

COBB COUNTY GOVERNMENT

Marietta, Georgia



CAFR

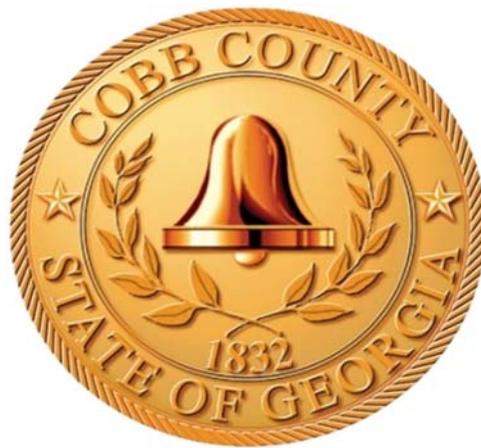
For Fiscal Year Ended September 30, 2019

Comprehensive Annual Financial Report



Cobb County...Expect the Best!

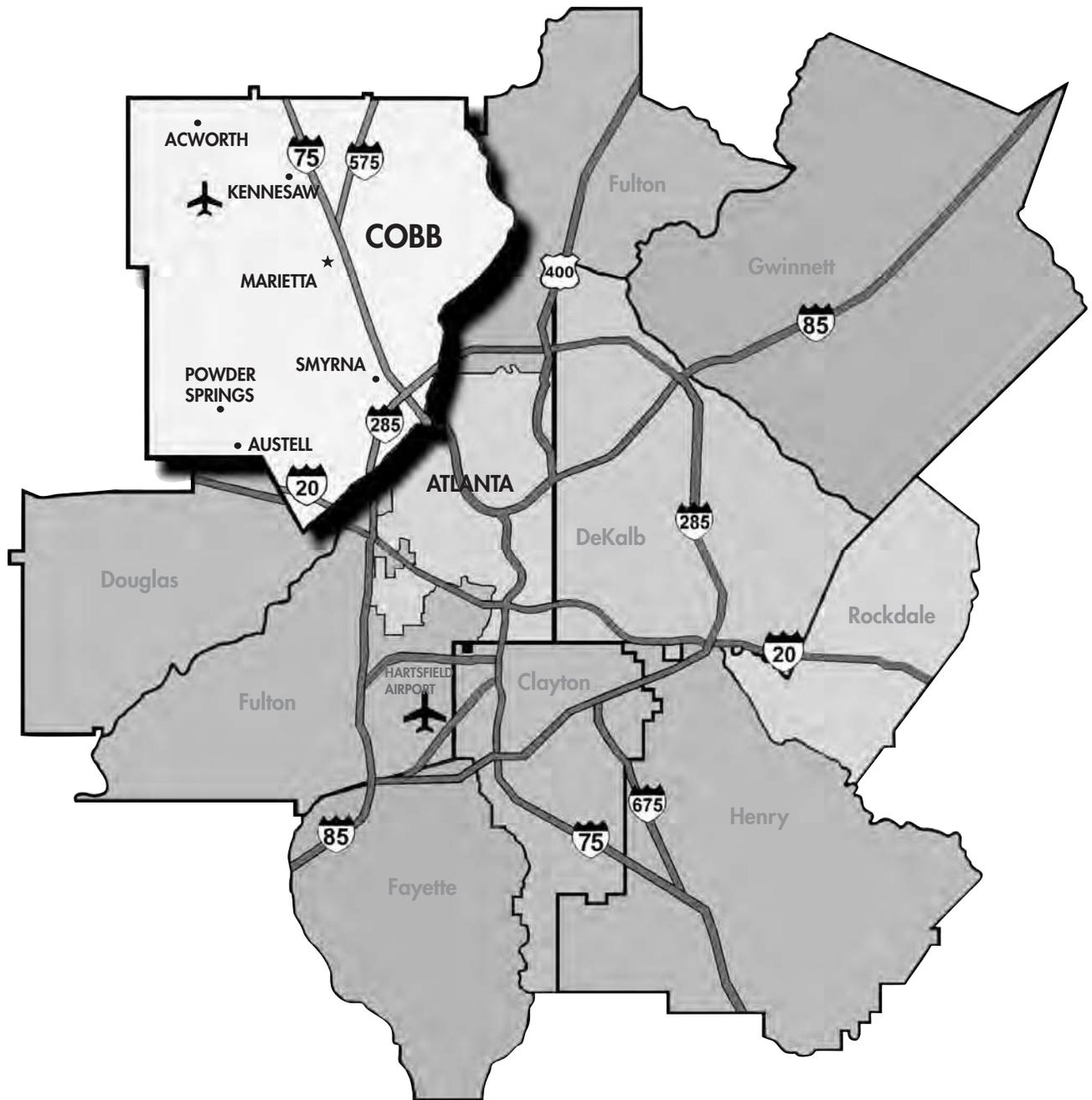
COBB COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2019



