179
Recreation	0	33,956
Landfill	5,990	2,604
Prepays	<u>8,865</u>	<u>8,865</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 2,595,744</u></b>	<b><u>\$ 3,631,547</u></b>
<b><u>LIABILITIES AND FUND BALANCE</u></b>		
<b>Liabilities:</b>		
Accounts Payable	<u>\$ 128,418</u>	<u>\$ 208,585</u>
<b>Total Liabilities</b>	<b><u>\$ 128,418</u></b>	<b><u>\$ 208,585</u></b>
<b>Fund Balance:</b>		
Nonspendable	\$ 8,865	\$ 8,865
Unassigned	<u>2,458,461</u>	<u>3,414,097</u>
<b>Total Fund Balance</b>	<b><u>\$ 2,467,326</u></b>	<b><u>\$ 3,422,962</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b><u>\$ 2,595,744</u></b>	<b><u>\$ 3,631,547</u></b>

**UPSON COUNTY, GEORGIA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
For the Year Ended December 31, 2012 and 2011**

	2012	2011
<b>Revenues:</b>		
Taxes	\$ 7,780,539	\$ 11,461,832
Licenses and permits	173,491	149,488
Intergovernmental	581,135	53,727
Charges for services	878,476	1,056,909
Fines and forfeitures	557,023	678,768
Interest earnings	1,190	1,389
Miscellaneous	116,097	79,331
<b>Total Revenues</b>	<b><u>\$ 10,087,951</u></b>	<b><u>\$ 13,481,444</u></b>
<b>Expenditures:</b>		
Current:		
General government	\$ 6,809,696	\$ 6,264,838
Public safety	3,317,770	3,173,238
Public works	913,049	939,119
Health and welfare	1,188,722	1,267,619
Culture and recreation	180,085	177,297
Payments to other governmental agencies	1,396,439	1,156,730
Debt Service:		
Principal	132,811	125,511
Interest	82,323	98,631
Capital Outlay		
General Government	452,848	0
Public Safety	0	0
Public Works	0	0
Health and Welfare	0	0
Culture and Recreation	0	0
<b>Total Expenditures</b>	<b><u>\$ 14,473,743</u></b>	<b><u>\$ 13,202,983</u></b>
<b>Other Financing Sources (uses):</b>		
Transfer from Capital Projects Fund	\$ 3,430,156	\$ 0
<b>Total Other Financing Sources (uses)</b>	<b><u>\$ 3,430,156</u></b>	<b><u>\$ 0</u></b>
Excess of Revenues and Other Financing Sources (uses) over (Under) Expenditures	\$ (955,636)	\$ 278,461
Fund Balance - Beginning of Year	<u>3,422,962</u>	<u>3,144,501</u>
<b>Fund Balance - End of Year</b>	<b><u>\$ 2,467,326</u></b>	<b><u>\$ 3,422,962</u></b>

UPSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
COMPARED WITH BUDGET  
FOR THE YEAR ENDED DECEMBER 31, 2012

Description:	ESTIMATED BUDGET 12 MONTHS	ADDITIONAL ESTIMATED REVENUES	TOTAL ESTIMATED REVENUES	2012 ACTUAL REVENUES	VARIANCE	2011 ACTUAL REVENUES
<u>Taxes:</u>						
General property taxes	\$ 5,037,000	\$ 0	\$ 5,037,000	\$ 4,862,876	\$ (174,124)	\$ 8,816,472
Local option sales tax	1,775,000	0	1,775,000	1,737,889	(37,111)	1,596,149
Other taxes:						
Insurance premium tax	850,000	0	850,000	787,601	(62,399)	737,236
Beer and wine tax	140,000	0	140,000	147,236	7,236	139,389
Franchise tax	120,000	0	120,000	126,681	6,681	90,804
Intangible personal tax reporting	60,000	0	60,000	55,591	(4,409)	49,224
Real estate transfer tax	15,000	0	15,000	62,665	47,665	32,558
<b>Total Taxes</b>	<b>\$ 7,997,000</b>	<b>\$ 0</b>	<b>\$ 7,997,000</b>	<b>\$ 7,780,539</b>	<b>\$ (216,461)</b>	<b>\$ 11,461,832</b>
<u>Licenses &amp; Permits:</u>						
Business licenses	\$ 115,000	\$ 0	\$ 115,000	\$ 93,995	\$ (21,005)	\$ 104,280
Bank licenses	45,000	0	45,000	79,496	34,496	45,208
<b>Total Licenses &amp; Permits</b>	<b>\$ 160,000</b>	<b>\$ 0</b>	<b>\$ 160,000</b>	<b>\$ 173,491</b>	<b>\$ 13,491</b>	<b>\$ 149,488</b>
<u>Intergovernmental Revenues:</u>						
Community Service	\$ 6,000	\$ 0	\$ 6,000	\$ 9,589	\$ 3,589	\$ 8,909
Narcotics Task Force	27,000	0	27,000	70,786	43,786	44,818
C.D.B.G. Housing Grant	483,278	0	483,278	483,278	0	0
E.I.P. Grant	0	0	0	17,482	17,482	0
<b>Total Intergovernmental Revenues</b>	<b>\$ 516,278</b>	<b>\$ 0</b>	<b>\$ 516,278</b>	<b>\$ 581,135</b>	<b>\$ 64,857</b>	<b>\$ 53,727</b>
<u>Charges for Services:</u>						
Tax Commissioner - costs, commissions and fees	\$ 720,000	\$ 0	\$ 720,000	\$ 641,544	\$ (78,456)	\$ 698,813
Jail housing - prisoners	300,000	0	300,000	42,301	(257,699)	175,077
Sheriff - costs and fees	120,000	0	120,000	118,754	(1,246)	123,508
Superior Court Clerk - costs and fees	100,000	0	100,000	75,877	(24,123)	59,511
<b>Total Charges for Services</b>	<b>\$ 1,240,000</b>	<b>\$ 0</b>	<b>\$ 1,240,000</b>	<b>\$ 878,476</b>	<b>\$ (361,524)</b>	<b>\$ 1,056,909</b>

**NOTE:** This financial presentation is continued on the next page.

UPSON COUNTY, GEORGIA  
 GENERAL FUND  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**COMPARED WITH BUDGET**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	ESTIMATED BUDGET 12 MONTHS	ADDITIONAL ESTIMATED REVENUES	TOTAL ESTIMATED REVENUES	2012 ACTUAL REVENUES	VARIANCE	2011 ACTUAL REVENUES
<b>Fines and Forfeitures:</b>						
Probate Court	\$ 420,000	\$ 0	\$ 420,000	\$ 313,335	\$ (106,665)	\$ 400,134
Superior Court	115,000	0	115,000	79,956	(35,044)	152,407
Juvenile Court	2,000	0	2,000	3,551	1,551	1,667
Magistrate Court	135,000	0	135,000	160,181	25,181	124,560
<b>Total Fines and Forfeitures</b>	<b>\$ 672,000</b>	<b>\$ 0</b>	<b>\$ 672,000</b>	<b>\$ 557,023</b>	<b>\$ (114,977)</b>	<b>\$ 678,768</b>
<b>Interest Earnings:</b>						
Finance Office	\$ 1,800	\$ 0	\$ 1,800	\$ 1,190	\$ (610)	\$ 1,389
<b>Total Interest Earnings</b>	<b>\$ 1,800</b>	<b>\$ 0</b>	<b>\$ 1,800</b>	<b>\$ 1,190</b>	<b>\$ (610)</b>	<b>\$ 1,389</b>
<b>Miscellaneous:</b>						
Miscellaneous	\$ 64,700	\$ 0	\$ 64,700	\$ 92,821	\$ 28,121	\$ 62,767
Sale of pipe	0	0	0	0	0	0
Archives contributions	18,000	0	18,000	23,276	5,276	16,564
<b>Total Miscellaneous</b>	<b>\$ 82,700</b>	<b>\$ 0</b>	<b>\$ 82,700</b>	<b>\$ 116,097</b>	<b>\$ 33,397</b>	<b>\$ 79,331</b>
<b>Total Revenues</b>	<b>\$ 10,669,778</b>	<b>\$ 0</b>	<b>\$ 10,669,778</b>	<b>\$ 10,087,951</b>	<b>\$ 581,827</b>	<b>\$ 13,481,444</b>
<b>Other Financing Sources:</b>						
Transfer from Capital Projects Fund	\$ 3,400,000	\$ 0	\$ 3,400,000	\$ 3,430,156	\$ 30,156	\$ 0
<b>Total Other Financing Sources</b>	<b>\$ 3,400,000</b>	<b>\$ 0</b>	<b>\$ 3,400,000</b>	<b>\$ 3,430,156</b>	<b>\$ 30,156</b>	<b>\$ 0</b>
<b>Total Revenues and Other Financing Sources</b>	<b>\$ 14,069,778</b>	<b>\$ 0</b>	<b>\$ 14,069,778</b>	<b>\$ 13,518,107</b>	<b>\$ (551,671)</b>	<b>\$ 13,481,444</b>

**UPSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**COMPARED WITH BUDGET**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

Description:	INITIAL ANNUAL BUDGET	ADDITIONAL APPROPRIATIONS	TOTAL APPROPRIATIONS	2012 ACTUAL EXPENDITURES	VARIANCE	2011 ACTUAL EXPENDITURES
<u>General Government:</u>						
Superior Court	\$ 218,324	0	\$ 218,324	\$ 250,156	\$ (31,832)	\$ 225,683
Indigent Defense / Public Defender	365,402	0	365,402	379,202	(13,800)	382,323
District Attorney	200,143	0	200,143	196,408	3,735	198,821
Clerk of Superior Court	332,925	0	332,925	300,310	32,615	275,162
Probate Court	125,816	0	125,816	114,744	11,072	190,292
Magistrate Court	223,751	0	223,751	234,106	(10,355)	222,797
Juvenile Court	127,252	0	127,252	115,006	12,246	130,614
Coroner	36,803	0	36,803	25,129	11,674	27,959
Board of Elections/Registrar	214,114	0	214,114	138,073	76,041	104,014
Finance and administrative	708,307	0	708,307	790,495	(82,188)	684,006
Senior Center	44,750	0	44,750	78,572	(33,822)	93,133
Risk Management	2,133,420	0	2,133,420	2,320,784	(187,364)	1,983,794
Tax Assessors	436,136	0	436,136	400,505	35,631	357,517
Information Technology	110,839	0	110,839	106,597	4,242	123,268
Tax Commissioner	289,948	0	289,948	278,265	11,683	266,750
General government buildings	612,895	0	612,895	748,118	(135,223)	671,617
County agents	68,972	0	68,972	45,357	23,615	41,312
Archives	115,173	0	115,173	119,591	(4,418)	109,650
Building and zoning	160,802	0	160,802	145,891	14,911	139,011
Conservation expenditures	21,211	0	21,211	22,387	(1,176)	37,115
<b>Total General Government</b>	<b>\$ 6,546,983</b>	<b>0</b>	<b>\$ 6,546,983</b>	<b>\$ 6,809,696</b>	<b>\$(262,713)</b>	<b>\$ 6,264,838</b>

Note: This financial presentation is continued on the next page.



**UPSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
COMPARED WITH BUDGET  
FOR THE YEAR ENDED DECEMBER 31, 2012**

Description:	INITIAL ANNUAL BUDGET	ADDITIONAL APPROPRIATIONS	TOTAL APPROPRIATIONS	2012 ACTUAL EXPENDITURES	VARIANCE	2011 ACTUAL EXPENDITURES
<b>Public Safety:</b>						
Sheriff administration, patrol and crime	\$ 1,430,605	\$ 0	\$ 1,430,605	\$ 1,516,633	\$ 32,977	\$ 1,489,034
Custody of prisoners	1,614,528	0	1,614,528	1,741,488	99,502	1,620,290
Emergency management	20,770	0	20,770	16,949	1,751	13,514
Volunteer fire departments	42,000	0	42,000	42,700	700	50,400
<b>Total Public Safety</b>	<b>\$ 3,107,903</b>	<b>\$ 0</b>	<b>\$ 3,107,903</b>	<b>\$ 3,317,770</b>	<b>\$ (209,867)</b>	<b>\$ 3,173,238</b>
<b>Public Works:</b>						
Roads construction and maintenance	\$ 719,780	\$ 0	\$ 690,000	\$ 640,680	\$ 49,320	\$ 684,499
Shop and garage	246,411	0	246,411	272,369	(25,958)	254,620
<b>Total Public Works</b>	<b>\$ 966,191</b>	<b>\$ 0</b>	<b>\$ 936,411</b>	<b>\$ 913,049</b>	<b>\$ 23,362</b>	<b>\$ 939,119</b>
<b>Health and Welfare:</b>						
Animal Control	\$ 114,841	\$ 0	\$ 114,841	\$ 118,651	\$ (3,810)	\$ 109,120
Family and Children Services	37,000	0	37,000	17,826	19,174	55,869
Physical and mental health	366,525	0	366,525	366,525	0	366,525
Upson Regional Medical Ctr. - Ambulance Services	648,933	0	648,933	582,720	66,213	633,105
Gilmore Center	100,000	0	100,000	100,000	0	100,000
Emergency Shelter	3,000	0	3,000	3,000	0	3,000
<b>Total Health and Welfare</b>	<b>\$ 1,270,299</b>	<b>\$ 0</b>	<b>\$ 1,270,299</b>	<b>\$ 1,188,722</b>	<b>\$ 81,577</b>	<b>\$ 1,267,619</b>
<b>Culture and Recreation:</b>						
Hightower Memorial Library	\$ 169,806	\$ 0	\$ 169,806	\$ 170,085	\$ (279)	\$ 167,297
Thomaston-Upson Arts Council	10,000	0	10,000	10,000	0	10,000
<b>Total Culture and Recreation</b>	<b>\$ 179,806</b>	<b>\$ 0</b>	<b>\$ 179,806</b>	<b>\$ 180,085</b>	<b>\$ (279)</b>	<b>\$ 177,297</b>

NOTE: This financial presentation is continued on the next page.

**UPSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
COMPARED WITH BUDGET  
FOR THE YEAR ENDED DECEMBER 31, 2012**

Description:	INITIAL ANNUAL BUDGET	ADDITIONAL APPROPRIATIONS	TOTAL APPROPRIATIONS	2012 ACTUAL EXPENDITURES	VARIANCE	2011 ACTUAL EXPENDITURES
<b>Payments to Other Governmental Agencies:</b>						
<u>Thomaston-Upson County:</u>						
Recreation Commission	\$ 682,696	\$ 0	\$ 682,696	\$ 672,647	\$ 10,049	\$ 540,000
Airport Authority	84,877	0	84,877	84,877	0	132,980
Solid Waste Disposal Facility	65,912	0	65,912	205,000	(139,088)	100,000
Industrial Development Authority	419,839	0	419,839	416,050	3,789	365,767
McIntosh Regional Development Center	<u>28,000</u>	<u>0</u>	<u>28,000</u>	<u>17,865</u>	<u>10,135</u>	<u>17,983</u>
Total Payments to Other Governmental Agencies	\$ 1,281,324	\$ 0	\$ 1,281,324	\$ 1,396,439	\$ (115,115)	\$ 1,156,730
<b>Total Operating Expenditures</b>	<b>\$ 13,352,506</b>	<b>\$ 0</b>	<b>\$ 13,352,506</b>	<b>\$ 13,805,761</b>	<b>\$ (453,255)</b>	<b>\$ 13,122,239</b>
<b>Debt Service:</b>						
<u>Local government lease pool - O.B.A.:</u>						
Principal	\$ 133,000	0	\$ 133,000	\$ 132,811	\$ 189	\$ 125,511
Interest	25,994	0	25,994	26,394	(400)	33,693
Tax Anticipation Note:						
Interest	<u>75,000</u>	<u>0</u>	<u>75,000</u>	<u>55,929</u>	<u>19,071</u>	<u>64,938</u>
<b>Total Debt Service</b>	<b>\$ 233,994</b>	<b>\$ 0</b>	<b>\$ 233,994</b>	<b>\$ 215,134</b>	<b>\$ 18,860</b>	<b>\$ 224,142</b>
<b>Capital Outlay:</b>						
General Government	\$ 483,278	0	\$ 483,278	\$ 452,848	\$ 30,430	\$ 0
Public Safety	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
Health and Welfare	0	0	0	0	0	0
Culture and Recreation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Capital Outlay</b>	<b>\$ 483,278</b>	<b>\$ 0</b>	<b>\$ 483,278</b>	<b>\$ 452,848</b>	<b>\$ 30,430</b>	<b>\$ 0</b>
<b>Total Operating Expenditures, Debt Service, and Capital Outlay</b>	<b>\$ 14,069,778</b>	<b>\$ 0</b>	<b>\$ 14,069,778</b>	<b>\$ 14,473,743</b>	<b>\$ (403,965)</b>	<b>\$ 13,202,983</b>

**911 Fund** - to account for funds collected and disbursed from the 911 Fund for the safety and security of the citizens of Upson County, Georgia.

**Hotel/Motel Tax Fund** - to account for funds collected from the hotel/motel tax and disbursed to other agencies.

**Law Library Fund** - to account for resources received from the various courts of Upson County and disbursements for the support of a centralized law library.

**UPSON COUNTY, GEORGIA  
SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 2012  
With Comparative Totals for December 31, 2011**

	911 FUND	HOTEL/ MOTEL TAX FUND	LAW LIBRARY FUND	TOTALS	
				2012	2011
<b>ASSETS:</b>					
Cash in banks	\$109,455	\$ 0	\$22,500	\$ 131,955	\$ 98,934
Total Assets	<u>\$109,455</u>	<u>\$ 0</u>	<u>\$22,500</u>	<u>\$ 131,955</u>	<u>\$ 98,934</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Accounts payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Due to General Fund	<u>51,684</u>	<u>0</u>	<u>0</u>	<u>51,684</u>	<u>37,003</u>
Total Liabilities	<u>\$ 51,684</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 51,684</u>	<u>\$ 37,003</u>
<b>FUND BALANCES:</b>					
Restricted	\$ 57,771	\$ 0	\$22,500	\$ 80,271	\$ 61,931
Total Fund Balances	<u>\$ 57,771</u>	<u>\$ 0</u>	<u>\$22,500</u>	<u>\$ 80,271</u>	<u>\$ 61,931</u>
Total Liabilities and Fund Balances	<u>\$ 57,771</u>	<u>\$ 0</u>	<u>\$22,500</u>	<u>\$ 80,271</u>	<u>\$ 61,931</u>

**UPSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
For the year ending December 31, 2012  
With Comparative Totals for December 31, 2011

	911 FUND	HOTEL/ MOTEL TAX FUND	LAW LIBRARY FUND	TOTALS	
				2012	2011
<b>REVENUES:</b>					
Taxes	\$ 0	\$ 1,996	\$ 0	\$ 1,996	\$ 3,813
Fines and forfeitures	0	0	10,868	10,868	14,200
Charges for services	465,947	0	0	465,947	446,678
Investment earnings	85	0	13	98	89
Total Revenues	<u>\$ 466,032</u>	<u>\$ 1,996</u>	<u>\$ 10,881</u>	<u>\$ 478,909</u>	<u>\$ 464,780</u>
<b>EXPENDITURES:</b>					
Current:					
General government	\$ 0	\$ 0	\$ 21,581	\$ 21,581	\$ 12,366
Public safety	436,992	0	0	436,992	427,204
Payments to Chamber Tourism	0	1,996	0	1,996	3,813
Total Expenditures	<u>\$ 436,992</u>	<u>\$ 1,996</u>	<u>\$ 21,581</u>	<u>\$ 460,569</u>	<u>\$ 443,383</u>
Excess (Deficit) of Revenues over (Under) Expenditures	<u>\$ 29,040</u>	<u>\$ 0</u>	<u>\$ (10,700)</u>	<u>\$ 18,340</u>	<u>\$ (21,397)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers to/from other funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (Deficit) of Revenues and Other Sources over (Under) Expenditures and Other Uses	<u>\$ 29,040</u>	<u>\$ 0</u>	<u>\$ (10,700)</u>	<u>\$ 18,340</u>	<u>\$ (21,397)</u>
Fund Balances-Beginning of Year	<u>28,731</u>	<u>0</u>	<u>33,200</u>	<u>61,931</u>	<u>40,534</u>
Fund Balances-End of Year	<u>\$ 57,771</u>	<u>\$ 0</u>	<u>\$ 22,500</u>	<u>\$ 80,271</u>	<u>\$ 61,931</u>

**UPSON COUNTY, GEORGIA  
911 FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2012 and December 31, 2011**

	<b>TOTALS</b>	
	<b>2012</b>	<b>2011</b>
<b><u>ASSETS:</u></b>		
Cash in banks	\$ 109,455	\$ 65,734
Total Assets	<u>\$ 109,455</u>	<u>\$ 65,734</u>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>		
<b><u>LIABILITIES:</u></b>		
Accounts payable	\$ 0	\$ 0
Due to General Fund	<u>51,684</u>	<u>37,003</u>
Total Liabilities	<u>\$ 51,684</u>	<u>\$ 37,003</u>
 <b><u>FUND BALANCE:</u></b>		
Restricted	<u>\$ 57,771</u>	<u>\$ 28,731</u>
Total Fund Balance	<u>\$ 57,771</u>	<u>\$ 28,731</u>
 Total Liabilities and Fund Balance	 <u>\$ 109,455</u>	 <u>\$ 65,734</u>

**UPSON COUNTY, GEORGIA**  
**911 FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
For the year ending December 31, 2012

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<b><u>REVENUES:</u></b>			
Charges for services	\$ 472,276	\$ 465,947	\$ (6,329)
Interest earned on investments	_____ 79	_____ 85	_____ 6
Total Revenues	<u>\$ 472,355</u>	<u>\$ 466,032</u>	<u>\$ (6,323)</u>
<b><u>EXPENDITURES:</u></b>			
Public Safety	<u>\$ 472,355</u>	<u>\$ 436,992</u>	<u>\$ 35,363</u>
Total Expenditures	<u>\$ 472,355</u>	<u>\$ 436,992</u>	<u>\$ 35,363</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 0</u>	<u>\$ 29,040</u>	<u>\$ 29,040</u>
<b><u>OTHER FINANCING SOURCES</u></b>			
<b><u>(USES):</u></b>			
Transfer to General Fund	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Other Financing Sources and (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 0</u>	<u>\$ 29,040</u>	<u>\$ 29,040</u>
Fund Balance - Beginning of Year	<u>28,731</u>	<u>28,731</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 28,731</u>	<u>\$ 57,771</u>	<u>\$ 29,040</u>

**UPSON COUNTY, GEORGIA**  
**HOTEL/MOTEL TAX FUND**  
**COMPARATIVE BALANCE SHEET**  
**DECEMBER 31, 2012 and December 31, 2011**

	<u>TOTALS</u>	
	2012	2011
<b><u>ASSETS:</u></b>		
Cash in banks	\$ <u>0</u>	\$ <u>0</u>
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>		
<b><u>LIABILITIES:</u></b>		
Total Liabilities	\$ <u>0</u>	\$ <u>0</u>
 <b><u>FUND BALANCE:</u></b>		
Total Fund Balance	\$ <u>0</u>	\$ <u>0</u>
 Total Liabilities and Fund Balance	 <u>\$ 0</u>	 <u>\$ 0</u>



**UPSON COUNTY, GEORGIA  
HOTEL/MOTEL TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
For the year ending December 31, 2012**

	BUDGET	ACTUAL	VARIANCE
<b><u>REVENUES:</u></b>			
Hotel/Motel taxes	\$ 2,000	\$ 1,996	\$ (4)
Total Revenues	\$ 2,000	\$ 1,996	\$ (4)
<b><u>EXPENDITURES:</u></b>			
Payments to Chamber - Tourism	\$ 2,000	\$ 1,996	\$ 4
Total Expenditures	\$ 2,000	\$ 1,996	\$ 4
Excess (Deficiency) of Revenues over (Under) Expenditures	\$ 0	\$ 0	\$ 0
<b><u>OTHER FINANCING SOURCES (USES):</u></b>			
Operating Transfers to General Fund	\$ 0	\$ 0	\$ 0
Total Other Financing Sources and (Uses)	\$ 0	\$ 0	\$ 0
Excess (Deficiency) of Revenues over (Under) Expenditures	\$ 0	\$ 0	\$ 0
Fund Balance - Beginning of Year	0	0	0
Fund Balance - End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**UPSON COUNTY, GEORGIA**  
**LAW LIBRARY FUND**  
**COMPARATIVE BALANCE SHEET**  
**DECEMBER 31, 2012 and December 31, 2011**

	<b>TOTALS</b>	
	<b>2012</b>	<b>2011</b>
<b><u>ASSETS:</u></b>		
Cash in banks	<u>\$ 22,500</u>	<u>\$ 33,200</u>
Total Assets	<u>\$ 22,500</u>	<u>\$ 33,200</u>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>		
<b><u>LIABILITIES:</u></b>		
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>
 <b><u>FUND BALANCE:</u></b>		
Restricted	<u>\$ 22,500</u>	<u>\$ 33,200</u>
Total Fund Balance	<u>\$ 22,500</u>	<u>\$ 33,200</u>
 Total Liabilities and Fund Balance	 <u>\$ 22,500</u>	 <u>\$ 33,200</u>

**UPSON COUNTY, GEORGIA  
LAW LIBRARY FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
For the year ending December 31, 2012**

	BUDGET	ACTUAL	VARIANCE
<b><u>REVENUES:</u></b>			
Costs	\$ 10,000	\$ 10,868	\$ 868
Interest earned	<u>0</u>	<u>13</u>	<u>13</u>
Total Revenues	<u>\$ 10,000</u>	<u>\$ 10,881</u>	<u>\$ 881</u>
<b><u>EXPENDITURES:</u></b>			
Current:			
General Government	<u>\$ 22,000</u>	<u>\$ 21,581</u>	<u>\$ 419</u>
Total Expenditures	<u>\$ 22,000</u>	<u>\$ 21,581</u>	<u>\$ 419</u>
Excess (Deficiency) of Revenues over (Under) Expenditures	<u>\$ (12,000)</u>	<u>\$ (10,700)</u>	<u>\$ 1,300</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>			
Total Other Financing Sources and (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (12,000)</u>	<u>\$ (10,700)</u>	<u>\$ 1,300</u>
Fund Balance - Beginning of Year	<u>33,200</u>	<u>33,200</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 21,200</u>	<u>\$ 22,500</u>	<u>\$ 1,300</u>

**Capital Projects Fund** - to account for the funds provided by the year 2005 S.P.L.O.S.T. proceeds as outlined in the Intergovernmental Agreement dated July 30, 2004 between the County of Upson, City of Thomaston and City of Yatesville.

**UPSON COUNTY, GEORGIA  
CAPITAL PROJECTS FUNDS  
BALANCE SHEET**

DECEMBER 31, 2012  
WITH COMPARATIVE TOTALS AS OF DECEMBER 31, 2010

	2011	2005	2012	2011	TOTALS
	SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND	SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND	2012	2011	TOTALS
<b>ASSETS:</b>					
Cash – Construction Account	\$ 1,548,603	\$ 420,063	\$ 1,968,666	\$ 4,728,765	
<b>TOTAL ASSETS</b>	<u>\$ 1,548,603</u>	<u>\$ 420,063</u>	<u>\$ 1,968,666</u>	<u>\$ 4,728,765</u>	
<b>LIABILITIES AND FUND BALANCES:</b>					
Due to General Fund	\$ 0	\$ 0	\$ 0	\$ 0	
<b>TOTAL LIABILITIES</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	
<b>FUND BALANCES:</b>					
Restricted for project completion	\$ 1,548,603	\$ 420,063	\$ 1,968,666	\$ 4,728,765	
<b>TOTAL FUND BALANCES</b>	<u>\$ 1,548,603</u>	<u>\$ 420,063</u>	<u>\$ 1,968,666</u>	<u>\$ 4,728,765</u>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,548,603</u>	<u>\$ 420,063</u>	<u>\$ 1,968,666</u>	<u>\$ 4,728,765</u>	

**UPSON COUNTY, GEORGIA  
CAPITAL PROJECTS FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
- BUDGET AND ACTUAL -  
FOR THE YEAR ENDED DECEMBER 31, 2012  
WITH COMPARATIVE TOTALS AS OF DECEMBER 31, 2011**

	2011 SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND			2005 SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND			TOTALS	
	2012 BUDGET	2012 ACTUAL	VARIANCE	2012 BUDGET	2012 ACTUAL	VARIANCE	2012 ACTUAL	2011 ACTUAL
<b><u>REVENUES:</u></b>								
SPLOST proceeds	\$3,100,000	\$3,152,016	\$ 52,016	\$ 0	\$ 0	\$ 0	\$ 3,152,016	\$ 2,076,733
Interest earned on investments	700	806	106	500	491	(9)	1,297	841
<b>TOTAL REVENUES</b>	<b>\$3,100,700</b>	<b>\$3,152,822</b>	<b>\$ 52,122</b>	<b>\$ 500</b>	<b>\$ 491</b>	<b>\$ (9)</b>	<b>\$ 3,153,313</b>	<b>\$ 2,077,574</b>
<b><u>EXPENDITURES:</u></b>								
General Government:								
Current	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Capital Outlay	1,100,000	1,068,723	31,277	560,000	555,671	4,329	1,624,394	1,448,958
Total General Government	\$1,100,000	\$1,068,723	\$ 31,277	\$ 560,000	\$ 555,671	\$ 4,329	\$ 1,624,394	\$ 1,448,958
<b>TOTAL EXPENDITURES</b>	<b>\$1,100,000</b>	<b>\$1,068,723</b>	<b>\$ 31,277</b>	<b>\$ 560,000</b>	<b>\$ 555,671</b>	<b>\$ 4,239</b>	<b>\$ 1,624,394</b>	<b>\$ 1,448,958</b>
Excess of Revenue Over (Under) Expenditures	\$2,000,700	\$2,084,099	\$ 83,399	\$ (559,500)	\$ (555,180)	\$ (4,320)	\$ 1,528,919	\$ 628,616

**UPSON COUNTY, GEORGIA  
CAPITAL PROJECTS FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
- BUDGET AND ACTUAL -  
FOR THE YEAR ENDED DECEMBER 31, 2012  
WITH COMPARATIVE TOTALS AS OF DECEMBER 31, 2011**

	2011 SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND			2012 SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND			2011 SPECIAL LOCAL OPTION SALES TAX PROJECTS FUND			TOTALS		
	2011 BUDGET	2012 ACTUAL	VARIANCE	2012 BUDGET	2012 ACTUAL	VARIANCE	2011 BUDGET	2012 ACTUAL	VARIANCE	2011 ACTUAL	2012 ACTUAL	2011 ACTUAL
<b>OTHER FINANCING SOURCES (USES):</b>												
Transfer to City of Thomaston	\$ (825,000)	\$ (824,063)	\$ 937	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (824,063)	\$ (267,506)
Transfer to City of Yatesville	(35,000)	(34,798)	202	0	0	0	0	0	0	0	(34,798)	(11,296)
Transfer to General Fund	0	0	0	(3,400,000)	(3,430,156)	(30,156)	(3,430,156)	(3,430,156)	(30,156)	0	(3,430,156)	0
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>\$ (825,000)</b>	<b>\$ (858,761)</b>	<b>\$ 1,139</b>	<b>\$ (3,400,000)</b>	<b>\$ (3,430,156)</b>	<b>\$ (30,156)</b>	<b>\$ (3,400,000)</b>	<b>\$ (3,430,156)</b>	<b>\$ (30,156)</b>	<b>\$ (4,289,017)</b>	<b>\$ (4,289,017)</b>	<b>\$ (278,801)</b>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 1,140,700	\$ 1,225,238	\$ (84,538)	\$ (3,959,500)	\$ (3,985,336)	\$ (25,836)	\$ (3,959,500)	\$ (3,985,336)	\$ (25,836)	\$ (2,760,098)	\$ (2,760,098)	\$ 349,815
Fund Balance - Beginning of Year	323,365	323,365	0	4,405,400	4,405,400	0	4,405,400	4,405,400	0	4,728,765	4,728,765	4,378,950
Fund Balance - End of Year	<b>\$ 1,464,065</b>	<b>\$ 1,548,603</b>	<b>\$ (84,538)</b>	<b>\$ 445,900</b>	<b>\$ 420,064</b>	<b>\$ (25,836)</b>	<b>\$ 445,900</b>	<b>\$ 420,064</b>	<b>\$ (25,836)</b>	<b>\$ 1,968,667</b>	<b>\$ 1,968,667</b>	<b>\$ 4,728,765</b>

## **ENTERPRISE FUND**

To account for the provision of water services to the residents and customers of the:

- (A) Upson County Water District
- (B) Sunset Water District
- (C) Lincoln Park Water District



UPSON COUNTY, GEORGIA  
**COMPARATIVE STATEMENT OF NET ASSETS**  
**WATER SYSTEM ENTERPRISE FUND**  
DECEMBER 31, 2012 AND 2011

ASSETS	TOTALS	
	2012	2011
<b>Current Assets:</b>		
Petty Cash	\$ 100	\$ 100
Cash in Banks	650,500	601,161
Accounts Receivable	<u>80,584</u>	<u>82,442</u>
Total	<u>\$ 731,184</u>	<u>\$ 683,703</u>
<b>Restricted Assets, Cash and Investments:</b>		
Customer Deposits	<u>\$ 131,448</u>	<u>\$ 124,566</u>
Total Restricted Assets	<u>\$ 131,448</u>	<u>\$ 124,566</u>
<b>Total Current Assets</b>	<u><b>\$ 862,632</b></u>	<u><b>\$ 808,269</b></u>
<b>Property, Plant and Equipment:</b>		
Land	\$ 381,300	\$ 381,300
Water Distribution & Storage System	7,512,057	6,054,697
Equipment & Vehicles	<u>231,969</u>	<u>231,969</u>
Total Property, Plant and Equipment	\$ 8,125,326	\$ 6,667,966
Less Accumulated Depreciation	<u>(1,678,891)</u>	<u>(1,500,036)</u>
Net Property, Plant and Equipment	<u>\$ 6,446,435</u>	<u>\$ 5,167,930</u>
<b>TOTAL ASSETS</b>	<u><b>\$ 7,309,067</b></u>	<u><b>\$ 5,976,199</b></u>

(THIS FINANCIAL PRESENTATION COVERS MORE THAN ONE PAIR OF FACING PAGES)

UPSON COUNTY, GEORGIA  
**COMPARATIVE STATEMENT OF NET ASSETS**  
**WATER SYSTEM ENTERPRISE FUND**  
DECEMBER 31, 2012 AND 2011

LIABILITIES AND NET ASSETS	TOTALS	
	2012	2011
<b><u>LIABILITIES:</u></b>		
Current Liabilities (Payable from Current Assets):		
Current Portion of Notes Payable	\$ 174,429	\$ 46,663
Due to General Fund	40,770	28,378
Accounts Payable	<u>2,479</u>	<u>16,257</u>
Total Current Liabilities (Payable from Current Assets)	<u>\$ 217,678</u>	<u>\$ 91,298</u>
Current Liabilities (Payable from Restricted Assets):		
Customer Deposits	<u>\$ 127,708</u>	<u>\$ 123,269</u>
Total Current Liabilities	<u>\$ 345,386</u>	<u>\$ 214,567</u>
<u>Long-term Liabilities:</u>		
Notes Payable (Net of Current Portion)	<u>\$ 4,861,060</u>	<u>\$ 3,705,339</u>
Total Long-term Liabilities	<u>\$ 4,861,060</u>	<u>\$ 3,705,339</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$ 5,206,446</u></b>	<b><u>\$ 3,919,906</u></b>
<b><u>NET ASSETS:</u></b>		
Invested in capital assets, net of related debt	\$ 1,410,945	\$ 1,415,928
Unassigned	<u>691,676</u>	<u>640,365</u>
<b>TOTAL NET ASSETS</b>	<b><u>\$ 2,102,621</u></b>	<b><u>\$ 2,056,293</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$7,309,067</u></b>	<b><u>\$5,976,199</u></b>

**UPSON COUNTY, GEORGIA  
COMPARATIVE STATEMENT OF REVENUES,  
EXPENSES AND CHANGES IN FUND NET ASSETS  
WATER SYSTEM ENTERPRISE FUND  
YEAR ENDED DECEMBER 31, 2012 AND 2011**

	<u>TOTALS</u>	
	<u>2012</u>	<u>2011</u>
<b><u>OPERATING REVENUES-CHARGES FOR SERVICES:</u></b>		
Water	\$ 937,823	\$ 969,565
Sewer	71,585	76,387
Tap-on and Other Charges	<u>31,447</u>	<u>43,838</u>
<b>Total Operating Revenues</b>	<b><u>\$ 1,040,855</u></b>	<b><u>\$ 1,089,790</u></b>
<b><u>OPERATING EXPENSES:</u></b>		
Personnel Services	\$ 257,780	\$ 244,538
Purchases of Water	147,191	156,250
Sewer Fees	<u>57,651</u>	61,788
Vehicle Expenses	22,183	20,821
Materials, Supplies & Maintenance	75,476	108,879
Utilities & Telephone	47,398	53,127
Administrative Expenses	43,672	91,633
Depreciation	<u>178,855</u>	<u>191,659</u>
<b>Total Operating Expenses</b>	<b><u>\$ 830,206</u></b>	<b><u>\$ 928,695</u></b>
<b>Operating Income (Loss)</b>	<b><u>\$ 210,649</u></b>	<b><u>\$ 161,095</u></b>
<b><u>NON-OPERATING REVENUE (EXPENSES):</u></b>		
Interest Income	\$ 92	\$ 131
Interest Expenses & Fiscal Charges	<u>(164,413)</u>	<u>(23,326)</u>
<b>Total Non-operating Revenue (Expenses)</b>	<b><u>\$ (164,321)</u></b>	<b><u>\$ (23,195)</u></b>
<b>Change in Net Assets</b>	<b>\$ 46,328</b>	<b>\$ 137,900</b>
<b>Net Assets at Beginning of Year</b>	<u>2,056,293</u>	<u>1,918,393</u>
<b>Net Assets at End of Year</b>	<b><u>\$ 2,102,621</u></b>	<b><u>\$ 2,056,293</u></b>

(THIS FINANCIAL PRESENTATION COVERS MORE THAN ONE PAIR OF FACING PAGES)

UPSON COUNTY, GEORGIA  
**WATER SYSTEM ENTERPRISE FUND**  
**COMPARATIVE STATEMENT OF CASH FLOWS**  
FOR YEAR ENDED DECEMBER 31, 2012 AND 2011

	TOTALS	
	2012	2011
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>		
Receipts from customers	\$1,024,617	\$ 1,137,171
Payments for employees	(257,780)	(244,538)
Payments to suppliers	(372,451)	(504,254)
Net cash provided (used) by operating activities	<u>\$ 394,386</u>	<u>\$ 388,379</u>
<b><u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u></b>		
Loan proceeds	\$1,450,725	\$ 6,800
Principal payment on notes	(167,238)	(35,980)
Interest and fiscal charges on revenue bonds and notes	(164,413)	(23,326)
Acquisition of capital assets	(1,457,360)	(139,470)
Net cash from (used for) capital and related financing activities	<u>\$ 338,286</u>	<u>\$ 191,976</u>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>		
Interest Income	\$ 92	\$ 131
Net cash provided from (used) by investing activities	<u>\$ 92</u>	<u>\$ 131</u>
Net increase (decrease) in cash and cash equivalents	\$ 56,192	\$ 187,993
Cash and cash equivalents - Beginning of year	725,727	537,734
Cash and cash equivalents - End of year	<u>\$ 781,949</u>	<u>\$ 725,727</u>
<b><u>Classified as:</u></b>		
Current assets	\$ 650,500	\$ 601,161
Restricted assets	131,449	124,566
TOTAL	<u>\$ 781,949</u>	<u>\$ 725,727</u>
<b>RECONCILIATION OF NET OPERATING INCOME TO</b>		
<b><u>NET CASH PROVIDED BY OPERATING ACTIVITIES:</u></b>		
Net operating income (loss)	\$ 210,649	\$ 168,178
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	\$ 178,855	\$ 191,659

(This financial presentation continues on the following page)

UPSON COUNTY, GEORGIA  
**WATER SYSTEM ENTERPRISE FUND**  
**COMPARATIVE STATEMENT OF CASH FLOWS**  
**FOR YEAR ENDED DECEMBER 31, 2012 AND 2011**

	<u>TOTALS</u>	
	<u>2012</u>	<u>2011</u>
<u>RECONCILIATION OF NET OPERATING INCOME TO</u>		
<u>NET CASH PROVIDED BY OPERATING ACTIVITIES: (CONTINUED)</u>		
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable/prepays	\$ 1,858	\$ 17,217
Increase (decrease) in payables	(13,778)	16,587
Increase (decrease) in customer deposits	4,439	1,821
Other	<u>12,363</u>	<u>0</u>
Total adjustment	<u>\$ 4,882</u>	<u>\$ 35,625</u>
Net cash provided (used) by operating activities	<u>\$ 394,386</u>	<u>\$ 388,379</u>

## FIDUCIARY FUNDS

The following Fiduciary Funds are used by the County:

**Pension Trust Funds** - to account for a single employer public employee retirement system administered by Upson County for all eligible employees of the County.

### **Agency Funds**

**Tax Commissioner** - to account for tax billings, collections, and remittances made by the County on behalf of other governmental agencies.

**Sheriff** - to account for the collection and remittance to the County of fines, costs, bond forfeitures and various fees.

**Clerk of Superior Court** - to account for the receipt and disbursement of court-ordered fines and fees made on behalf of third parties.

**Superior Court** - to account for the collection of charges for court costs, filings, and settlements and the subsequent remittances to the applicable parties.

**Probate Court** - to account for the receipt and disbursements of funds held on behalf of minors and others.

**Magistrate Court** - to account for the receipt and disbursement of bonds (posted to secure release of individuals charged with various crimes) and court-ordered fines and fees made on behalf of third parties.

**Juvenile Court** - to account for the collection and payment of fines and restitution as directed by the Juvenile Court.

**UPSON COUNTY, GEORGIA**  
**EMPLOYEE PENSION FUND**  
**COMPARATIVE STATEMENT OF FIDUCIARY NET ASSETS**  
**DECEMBER 31, 2012 AND 2011**

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**ASSETS**

**Investments:**

**Short-term investments:**

	<b><u>2012</u></b>	<b><u>2011</u></b>
Certificates of deposit		
Southern Farm Bureau Life Insurance Company	\$ 6,223,266	\$ 6,251,460
<b>Total Assets</b>	<b><u>\$ 6,223,266</u></b>	<b><u>\$ 6,251,460</u></b>

**LIABILITIES AND NET ASSETS**

<b><u>LIABILITIES:</u></b>	\$ -0-	\$ -0-
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**NET ASSETS:**

Net assets held in trust for pension benefits	6,223,266	6,251,460
<b>Total Liabilities and Net Assets</b>	<b><u>\$ 6,223,266</u></b>	<b><u>\$ 6,251,460</u></b>

**UPSON COUNTY, GEORGIA  
EMPLOYEE PENSION FUND  
COMPARATIVE STATEMENT OF CHANGES IN PLAN NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011**

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	<u>2012</u>	<u>2011</u>
<b><u>ADDITIONS:</u></b>		
Employer Contributions	\$ 617,975	\$ 400,525
Investment Income	<u>199,912</u>	<u>217,724</u>
<b>TOTAL ADDITIONS</b>	<b><u>\$ 817,887</u></b>	<b><u>\$ 618,249</u></b>
<b><u>DEDUCTIONS:</u></b>		
Benefits paid retirees	\$ 836,581	\$ 176,056
Administrative expenses	<u>9,500</u>	<u>9,500</u>
<b>TOTAL DEDUCTIONS</b>	<b><u>\$ 846,081</u></b>	<b><u>\$ 185,556</u></b>
 <b>NET INCREASE (DECREASE) IN PLAN NET ASSETS</b>	 <b>\$ (28,194)</b>	 <b>\$ 432,693</b>
 <b>NET ASSETS - Beginning of Year</b>	 <b><u>6,251,460</u></b>	 <b><u>5,818,767</u></b>
 <b>NET ASSETS - End of Year</b>	 <b><u>\$ 6,223,266</u></b>	 <b><u>\$ 6,251,460</u></b>



UPSON COUNTY, GEORGIA  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
**DECEMBER 31, 2012**

	<b>AGENCY FUNDS</b>								<b>TOTAL</b>
	PROBATE COURT	CLERK OF SUPERIOR COURT	SUPERIOR COURT	SHERIFF'S DEPARTMENT	MAGISTRATE COURT	JUVENILE COURT	TAX COMMISSIONER	<b>2012</b>	
<b>ASSETS:</b>									
Petty Cash	\$ -	\$ -	\$ -	\$ 1,200	\$ -	\$ -	\$ -	\$ -	\$ 1,200
Cash & Investments	37,210	6,215	13,210	82,100	36,211	15,520	-	-	190,466
Taxes Receivable	-	-	-	-	-	-	1,278,179	-	1,278,179
<b>TOTAL ASSETS</b>	<b>\$ 37,210</b>	<b>\$ 6,215</b>	<b>\$ 13,210</b>	<b>\$ 83,300</b>	<b>\$ 36,211</b>	<b>\$ 15,520</b>	<b>\$ 1,278,179</b>	<b>\$ -</b>	<b>\$ 1,469,845</b>
<b>LIABILITIES:</b>									
Due to Others	\$ 37,210	\$ 6,215	\$ 13,210	\$ 83,300	\$ 36,211	\$ 15,520	\$ 1,278,179	\$ -	\$ 1,469,845
<b>TOTAL LIABILITIES</b>	<b>\$ 37,210</b>	<b>\$ 6,215</b>	<b>\$ 13,210</b>	<b>\$ 83,300</b>	<b>\$ 36,211</b>	<b>\$ 15,520</b>	<b>\$ 1,278,179</b>	<b>\$ -</b>	<b>\$ 1,469,845</b>

**UPSON COUNTY, GEORGIA  
AGENCY FUNDS  
COMBINING STATEMENTS OF CHANGES IN  
ASSETS AND LIABILITIES  
FOR THE YEAR ENDING DECEMBER 31, 2012**

	DECEMBER 31, 2011	ADDITIONS	DEDUCTIONS	DECEMBER 31, 2012
<b><u>PROBATE COURT</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 39,841	\$ 581,221	\$ 583,852	\$ 37,210
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 39,841	\$ 581,221	\$ 583,852	\$ 37,210
Total Liabilities	\$ 39,841	\$ 581,221	\$ 583,852	\$ 37,210
<b><u>CLERK OF SUPERIOR COURT</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 7,019	\$ 446,200	\$ 447,004	\$ 6,215
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 7,019	\$ 446,200	\$ 447,004	\$ 6,215
Total Liabilities	\$ 7,019	\$ 446,200	\$ 447,004	\$ 6,215
<b><u>SUPERIOR COURT</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 14,688	\$ 262,200	\$ 263,678	\$ 13,210
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 14,688	\$ 262,200	\$ 263,678	\$ 13,210
Total Liabilities	\$ 14,688	\$ 262,200	\$ 263,678	\$ 13,210
<b><u>SHERIFF'S OFFICE</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 98,062	\$ 628,900	\$ 643,662	\$ 83,300
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 98,062	\$ 628,900	\$ 643,662	\$ 83,300
Total Liabilities	\$ 98,062	\$ 628,900	\$ 643,662	\$ 83,300

(THIS FINANCIAL PRESENTATION COVERS MORE THAN ONE PAIR OF FACING PAGES.)

**UPSON COUNTY, GEORGIA  
AGENCY FUNDS  
COMBINING STATEMENTS OF CHANGES IN  
ASSETS AND LIABILITIES  
FOR THE YEAR ENDING DECEMBER 31, 2012**

	DECEMBER 31, 2011	ADDITIONS	DEDUCTIONS	DECEMBER 31, 2012
<b><u>MAGISTRATE COURT</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 36,310	\$ 415,510	\$ 415,609	\$ 36,211
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 36,310	\$ 415,510	\$ 415,609	\$ 36,211
Total Liabilities	<u>\$ 36,310</u>	<u>\$ 415,510</u>	<u>\$ 415,609</u>	<u>\$ 36,211</u>
<b><u>JUVENILE COURT</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 18,180	\$ 14,221	\$ 16,881	\$ 15,520
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 18,180	\$ 14,221	\$ 16,881	\$ 15,520
Total Liabilities	<u>\$ 18,180</u>	<u>\$ 14,221</u>	<u>\$ 16,881</u>	<u>\$ 15,520</u>
<b><u>TAX COMMISSIONER</u></b>				
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Taxes Receivable	1,779,029	4,862,876	5,363,726	1,278,179
Total Assets	<u>\$ 1,779,029</u>	<u>\$ 4,862,876</u>	<u>\$ 5,363,726</u>	<u>\$ 1,278,179</u>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 1,779,029	\$ 4,862,876	\$ 5,363,726	\$ 1,278,179
Total Liabilities	<u>\$ 1,779,029</u>	<u>\$ 4,862,876</u>	<u>\$ 5,363,726</u>	<u>\$ 1,278,179</u>

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**UPSON COUNTY, GEORGIA  
AGENCY FUNDS  
COMBINING STATEMENTS OF CHANGES IN  
ASSETS AND LIABILITIES  
FOR THE YEAR ENDING DECEMBER 31, 2012**

	DECEMBER 31, 2011	ADDITIONS	DEDUCTIONS	DECEMBER 31, 2012
<b><u>TOTALS - ALL AGENCY FUNDS</u></b>				
<b><u>Assets</u></b>				
Cash	\$ 214,100	\$ 2,354,462	\$ 2,376,896	\$ 191,666
Taxes Receivable	<u>1,779,029</u>	<u>8,462,876</u>	<u>5,363,726</u>	<u>1,278,179</u>
Total Assets	<u>\$ 1,993,129</u>	<u>\$10,817,338</u>	<u>\$ 7,740,622</u>	<u>\$ 1,469,845</u>
<b><u>Liabilities</u></b>				
Accounts Payable	<u>\$ 1,993,129</u>	<u>\$ 7,217,338</u>	<u>\$ 7,740,622</u>	<u>\$ 1,469,845</u>
Total Liabilities	<u>\$ 1,993,129</u>	<u>\$ 7,217,338</u>	<u>\$ 7,740,622</u>	<u>\$ 1,469,845</u>

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**NON-MAJOR  
COMPONENT UNITS**

**UPSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF NET ASSETS**  
**Nonmajor Component Units**  
**December 31, 2012**

	Upson County Department of Public Health	Thomaston- Upson County Solid Waste Disposal Facility	Total Nonmajor Governmental Funds
<b><u>ASSETS:</u></b>			
Cash and cash equivalents	\$ 787,210	\$ 2,783	\$ 789,993
Receivables:			
Accounts	37,220	-	37,220
Capital assets, net of accumulated depreciation:			
Land	0	173,772	173,772
Other capital assets, net of depreciation	<u>29,400</u>	<u>1,644,045</u>	<u>1,673,445</u>
Total Assets	<u>\$ 853,830</u>	<u>\$ 1,820,600</u>	<u>\$ 2,674,430</u>
<b><u>LIABILITIES:</u></b>			
Accounts payable	\$ 42,610	\$ -	\$ 42,610
Due to general fund	-	5,990	5,990
Long-term liabilities:			
Due within one year	21,366	-	21,366
Due beyond one year	<u>42,311</u>	<u>-</u>	<u>42,311</u>
Total Liabilities	<u>\$ 106,287</u>	<u>\$ 5,990</u>	<u>\$ 112,277</u>
<b><u>NET ASSETS:</u></b>			
Invested in capital assets, net of related debt	\$ 29,400	\$ 1,817,817	\$ 1,847,217
Assigned	528,550	(3,207)	525,343
Unassigned	<u>189,593</u>	<u>-</u>	<u>189,593</u>
Total Net Assets	<u>\$ 747,543</u>	<u>\$ 1,814,610</u>	<u>\$ 2,562,153</u>

**UPSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**Nonmajor Component Units**  
**For the Year Ending December 31, 2012**

<u>Functions / Programs</u>	PROGRAM REVENUES						
	Expenses	Charges For Services	Operating Grants & Contributions	Capital Grants & Contributions	Upson County Department of Public Health	Thomaston-Upson County Solid Waste Disposal Facility	Total Nonmajor Governmental Funds
<b>COMPONENT UNITS:</b>							
Upson County Dept. of Public Health	\$ (1,004,498)	\$ 515,210	\$ 436,488	\$ -	\$ (52,800)	-	\$ (52,800)
Thomaston-Upson County Solid Waste Disposal Facility	(331,294)	-	205,000	-	-	(126,294)	(126,294)
<b>Total Component Units</b>	<b>\$ (1,335,792)</b>	<b>\$ 515,210</b>	<b>\$ 641,488</b>	<b>\$ 0</b>	<b>\$ (52,800)</b>	<b>\$ (126,294)</b>	<b>\$ (179,094)</b>
General Revenues					\$ 4,122	\$ 86	\$ 4,208
Interest Income					\$ 4,122	\$ 86	\$ 4,208
Total General Revenues					\$ (48,678)	\$ (126,208)	\$ (174,886)
Change in Net Assets					796,221	1,940,818	2,737,039
Net Assets - Beginning of Year					\$ 747,543	\$ 1,814,610	\$ 2,562,153
Net Assets - End of Year							

**OTHER  
SUPPLEMENTARY  
SCHEDULES**



**LONG TERM DEBT SCHEDULE - This schedule provides detail debt of Upson County, Georgia.**

**UPSON COUNTY, GEORGIA**  
**COMPARATIVE SCHEDULE OF LONG-TERM DEBT**  
December 31, 2012 and 2011

	<b>2012</b>	<b>2011</b>
<b><u>GOVERNMENTAL FUNDS:</u></b>		
<u>Other Long-term Liabilities:</u>		
Capital Leases	\$ 387,278	\$ 520,089
<b>TOTAL GOVERNMENTAL FUNDS</b>	<b><u>\$ 387,278</u></b>	<b><u>\$ 520,089</u></b>
<b><u>PROPRIETARY FUNDS:</u></b>		
Note Payable – Wells Fargo	\$ 24,714	\$ 33,604
Note Payable – Georgia Environmental Facilities Authority	180,289	193,331
Note Payable – Georgia Environmental Facilities Authority	210,112	234,844
Note Payable – Georgia Environmental Facilities Authority	3,505,451	3,290,222
GEFA Loan Draws	<u>1,114,921</u>	<u>0</u>
<b>TOTAL PROPRIETARY FUNDS</b>	<b><u>\$ 5,035,487</u></b>	<b><u>\$ 3,752,001</u></b>
 <b>TOTAL LONG-TERM DEBT</b>	 <b><u>\$ 5,422,765</u></b>	 <b><u>\$ 4,272,090</u></b>

# STATISTICAL SECTION

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

<u>Contents</u> .....	<u>Page</u>
<p><b>Financial Trends</b> ..... 88-92</p> <p style="margin-left: 20px;"><i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i></p> <p style="margin-left: 40px;">Statistical Tables #1 - #4</p>	
<p><b>Revenue Capacity</b> ..... 93-97</p> <p style="margin-left: 20px;"><i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i></p> <p style="margin-left: 40px;">Statistical Tables #5 - #9</p>	
<p><b>Debt Capacity</b> ..... 97-100</p> <p style="margin-left: 20px;"><i>These schedules contain information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i></p> <p style="margin-left: 40px;">Statistical Tables #10 - #12</p>	
<p><b>Demographic and Economic Information</b> ..... 101-102</p> <p style="margin-left: 20px;"><i>These schedules offer demographic and economic indicators to help the reader understand the environment within the County's financial activities take place.</i></p> <p style="margin-left: 40px;">Statistical Tables #13 - #14</p>	
<p><b>Operating Information</b> ..... 103-104</p> <p style="margin-left: 20px;"><i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services to the government provides and the activities it performs.</i></p> <p style="margin-left: 40px;">Statistical Tables #15 - #16</p>	
<p><b>Principal Property Tax Payers - Current Year and Nine Years Ago</b> ..... 105</p>	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**Schedule 1**  
**Upson County, Georgia**  
**Net Assets by Component**  
**Last Eight Fiscal Years**  
(accrual basis of accounting)

	2005	2006	2007	2008	2009	2010	2011	2012
<b><u>Governmental Activities</u></b>								
Invested in capital assets, net of related debt	\$ 22,279,421	\$ 22,648,344	\$ 31,158,580	\$ 29,859,796	\$ 31,829,427	\$ 32,402,303	\$ 32,510,266	\$ 33,112,589
Restricted	958,933	2,540,353	4,654,553	5,220,714	4,098,783	4,419,484	4,790,696	2,048,937
Unrestricted	<u>3,394,738</u>	<u>3,726,638</u>	<u>3,557,566</u>	<u>2,981,071</u>	<u>2,894,516</u>	<u>3,144,501</u>	<u>3,422,962</u>	<u>2,467,326</u>
Total Governmental Activities Net Assets	\$ <u>26,633,092</u>	\$ <u>28,915,335</u>	\$ <u>39,370,699</u>	\$ <u>38,061,581</u>	\$ <u>38,822,726</u>	\$ <u>39,966,288</u>	\$ <u>40,723,924</u>	\$ <u>37,628,852</u>
<b><u>Business-type Activities</u></b>								
Invested in capital assets, net of related debt	\$ 1,135,529	\$ 1,075,044	\$ 1,108,793	\$ 1,123,193	\$ 1,332,341	\$ 1,430,396	\$ 1,415,928	\$ 1,410,945
Restricted	-	-	-	-	-	-	-	-
Unrestricted	<u>287,834</u>	<u>383,467</u>	<u>378,447</u>	<u>473,916</u>	<u>202,681</u>	<u>487,997</u>	<u>640,365</u>	<u>691,676</u>
Total Business-type Activities Net Assets	\$ <u>1,423,363</u>	\$ <u>1,458,511</u>	\$ <u>1,487,240</u>	\$ <u>1,597,109</u>	\$ <u>1,535,022</u>	\$ <u>1,918,393</u>	\$ <u>2,056,293</u>	\$ <u>2,102,621</u>
<b><u>Primary Government</u></b>								
Invested in capital assets, net of related debt	\$ 23,414,950	\$ 23,723,388	\$ 32,267,373	\$ 30,982,969	\$ 33,161,768	\$ 33,832,699	\$ 33,926,194	\$ 34,523,534
Restricted	958,933	2,540,353	4,654,553	5,220,714	4,098,783	4,419,484	4,790,696	2,048,937
Unrestricted	<u>3,682,572</u>	<u>4,110,105</u>	<u>3,936,013</u>	<u>3,454,967</u>	<u>3,097,197</u>	<u>3,632,498</u>	<u>4,063,327</u>	<u>3,159,002</u>
Total Governmental Activities Net Assets	\$ <u>28,056,455</u>	\$ <u>30,373,846</u>	\$ <u>40,857,939</u>	\$ <u>39,658,690</u>	\$ <u>40,357,748</u>	\$ <u>41,884,681</u>	\$ <u>42,780,217</u>	\$ <u>39,731,473</u>

Note: The County began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

**Schedule 2**  
**Upson County, Georgia**  
**Changes in Net Assets, Last Eight Fiscal Years**  
(accrual basis of accounting)

	2005	2006	2007	2008	2009	2010	2011	2012
<b>Expenses</b>								
Governmental activities:								
General Government	\$ 5,614,567	\$ 5,822,466	\$ 6,529,384	\$ 6,797,866	\$ 7,275,699	\$ 6,901,756	\$ 6,666,811	\$ 7,254,484
Public Safety	4,028,634	4,216,291	4,022,190	4,340,711	4,245,847	3,943,478	3,976,264	4,152,062
Public Works	1,348,767	1,143,396	1,688,663	1,609,243	1,542,130	1,593,621	1,598,385	1,641,349
Miscellaneous general government	3,923,168	4,045,096	3,949,585	3,957,835	3,709,910	3,621,254	3,024,534	3,767,350
Total Governmental Activities Expenses	\$ 14,915,136	\$ 15,227,249	\$ 16,189,822	\$ 16,705,675	\$ 16,773,586	\$ 16,060,109	\$ 15,265,994	\$ 16,815,245
<b>Business-type Activities</b>								
Water and Sewer	\$ 1,162,583	\$ 982,692	\$ 1,023,637	\$ 1,142,216	\$ 1,157,284	\$ 1,019,375	\$ 952,021	\$ 994,619
Total Business-type Activities Expenses	\$ 1,162,583	\$ 982,692	\$ 1,023,637	\$ 1,142,216	\$ 1,157,284	\$ 1,019,375	\$ 952,021	\$ 994,619
Total Primary Government Expenses	\$ 16,077,719	\$ 16,209,941	\$ 17,213,459	\$ 17,847,891	\$ 17,930,870	\$ 17,079,484	\$ 16,218,015	\$ 17,809,864
<b>Program Revenues</b>								
Governmental activities:								
Charges for Services:								
General Government	\$ 1,336,401	\$ 1,413,682	\$ 1,408,440	\$ 1,221,001	\$ 1,717,719	\$ 1,821,741	\$ 1,653,075	\$ 1,517,914
Public Safety	682,779	730,788	715,912	1,088,878	659,488	648,548	692,968	567,891
Operating Grants and Contributions	406,553	364,453	109,445	505,420	157,067	44,107	53,727	97,859
Capital Grants and Contributions	-	-	-	-	-	-	-	473,278
Total Governmental Activities Net Assets	\$ 2,425,733	\$ 2,508,923	\$ 2,233,797	\$ 2,815,299	\$ 2,534,274	\$ 2,514,396	\$ 2,399,770	\$ 2,666,940
Business-type activities:								
Water & Sewer	\$ 920,414	\$ 1,017,115	\$ 1,004,273	\$ 1,013,821	\$ 989,518	\$ 1,163,488	\$ 1,089,790	\$ 1,040,855
Operating Grants and Contributions	-	-	-	-	-	-	-	-
Capital Grants and Contributions	695,481	47,330	47,330	237,790	105,437	239,074	-	-
Total Business-type Activities Program Revenues	\$ 1,615,895	\$ 1,071,115	\$ 1,051,603	\$ 1,251,611	\$ 1,094,955	\$ 1,402,562	\$ 1,089,790	\$ 1,040,855
Total Primary Government Program Revenues	\$ 4,041,628	\$ 3,526,038	\$ 3,285,400	\$ 4,066,910	\$ 3,629,229	\$ 3,916,958	\$ 3,489,560	\$ 3,707,795

**Schedule 2**  
**Upson County, Georgia**  
**Changes in Net Assets, Last Eight Fiscal Years**  
 (accrual basis of accounting)

	2005	2006	2007	2008	2009	2010	2011	2012
<b>Net (Expenses)/Revenue</b>								
Governmental Activities	\$ (12,489,403)	\$ (12,718,326)	\$ (13,956,025)	\$ (13,890,376)	\$ (14,239,312)	\$ (13,542,713)	\$ (12,866,224)	\$ 14,148,305
Business-type Activities	453,312	34,423	27,966	109,395	(62,329)	383,187	137,769	46,236
Total Primary Government Net Expense	\$ 12,036,091	\$ (12,683,903)	\$ (13,928,059)	\$ (13,780,981)	\$ (14,301,641)	\$ (13,159,526)	\$ (12,728,455)	\$ (14,102,069)
<b>General Revenue &amp; Other Changes in Net Assets</b>								
Governmental Activities:								
Taxes								
Property Taxes	\$ 7,959,584	\$ 7,962,249	\$ 8,441,520	\$ 8,052,832	\$ 8,821,475	\$ 8,535,057	\$ 8,816,472	\$ 4,862,876
Sales Taxes	4,900,246	5,312,463	5,486,587	5,012,710	4,842,702	4,980,673	3,672,882	4,889,905
Franchise Taxes	107,926	117,514	115,339	117,853	117,702	90,501	90,804	126,681
Insurance Premiums Taxes	783,091	820,656	862,930	883,964	871,289	847,392	737,236	787,601
Other Taxes	322,570	347,842	314,921	245,426	229,668	217,697	224,984	267,488
Unrestricted grants and contributions	-	-	-	-	-	-	-	-
Interest Revenue	154,872	225,653	289,654	241,884	7,947	6,123	2,319	2,585
Miscellaneous	439,511	170,863	186,728	195,341	109,674	102,065	79,331	116,097
Transfers	-	-	-	-	-	-	-	-
Total Government Activities	\$ 14,667,800	\$ 14,957,240	\$ 15,697,679	\$ 14,750,010	\$ 15,000,457	\$ 14,707,508	\$ 13,624,028	\$ 11,053,233
Business-type Activities:								
Unrestricted Grants and Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest Revenue	615	725	764	808	242	184	131	92
Miscellaneous	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-
Total Business-type Activities	\$ 615	\$ 725	\$ 764	\$ 808	\$ 242	\$ 184	\$ 131	\$ 92
Total Primary Government	\$ 14,688,415	\$ 14,957,965	\$ 15,698,443	\$ 14,750,818	\$ 15,000,699	\$ 14,707,692	\$ 13,624,159	\$ 11,053,325
<b>Change in Net Assets</b>								
Governmental Activities	\$ 2,178,397	\$ 2,238,914	\$ 1,741,654	\$ 859,634	\$ 761,145	\$ 1,164,795	\$ 757,636	\$ (3,095,072)
Business-type Activities	453,927	35,148	28,730	109,868	(62,087)	383,371	137,900	46,328
Total Primary Government	\$ 2,632,324	\$ 2,274,062	\$ 1,770,384	\$ 969,502	\$ 699,058	\$ 1,548,166	\$ 895,536	\$ (3,048,744)

Note: The County began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

**Schedule 3**  
**Upson County, Georgia**  
**Fund Balances, Governmental Funds**  
**Last Ten Years**  
(modified accrual basis of accounting)

<u>General Fund</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Non-spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,865
Unassigned	<u>2,512,990</u>	<u>2,652,002</u>	<u>3,394,738</u>	<u>3,726,638</u>	<u>3,557,566</u>	<u>2,981,071</u>	<u>2,894,516</u>	<u>3,144,501</u>	<u>3,422,962</u>	<u>2,458,461</u>
Total General Fund	<u>\$2,512,990</u>	<u>\$2,652,002</u>	<u>\$3,394,738</u>	<u>\$3,726,638</u>	<u>\$ 3,557,566</u>	<u>\$2,981,071</u>	<u>\$2,894,516</u>	<u>\$3,144,501</u>	<u>\$3,422,962</u>	<u>\$2,467,326</u>
<b>All Other Governmental Funds</b>										
Debt Service	\$ 1,687,217	\$ 1,669,867	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted										
Capital Outlay	203,625	13,961	880,486	2,494,911	4,461,541	5,018,007	4,049,239	4,378,950	4,728,765	1,968,667
Unrestricted										
Special Revenue Funds	57,905	75,730	78,447	45,442	193,012	202,707	49,544	40,534	61,931	80,270
Capital Projects Funds	-	-	-	-	-	-	-	-	-	-
Total All Other Government Funds	<u>\$1,948,747</u>	<u>\$1,759,558</u>	<u>\$ 958,933</u>	<u>\$2,540,353</u>	<u>\$ 4,654,553</u>	<u>\$5,220,714</u>	<u>\$4,098,783</u>	<u>\$4,419,484</u>	<u>\$4,790,696</u>	<u>\$2,048,937</u>

**Schedule 4**  
**Upson County, Georgia**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Years**  
(modified accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Property Taxes	\$ 7,141,924	\$ 6,968,167	\$ 7,959,584	\$ 7,962,249	\$ 8,441,520	\$ 8,052,832	\$ 8,821,475	\$ 8,535,057	\$ 8,816,472	\$ 4,862,876
Sales Taxes	4,222,624	4,634,321	4,900,246	5,312,463	5,486,587	5,012,710	4,842,702	4,908,673	3,672,882	4,889,905
Other Taxes	1,114,598	1,174,963	1,213,587	1,286,012	1,293,190	1,247,243	1,218,659	1,155,590	1,053,024	1,181,770
Licenses and Permits	99,100	148,815	150,610	126,698	138,841	140,448	140,772	167,795	149,488	173,491
Intergovernmental	247,692	141,648	406,553	364,453	109,445	505,420	157,067	44,107	53,727	561,135
Fines and Forfeitures	862,100	916,621	682,779	730,788	715,912	637,978	659,488	648,548	692,968	567,891
Charges for Services	854,315	1,010,610	1,185,791	1,286,984	1,269,599	1,531,453	1,576,947	1,656,946	1,503,587	1,344,423
Interest Earnings	79,086	61,147	154,872	225,653	289,654	241,884	7,947	6,123	2,319	2,585
Other Revenues	119,420	130,472	439,511	170,863	186,728	195,341	109,674	102,065	79,331	116,097
<b>Total Revenue</b>	<b>\$ 14,740,864</b>	<b>\$ 15,186,764</b>	<b>\$ 17,093,533</b>	<b>\$ 17,466,163</b>	<b>\$ 17,931,476</b>	<b>\$ 17,565,309</b>	<b>\$ 17,534,731</b>	<b>\$ 17,224,904</b>	<b>\$ 16,023,798</b>	<b>\$ 13,720,173</b>
<b>Expenditures</b>										
General Government	\$ 4,459,868	\$ 4,987,835	\$ 5,261,652	\$ 5,468,051	\$ 6,102,801	\$ 6,370,665	\$ 6,854,764	\$ 6,480,821	\$ 6,281,017	\$ 6,833,274
Public Safety	3,272,271	3,285,766	3,627,513	3,775,770	3,615,363	3,933,866	3,840,502	3,533,228	3,600,442	3,754,762
Public Works	1,133,442	962,898	1,264,135	1,043,764	1,016,180	933,833	858,782	874,143	939,119	913,049
Health & Welfare	895,610	901,798	1,026,731	1,096,501	1,006,573	1,102,974	1,085,131	1,097,160	1,267,619	1,188,722
Other	1,306,281	1,447,140	2,259,939	2,617,059	2,656,359	2,615,003	2,390,384	2,378,041	1,612,828	2,435,385
Capital Outlay	706,051	466,455	441,466	998,589	1,182,678	2,243,185	3,353,580	2,066,030	1,448,958	2,077,242
Debt Service										
Interest	194,913	443,538	386,767	272,886	232,403	196,332	185,005	96,663	98,631	82,323
Principal	2,670,000	3,108,511	2,687,738	280,223	173,991	179,765	175,069	128,132	125,511	132,811
<b>Total Expenditures</b>	<b>\$ 5,072,027</b>	<b>\$ 15,603,941</b>	<b>\$ 16,955,941</b>	<b>\$ 15,552,843</b>	<b>\$ 15,986,348</b>	<b>\$ 17,575,643</b>	<b>\$ 18,743,217</b>	<b>\$ 16,654,218</b>	<b>\$ 15,374,125</b>	<b>\$ 17,417,568</b>
Excess of Revenues Over (Under)	\$ (331,163)	\$ (417,177)	\$ 137,592	\$ 1,913,320	\$ 1,945,128	\$ (10,334)	\$ (1,208,486)	\$ 570,686	\$ 649,673	\$ (3,697,395)
Other Financing Sources (Uses)										
Transfers from other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,890	\$ -	\$ -	\$ 3,430,156
Transfers to other funds	-	-	(195,481)	-	-	-	(48,890)	-	-	(3,430,156)
Other Proceeds	173,000	367,000	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources</b>	<b>\$ 173,000</b>	<b>\$ 367,000</b>	<b>\$ (195,481)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Change in Fund Balances</b>	<b>\$ (158,163)</b>	<b>\$ (50,177)</b>	<b>\$ 137,592</b>	<b>\$ 1,913,320</b>	<b>\$ 1,945,128</b>	<b>\$ (10,334)</b>	<b>\$ (1,208,486)</b>	<b>\$ 570,686</b>	<b>\$ 649,673</b>	<b>\$ (3,697,395)</b>



**Schedule 5**  
**Upson County, Georgia**  
**Tax Revenues By Source, Governmental Funds**  
**Last Ten Years**  
(modified accrual basis of accounting)

**TAX REVENUES**

YEAR	GENERAL PROPERTY	LOCAL OPTION (LOST) SALES	SPECIAL LOCAL OPTION (SPLOST) SALES	INSURANCE PREMIUM	INTANGIBLE	FRANCHISE	REAL ESTATE TRANSFER	BEER & WINE	HOTEL/ MOTEL	TOTAL
2003	7,141,924	1,499,612	2,723,012	677,729	135,897	101,346	56,368	137,871	5,389	12,479,148
2004	6,968,167	1,606,810	3,027,511	733,316	145,969	102,302	52,343	135,073	5,960	12,777,451
2005	7,959,584	1,741,565	3,158,681	783,091	138,382	107,926	39,021	139,271	5,896	14,073,417
2006	7,962,249	1,899,656	3,412,807	820,656	167,826	117,514	42,002	133,179	4,235	14,560,124
2007	8,441,520	1,936,545	3,550,042	862,930	127,886	115,339	28,507	149,294	9,234	15,221,297
2008	8,052,832	1,780,815	3,231,895	883,964	87,065	117,853	27,777	125,971	4,613	14,312,785
2009	8,821,475	1,719,553	3,123,149	871,289	69,678	117,702	12,784	141,135	6,071	14,882,836
2010	8,535,057	1,739,340	3,241,333	847,392	59,905	90,501	12,683	138,097	7,012	14,671,320
2011	8,816,472	1,596,149	2,076,733	737,236	49,224	90,804	32,558	139,389	3,813	13,542,378
2012	4,862,876	1,737,889	3,152,016	787,601	55,591	126,681	62,665	147,236	1,996	10,934,551

Schedule 6

**UPSON COUNTY, GEORGIA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF REAL AND PERSONAL PROPERTY**  
 LAST TEN YEARS

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY		TOTAL PROPERTY		RATIO OF TOTAL ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE
	ASSESSED VALUE (1)	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
2003	272,754,585	681,886,466	181,836,390	454,590,977	454,590,977	1,136,477,443	40%
2004	342,180,604	855,451,511	228,120,403	570,301,007	570,301,007	1,425,752,518	40%
2005	357,024,925	892,562,313	238,016,617	595,041,543	595,041,542	1,487,603,856	40%
2006	374,436,308	936,090,770	249,624,205	624,060,513	624,060,513	1,560,151,283	40%
2007	383,716,309	959,290,772	255,810,873	639,527,183	639,527,182	1,598,817,955	40%
2008	432,528,271	1,081,320,677	288,352,180	720,880,045	720,880,451	1,802,201,128	40%
2009	394,415,751	986,039,377	262,943,834	657,359,585	657,359,585	1,643,398,962	40%
2010	387,605,087	969,012,720	258,403,392	646,008,480	646,008,479	1,615,021,200	40%
2011	381,072,816	952,682,040	254,048,544	635,121,360	635,121,360	1,587,803,400	40%
2012	369,218,908	923,047,269	246,145,938	615,364,846	615,364,846	1,538,412,115	40%

**SOURCE: Final Accounting reports of Upson County Tax Commissioner**

Schedule 7

**UPSON COUNTY, GEORGIA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
 LAST TEN YEARS

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENT OF LEVY COLLECTED	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	OUTSTANDING TAXES
2003	7,074,894	5,703,599	83%	793,336	6,496,935	1,324,952
2004	6,692,249	5,919,096	88%	965,653	6,884,749	1,330,226
2005	7,663,577	6,281,820	82%	851,734	7,133,554	1,994,337
2006	7,966,926	6,431,753	81%	2,071,488	8,503,241	1,711,926
2007	8,384,733	7,228,418	86%	1,743,141	8,971,559	1,368,006
2008	8,744,562	6,516,748	75%	2,126,767	8,643,515	2,075,434
2009	8,425,654	6,816,975	81%	2,286,200	10,711,854	1,829,688
2010	8,999,153	7,544,290	84%	1,732,613	9,276,903	1,824,437
2011	8,471,861	6,888,299	81%	2,454,567	10,926,428	1,779,030
2012	5,086,092	4,046,787	80%	1,876,353	5,923,140	1,278,179

**SOURCE:** Final Accounting reports of Upson County Tax Commissioner

**UPSON COUNTY, GEORGIA  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS**

FISCAL YEAR	CITY OF THOMASTON	STATE OF GEORGIA	CONSOLIDATED SCHOOL SYSTEM	UPSON COUNTY	
				INCORPORATED	UNINCORPORATED
2003	4.59	0.25	15.65	15.43	15.43
2004	3.92	0.25	12.52	11.31	11.31
2005	3.83	0.25	13.46	13.31	13.31
2006	3.66	0.25	15.03	12.72	12.72
2007	3.66	0.25	15.03	12.72	12.72
2008	3.62	0.25	14.30	12.72	12.72
2009	3.62	0.25	14.30	12.72	12.72
2010	3.62	0.25	14.30	12.72	12.72
2011	3.62	0.03	14.3	12.72	12.72
2012	3.84	0.20	15.30	7.77	7.77

**NOTE: TAX PER \$1,000 OF ASSESSED VALUE**

**Schedule 9**  
**UPSON COUNTY, GEORGIA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN YEARS**

FISCAL YEAR	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL PRIMARY GOVERNMENT	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	WATER/SEWER GEORGIA REVOLVING LOAN			
2003	5,190,000	1,814,306	650,885		7,655,191	2.83
2004	3,226,668	—	633,740		3,860,408	1.43
2005	2,202,803	—	619,998		2,822,801	1.04
2006	0	1,302,557	591,784		1,894,341	0.70
2007	0	1,128,566	562,168		1,690,734	0.62
2008	0	948,801	722,920		1,671,721	0.62
2009	0	773,732	3,585,086		4,358,818	1.61
2010	0	645,600	3,747,580		4,393,180	1.64
2011	0	520,089	3,752,002		4,272,091	1.56
2012	0	387,278	5,035,487		5,422,765	2.01

**UPSON COUNTY, GEORGIA**  
**PLEDGE-REVENUE COVERAGE**  
**PUBLIC UTILITIES SYSTEM REVENUE NOTES**  
**LAST TEN YEARS**

FISCAL YEAR	(1)		(2) DEBT SERVICE REQUIREMENTS				COVERAGE
	GROSS REVENUE	DIRECT OPERATING EXPENSES	NET REVENUE AVAILABLE FOR DEBT SERVICE	PRINCIPAL	INTEREST	TOTAL	
2003	876,752	842,096	34,656	19,348	31,227	50,575	(.68)
2004	956,662	858,297	98,365	22,355	27,299	49,654	1.98
2005	920,414	1,057,534	(137,120)	26,544	31,039	57,583	(2.42)
2006	1,017,115	877,279	139,836	28,213	31,039	59,252	2.36
2007	1,004,273	919,629	84,644	29,618	28,605	58,223	1.45
2008	1,013,821	1,002,024	11,797	31,095	25,728	56,823	(2.08)
2009	989,518	1,050,385	(60,867)	32,644	25,578	58,222	(3.38)
2010	1,163,488	803,651	359,837	37,725	24,056	61,781	5.82
2011	1,089,790	737,036	352,754	35,900	23,326	59,226	5.96
2012	1,040,790	651,286	389,504	167,238	164,413	331,651	1.17

**NOTE:** (1) Gross revenue equals operating revenues of the Public Utilities Revenue Fund.

(2) Expenses equal total operating expenses and excludes interest expense and depreciation.

**Schedule 11**  
**Upson County, Georgia**  
**Legal Debt Margin Information**  
**Last Ten Years**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net Assessed Value	\$ 454,590,977	\$ 570,301,007	\$ 595,041,542	\$ 624,060,513	\$ 639,527,182	\$ 720,880,451	\$ 657,359,585	\$ 646,008,479	\$ 635,121,360	\$ 615,364,846
Debt Limit - 10% of Assessed	\$ 45,459,098	\$ 57,030,101	\$ 59,504,154	\$ 62,406,051	\$ 63,952,718	\$ 72,088,045	\$ 65,735,959	\$ 64,600,848	\$ 63,512,136	\$ 61,536,485
Debt Applicable to Limit:										
General Obligation Debt	7,004,306	3,226,668	2,202,803	1,302,557	1,128,566	948,801	773,732	645,600	520,089	445,278
Legal Debt Margin	\$ 38,454,792	\$ 53,803,433	\$ 57,301,351	\$ 61,103,494	\$ 62,824,152	\$ 71,139,244	\$ 64,962,227	\$ 63,955,248	\$ 62,992,047	\$ 61,091,207
Legal Debt Margin as a percentage of the debt limit	85%	94%	96%	98%	98%	98%	98%	99%	99%	99%

**Schedule 11-B**  
**Upson County, Georgia**  
**Direct and Overlapping Governmental Activities Debt**  
**As of December 31, 2012**

Summary of Upson County Debt by Category and Overlapping Debt

Set forth below is information concerning long-term tax supported debt of the County and the overlapping property tax supported debt of certain governmental entities that is attributable to property owners in the County based on proportion to which the jurisdiction of the County overlaps such entities. Although the County has attempted to obtain accurate information as to the outstanding overlapping debt, it does not warrant its completeness or accuracy, as there is no central reporting entity which has the information available, and the amounts are based on information supplied by others.

<u>Category of Debt</u>	<u>Amount of Outstanding Debt</u>
Direct Overlapping (3):	
Upson County - General Obligation Debt (1)	
GEFA Loans (2)	\$ 5,035,487
Capital Leases (4)	<u>387,278</u>
<b>Total Direct Debt</b>	<b><u>\$ 5,422,765</u></b>
City's General Obligation Debt (1)	\$ <u>          </u> -
<b>Total Overlapping Debt</b>	<b><u>\$                  </u> -</b>
 <b>Total Direct and Overlapping Debt</b>	 <b><u>\$ 5,422,765</u></b>

Notes:

- (1) Represents general obligations of the issuer to which its full faith and credit are pledged.
- (2) GEFA loans are general obligations of the issuer to which its full faith and credit and taxing power are pledged, but do not constitute debt for purposes of the constitutional debt limit. These loans are expected to be paid with moneys derived from the operation of the water and sewer system.
- (3) Approximately 36% of Upson County's debt is allocable to the City.
- (4) The financial obligations under capital leases do not constitute general obligations to which the taxing power is pledged, but are subject to and dependent upon lawful appropriations of general revenue being made to pay the capital lease payments due in such year. Obligations under capital leases do not constitute debt for purposes of the constitutional debt limit.



Schedule 12

UPSON COUNTY, GEORGIA  
DEMOGRAPHIC & ECONOMIC STATISTICS  
LAST TEN YEARS

FISCAL YEAR	POPULATION	PER CAPITA INCOME	MEDIAN AGE	UNEMPLOYMENT RATE
2003	27,075	N/A	N/A	N/A
2004	27,075	N/A	N/A	N/A
2005	27,075	N/A	N/A	N/A
2006	27,075	N/A	N/A	N/A
2007	27,075	N/A	N/A	N/A
2008	27,075	N/A	N/A	N/A
2009	27,075	N/A	N/A	N/A
2010	27,243	26,133	N/A	N/A
2011	27,243	N/A	N/A	N/A
201	27,243	N/A	N/A	N/A

Sources:

McIntosh Trail Regional Development Commission

N/A - Not available

Schedule 13  
**UPSON COUNTY, GEORGIA**  
**PRINCIPAL EMPLOYERS**  
 Current Year and Ten Years Ago

<u>EMPLOYER</u>	<u>2012</u>		<u>2002</u>	
	Number of Employees	Rank	<u>EMPLOYER</u>	EMPLOYEES
Thomaston-Upson County Schools	670	1	Thomaston Mills, Inc.	1400
Upson Regional Medical Center	520	2	Thomaston-Upson County	779
Quad/Graphics of Georgia	448	3	Quad/Graphics of Georgia	611
Walmart	381	4	Upson Regional Medical	588
Department of Transportation	280	5	Walmart	360
Southern Crescent Tech	200	6	Department of Transportation	314
Upson County Govt	195	7	Yamaha Music Mfg.	280
ClearWater Paper	153	8	WesTek Georgia, LLC	257
Solo-Cup Corporation	145	9	DeSter Production Corp.	186
Standard Textiles	123	10	Upson County Govt.	178

Source: Thomaston-Upson County Industrial Development Authority

**Schedule 14**  
**Upson County, Georgia**  
**Full-Time Equivalent County Government**  
**Employees by Function/Program**  
**Last Six Years**

	2007	2008	2009	2010	2011	2012
Public Safety:						
Sheriff	34	34	37	44	44	33
Jail	34	34	39	34	34	35
Public Works	26	26	24	24	24	24
General Government:						
Administration and Finance	5	5	6	6	6	5
Courts	24	24	27	22	22	17
All Other Departments	61	61	64	52	52	57
Water / Waste Water	<u>7</u>	<u>7</u>	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>
Total	<u>194</u>	<u>191</u>	<u>205</u>	<u>190</u>	<u>190</u>	<u>179</u>

**Note: Information prior to 2007 not available.**

**Schedule 15**  
**Upson County, Georgia**  
**Operating Indicators By Function / Program**  
**Last Six Years**

<b>FUNCTION / PROGRAM</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
<b>General Government:</b>						
Building permits issued – Commercial	12	14	10	12	10	16
Building permits issued – Residential	210	226	241	257	225	265
<b>Public Safety:</b>						
Physical arrests	2,466	2,623	2,726	2,810	2,922	2,285
Citations	2,210	2,310	2,865	3,026	3,165	3,864
<b>Public Works:</b>						
Roads resurfaced (miles)	3.65	5.65	12.20	13.90	6.00	7.27
Roads maintained (miles)	463.25	463.25	463.25	463.25	463.25	463.25
<b>Water and Sewer:</b>						
Average daily	375,20	374,210	385,220	40,800	410,00	420,000
Average daily consumption - sewer	43,100	44,200	46,210	48,000	51,000	51,000

Note: Information prior to 2007 not available.

**Schedule 16**  
**Upson County, Georgia**  
**Capital Asset Statistics By Function**  
**Last Six Years**

	2007	2008	2009	2010	2011	2012
<b>Public Safety:</b>						
Patrol Cars	37	37	38	41	44	44
Jail Facility capacity	200	200	200	200	200	215
Stations	1	1	1	1	1	1
<b>Public Works:</b>						
Roads (miles)	463.25	463.25	463.25	463.25	463.25	463.25
<b>Water / Waste Water:</b>						
Water tanks	3	3	3	3	3	3
Water lines (linear feet)	326,210	326,210	482,550	482,550	482,550	482,550
Storage capacity (gallons)	725,000	725,000	835,000	835,000	835,000	1,100,000
Sewer lines (linear feet)	88,200	88,200	88,200	88,200	88,200	88,200

Note: Information prior to 2007 not available.

**UPSON COUNTY, GEORGIA**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT YEAR AND NINE YEARS AGO**

**December 31, 2012**

**December 31, 2003**

<b>TAXPAYER</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Taxable Assessed Value</b>	<b>Tax</b>	<b>TAXPAYER</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Taxable Assessed Value</b>	<b>Tax</b>
Home Depot	\$ 40,328,882	1	6.54%	\$ 313,355	Thomaston Mills	\$ 36,821,848	1	8.58%	\$477,579
QuadGraphics, Inc.	31,827,762	2	3.52%	168,875	Quad Graphics	11,675,090	2	2.72%	151,426
Southern Mills	9,853,234	3	1.60%	76,560	De Ster	9,149,832	3	2.13%	118,673
Innoware Plastic	8,968,441	4	1.45%	69,685	Southern Mills	8,498,292	4	1.98%	110,223
Georgia Power	11,813,583	5	1.43%	68,316	T-U IDA- - Generating Plant	7,484,234	5	1.74%	97,071
Southern Natural Gas	877,530	6	1.13%	54,093	Westek	5,798,793	6	1.35%	75,210
Cellu Tissue	6,635,234	7	0.07%	51,556	Georgia Power	5,359,711	7	1.25%	69,515
Wal Mart	17,109,602	8	0.04%	49,814	Yamaha	5,169,753	8	1.20%	67,052
Keadle Lumber	5,923,575	9	0.68%	32,637	Keadle Lumber	5,041,659	9	1.18%	65,390
Home Depot	4,976,395	10	0.65%	30,897	Weyerhaeuser	3,829,800	10	0.89%	49672.00%
<b>Total</b>	<b>\$145,214,241</b>		<b>19.12%</b>	<b>\$ 915,788</b>	<b>Total</b>	<b>\$98,829,012</b>		<b>23.02%</b>	<b>\$1,281,811</b>

\* Based on county wide assessed value of \$ 429,120,865

Source: Provided by Upson County Tax Commissioner's Office.

**Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards**

Honorable Board of Commissioners  
Upson County, Georgia  
Thomaston, Georgia

We have audited the 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 **Upson County, Georgia**, as of and for the year ended December 31, 2012, which collectively comprise Upson County's basic financial statements and have issued our report thereon dated June 15, 2013. We did not audit the financial statements of the Upson County Department of Health, a non-major component unit. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for each of these component units, is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designated to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weakness and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying "Schedule of Findings and Questioned Costs" on pages 107-108, identified as Deficiency 06-01 in internal control over financial reporting that we consider to be a material weakness.

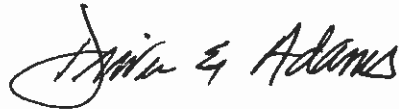
A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying "Schedule of Findings and Questioned Cost" on pages 107-108, identified as Deficiency 06-01 to be a material weakness.

### **Compliance and Other Matters**

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

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

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

A handwritten signature in black ink, appearing to read "J. W. Adams". The signature is written in a cursive style with a large initial "J" and "A".

Thomaston, Georgia  
June 15, 2013



**UPSON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

**Section I. Summary of Audit's Results**

***Financial Statements***

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Significant deficiency(es) identified that are not consider to be material weaknesses	None reported

**Section II. Financial Statement Findings**

Findings noted on the Report on Compliance and on Internal Control of Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Governmental Auding Standards:

**06-01 Accounting Expertise (Preparation of Financial Statements)**

*CRITERIA*

Statement on Auditing Standards No. 112 and No. 115 describes examples of circumstances that are to be considered to be a significant deficiency and a strong indicator of a material weakness in internal control. Deficiencies in the design of controls exist when employees or management lack the qualifications and training to prepare year-end financial statements in accordance with generally accepted accounting principles.

*CONDITION*

The County did not have an employee with adequate qualifications and training to prepare the year-end financial statements. The County is a small local government where material audit adjustments by the external auditor are required to correct financial activity.

*EFFECT*

The independent auditor has prepared financial statements from the records of the County. The county personnel are unable to evaluate the adequacy and completeness of the information presented.

*CAUSE*

The material weakness is the result of the County not having employees with adequate training and

expertise in generally accepted accounting principles and governmental accounting standards to prepare or adequately review and evaluate the financial statements which were prepared by the independent auditor.

*RECOMMENDATION*

The County should evaluate the cost/benefit implications of improving internal control with the preparation of year-end financial statements.

*MANAGEMENT'S RESPONSE*

Considering the cost and benefit implications of internally preparing financial statements, the County has decided that the preparation of the financial statements will be contracted to a third party. The county will consider additional training opportunities for financial staff, in an effort to better assist during the performance of the annual audit and preparation of the financial statements by the third party.

**06-02 Monitoring of Unfavorable Budget Variances**

*CRITERIA*

Effective financial management requires monthly review and monitoring of financial statements and any unfavorable budget variances.

*CONDITION*

The County outsourced its accounting and bookkeeping duties to a sub-contract accountant. Financial statements were not timely provided throughout the 2012.

*EFFECT*

The County's effective use of required financial management duties, including the monitoring of unfavorable budget variances, rendered necessary remedial attention ineffective.

*CAUSE*

The material weakness is the result of ineffective management due to untimely available financial statements.

*RECOMMENDATION*

The county should hire a full time chief financial officer to provide accurate and timely financial statements on all funds.

*MANAGEMENT'S RESPONSE*

The county has hired a full time chief financial officer who has assumed the duties of providing timely and accurate financial information. Budget compliance and monitoring will be performed by both a new County Manager and Chief Financial Officer.

**GOVERNMENTAL  
REPORTS**

**Independent Auditors' Report on Special  
Purpose Local Option Sales Tax  
Series 2005**

Upson County Board of Commissioners  
Upson County, Georgia  
Thomaston, Georgia 30286

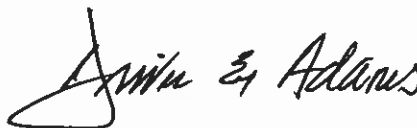
We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for the County of Upson, Georgia for the year ended December 31, 2012. This schedule is the responsibility of Upson County's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

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 Schedule of Special Purpose Local Option Sales Tax is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Special Purpose Local Option Sales Tax. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the Modified Accrual Basis of Accounting as described in Note A and is not intended to be a complete presentation of Upson County's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Upson County's resolution or ordinance calling for the tax for the year ended December 31, 2012, in conformity with accounting principles generally accepted in the United States of America.

June 15, 2013



**UPSON COUNTY, GEORGIA**  
**YEAR ENDED DECEMBER 31, 2012**  
**SCHEDULE OF PROJECTS CONSTRUCTED**  
**WITH SPECIAL SALES TAX PROCEEDS**  
**SERIES 2005**

PROJECT	ORIGINAL ESTIMATED COST	REVISED ESTIMATED COST	EXPENDITURES			ESTIMATED PERCENTAGE OF COMPLETION
			PRIOR YEARS	CURRENT YEAR	TOTAL	
Highway 36 Expansion	\$ 1,800,000	\$ 1,652,839	\$ 4,286	\$ 0	\$ 4,286	00.238%
Recreation Projects	1,500,000	1,500,000	1,069,393	545,315	1,614,708	100.00%
Emergency Management & Narcotics Task Force Facilities	500,000	596,530	596,530	0	596,530	100.00%
Sheriff Vehicles	720,000	709,644	709,644	10,356	720,000	100.00%
Water Line Extensions	1,410,000	1,410,000	1,410,000	0	1,410,000	100.00%
Road, Street & Bridge Improvements	7,100,000	7,160,987	7,165,281	0	7,165,281	100.00%
City of Thomaston	4,828,000	4,828,000	4,828,000	0	4,828,000	100.00%
City of Yatesville	142,000	142,000	142,000	0	142,000	100.00%
<b>TOTALS</b>	<b>\$18,000,000</b>	<b>\$18,000,000</b>	<b>\$15,925,134</b>	<b>\$ 555,671</b>	<b>\$16,480,805</b>	<b>91.56%</b>

**Independent Auditors' Report on Special  
Purpose Local Option Sales Tax  
Series 2011**

Upson County Board of Commissioners  
Upson County, Georgia  
Thomaston, Georgia 30286

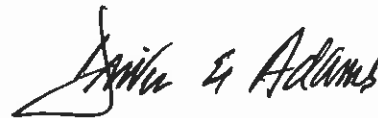
We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for the County of Upson, Georgia for the year ended December 31, 2012. This schedule is the responsibility of Upson County's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

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 Schedule of Special Purpose Local Option Sales Tax is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Special Purpose Local Option Sales Tax. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the Modified Accrual Basis of Accounting as described in Note A and is not intended to be a complete presentation of Upson County's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Upson County's resolution or ordinance calling for the tax for the year ended December 31, 2012, in conformity with accounting principles generally accepted in the United States of America.

June 15, 2013



**UPSON COUNTY, GEORGIA  
YEAR ENDED DECEMBER 31, 2012  
SCHEDULE OF PROJECTS CONSTRUCTED  
WITH SPECIAL SALES TAX PROCEEDS  
SERIES 2011**

PROJECT	ORIGINAL ESTIMATED COST	REVISED ESTIMATED COST	EXPENDITURES			ESTIMATED PERCENTAGE OF COMPLETION
			PRIOR YEARS	CURRENT YEAR	TOTAL	
County Level 2 Projects	\$ 3,200,000	\$ 3,200,000	\$ 0	\$ 107,800	\$ 107,800	0.34%
Roads	4,855,321	4,855,321	255,311	430,216	685,527	14.12%
Water System Project	765,000	765,000	0	0	0	0.00%
Sheriff Vehicles	520,000	520,000	0	93,999	93,999	18.07%
Building Improvements & Equipment	2,300,000	2,300,000	165,815	436,708	602,523	26.20%
City of Thomaston	4,183,276	4,183,276	267,505	824,063	1,091,568	26.09%
City of Yatesville	176,403	176,403	11,296	34,798	46,094	26.13%
<b>TOTALS</b>	<b>\$16,000,000</b>	<b>\$16,000,000</b>	<b>\$ 699,927</b>	<b>\$1,927,584</b>	<b>\$ 2,627,511</b>	<b>16.42%</b>

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Commissioners  
of Upson County, Georgia  
Thomaston, Georgia

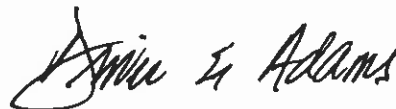
We have examined management's assertion included in the accompanying Annual Report of 9-1-1 Collections and Expenditures about Upson County, Georgia's compliance during the fiscal year ended December 31, 2012 with the requirement to expend 9-1-1 funds in compliance with the expenditure requirements of the Official Code of Georgia Annotated, Section 46-5-134. Management is responsible for Upson County, Georgia's compliance with this requirement. Our responsibility is to express an opinion on management's assertion about Upson County, Georgia's compliance based on our examination.

Our examination was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about Upson County, Georgia's compliance with this requirement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of Upson County, Georgia's compliance with the specified requirement.

In our opinion, management's assertion that Upson County, Georgia's complied with the aforementioned requirement during the fiscal year ended December 31, 2012 is fairly stated, in all material respects.

This report is intended solely for the information and use of management and the Georgia Department of Audits and Accounts and is not intended to be and should not be used by anyone other than the specified parties.

June 15, 2013





Upsal County, Georgia (enter name of government)

Annual Report of 9-1-1 Collections and Expenditures  
 For the Year Ended DECEMBER 31, 2012

Line No.

UCOA Reference

1 Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):

Special Revenue Fund       Enterprise Fund

2 Monthly 9-1-1 charge billed to each exchange access facility subscriber:

46-5-134(e)(1)      \$ 1.50

3 Total revenue from exchange access facility subscribers:

\$ 396,055

4 Does 9-1-1 system provide automatic number identification of a wireless telecommunications connection? (choose one)

Yes       No

5 If the answer to Line 4 is "yes", indicate below which of the following apply (choose one)

System provides location of base station or cell site

46-5-134(e)(2)

System provides automatic location identification

46-5-134(e)(3)

6 If the answer to Line 4 is "yes", identify the monthly 9-1-1 charge billed to each wireless telecommunications connection subscriber:

46-5-134(e)(2)      \$ 1.50

7 Total revenue from wireless telecommunications connection subscribers:

\$ 69,892

8 Total Line 3 plus Line 7 (should equal UCOA Revenue Source 34.2500)

\$ 465,947

9 Additional revenue sources:

9a Federal (UCOA Revenue Source 33.1000)

Identify each funding agency individually. Attach list, if necessary.

46-5-134(f)

\$ —

\$ —

9b State (UCOA Revenue Source 33.4000)

Identify each funding agency individually. Attach list, if necessary.

46-5-134(j)

\$ —

\$ —

9c Local (UCOA Revenue Source 33.6000)

Identify each unit of local government individually. Attach list, if necessary.

46-5-134(k)

\$ —

\$ —

9d Private (UCOA Revenue Source 37.1000)

Identify each private source individually. Attach list, if necessary.

46-5-134(l)

\$ —

\$ —

Upson County, Georgia (enter name of government)

Annual Report of 9-1-1 Collections and Expenditures  
 For the Year Ended 12/31/2012

Line  
 No.

01000A  
 Revenue

10 Investment Income (UCOA Revenue Source 36.1000 through 36.3000)

\$ 85

11 Other revenue sources not included above.  
 Identify each source individually. Transfers from other funds of the  
 local government should be reported on Line 25 and not included here.

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

\$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_

\$ 466,032

12 Total Revenues (total of all amounts reported on Lines 8 through 11)

Expenditures (UCOA Activity 3800)

13 Wireless service supplier cost recovery charges  
 (identify each supplier individually on lines below - attach list, if necessary)

01000B  
 Expenditures

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

\$ \_\_\_\_\_  
 \$ \_\_\_\_\_  
 \$ \_\_\_\_\_

14 Emergency telephone equipment, including necessary computer hardware,  
 software, and data base provisioning, addressing, and nonrecurring costs of  
 establishing a 9-1-1 system:

14a Lease costs

01000C  
 Expenditures (0)(1)

\$ \_\_\_\_\_

14b Purchase costs

01000C  
 Expenditures (0)(1)

\$ \_\_\_\_\_

14c Maintenance costs

01000C  
 Expenditures (0)(1)

\$ \_\_\_\_\_

15 Rates associated with the service suppliers 9-1-1 service and other service  
 suppliers recurring charges

01000D  
 Expenditures (0)(2)

\$ \_\_\_\_\_

16 Employees hired by the local government solely for the operation and  
 maintenance of the emergency 9-1-1 system:

Number of employees classified as: Full time 30 Part time \_\_\_\_\_

16a Salaries and wages

01000E  
 Expenditures (0)(3)

\$ 307,959

16b Employee benefits

01000E  
 Expenditures (0)(3)

\$ 16,704

Upson County, GA. (enter name of government)

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended 12/31/2012

Line No.	O.C.G.A. Reference	
17	46-5-14(f)(3)	\$ _____
18	46-5-14(f)(4)	\$ _____
19a		
19a1	46-5-14(f)(5)	\$ _____
19a2	46-5-14(f)(5)	\$ _____
19b	46-5-14(f)(5)	\$ _____
<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
20		
20a	46-5-14(f)(6)	\$ _____
20b	46-5-14(f)(6)	\$ _____
20c	46-5-14(f)(6)	\$ <u>17,248</u>
21	46-5-14(f)(7)	\$ _____
22		
22a	46-5-14(f)(8)	\$ _____
22b	46-5-14(f)(8)	\$ _____
22c	46-5-14(f)(8)	\$ _____
23		
<u>TELEPHONE CHARGES</u>		\$ <u>88,951</u>
<u>MISC. PUBLIC SAFETY</u>		\$ <u>6,129</u>
_____		\$ _____
_____		\$ _____
_____		\$ _____
_____		\$ _____
_____		\$ _____
_____		\$ _____
24	Total Expenditures (total of all amounts reported on Lines 13 through 23 above)	\$ <u>436,991</u>

Upson County, Ga. (enter name of government)

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended 12/31/2012

Line No.



25 Transfers From Other Funds (identify by fund)

\_\_\_\_\_

\$ \_\_\_\_\_  
\$ \_\_\_\_\_

26 Transfers To Other Funds (identify by fund)

\_\_\_\_\_

\$ \_\_\_\_\_  
\$ \_\_\_\_\_

27 Proceeds from Capital Lease (identify by asset class and, if equipment, purpose)

\_\_\_\_\_

\$ \_\_\_\_\_  
\$ \_\_\_\_\_

28 Net Change in Fund Balance (Line 12 - Line 24 + Line 25 - Line 26 + Line 27)

\$ 29,040

29 Fund Balance - Beginning of Year

\$ 28,731

30 Fund Balance - End of Year

\$ 57,771

31a Do amounts on Lines 12, 24, 28, 29, and 30 agree to amounts reported in the government's audited financial statements submitted to the Georgia Department of Audits and Accounts?

Yes  No

31b If the answer to Line 31a is "no", provide explanation (including amounts) to reconcile each line item specified in Line 31a above to government's audited financial statements. Reconciliation should be attached to this report.

Certification of Local Government Officials

I have reviewed the information presented in this report and certify that it is accurate and correct. I further certify that the 9-1-1 funds were expended in compliance with the expenditure requirements specified in the Official Code of Georgia Annotated (OCGA), Section 46-5-134. I understand that, in accordance with OCGA Section 46-5-134(m)(2), any local government which makes expenditures not in compliance with this Code section may be held liable for pro rata reimbursement to telephone and wireless telecommunications subscribers of amounts improperly expended. Further, the noncompliant local government shall be solely financially responsible for the reimbursement and for any costs associated with the reimbursement. Such reimbursement shall be accomplished by service providers abating the imposition of the 9-1-1 charges and 9-1-1 wireless enhanced charges until such abatement equals the total amount of the rebate.

Signature of Chief Elected Official

Rusty Blackston

Date

6/10/13

Print Name of Chief Elected Official

RUSTY BLACKSTON

Title of Chief Elected Official

CHAIRMAN, UPSON COUNTY COMMISSIONER'S

Signature of Chief Financial Officer

Ronnie Van Houten

Date

6/10/13

Print Name of Chief Financial Officer

RONNIE VAN HOUTEN, CPA