William Volckmann
Director of Finance

Cobb County Finance Department
100 Cherokee Street, Marietta, Georgia 30090

Metro Atlanta



COBB COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2019

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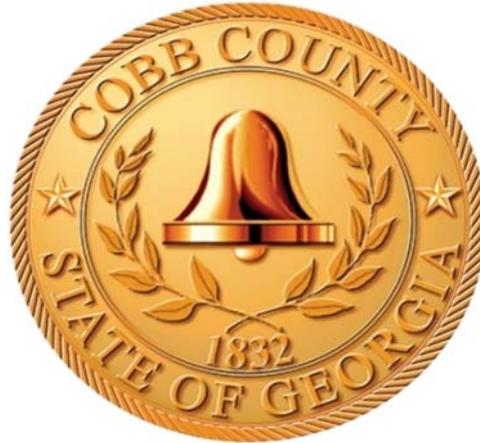
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INTRODUCTORY SECTION

The Introductory Section includes a transmittal letter from the Director of Finance/Comptroller, a general government organization chart and a list of principal officials. The transmittal letter is intended to provide users with general information of the County's structure, the County's current and future economic picture as well as its major initiatives and financial accomplishments.

From the desk of:
WILLIAM VOLCKMANN
DIRECTOR/COMPTROLLER
William.volckmann@cobbcounty.org

COBB COUNTY
FINANCE DEPARTMENT



100 Cherokee Street, Suite 400
MARIETTA, GA 30090
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April 1, 2020

The Honorable Mike Boyce, Chairman
Members of the Cobb County Board of Commissioners
And Citizens of Cobb County

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of Cobb County, Georgia for the fiscal year ended September 30, 2019, is submitted herewith. Georgia state law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements.

Responsibility for both the accuracy of the data and the completeness and fairness of presentation, including disclosures, rests with the County. We believe the data presented is accurate in all material respects and that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds. All disclosures necessary to enable interested citizens to gain a reasonable understanding of the County's financial activities have been included.

Nichols, Cauley & Associates, LLC, Certified Public Accountants, have issued an unmodified opinion on the Cobb County financial statements for the fiscal year ended September 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

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

Cobb County receives financial assistance through various federal grant programs. As required by the Single Audit Act of 1984, P.L. 98-502 and amendments of 1996 and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), audits of programs receiving federal grants have been performed for the fiscal year ended September 30, 2019. The required reports on supplementary information, compliance, and internal controls are included in a separately issued report.

Profile of the Government

Cobb County, Georgia, is a healthy, vibrant community located twenty miles northwest of Atlanta along the scenic Chattahoochee River. Cobb and neighboring Cherokee County were part of the Creek and Cherokee Indian Territories when the first settlers arrived in the early 1800's. The North Georgia Gold Rush brought English and Scotch-Irish settlers in search of riches and farmland. As trade began, enough homesteaders were attracted to the area for the City of Smyrna, one of Cobb's

six municipalities, to be settled in 1831. Cobb County was officially organized on December 3, 1832 and named for Thomas Willis Cobb, a United States Senator, Congressman and Superior Court judge. The County seat, Marietta, was officially recognized in 1834. The two cities and the county grew substantially following Reconstruction, especially after World War II with the building of Rickenbacker Field and the Bell Bomber Aircraft Plant – now Dobbins Air Reserve Base and the Lockheed Martin Aeronautical Systems Company.

Cobb's population has grown 27.4% since 2000 when approximately 607,751 people resided in the County. Based on the Woods & Poole Economic 2019 Data Pamphlet, Cobb's population is estimated to be 774,300.

A five-member Board of Commissioners governs Cobb County. The Board is comprised of one chairman, elected county wide, and four commissioners, each elected from a separate commission district serving four year staggered terms. A County Manager, who is appointed by and responsible to the Board of Commissioners, directs the daily operation of the County. Services provided to approximately 774,300 Cobb citizens residing in the 340.2 square mile area include: public safety (fire, EMS, police, 911 emergency, animal control, courts and sheriff and detention operations), community development, community services, transportation, and other general governmental services. The County also provides water and sewer. After many years of providing solid waste disposal services to the public, this function was privatized in 2009.

The incorporated areas of Cobb County consist of six municipalities – the cities of Acworth, Austell, Kennesaw, Marietta, Powder Springs and Smyrna. A mayor and city council govern each municipality.

The financial statements contained herein include all activities and functions of Cobb County that are under the jurisdiction of the Board of Commissioners, as set forth in state and local law. Additionally, four component units are included in these financial statements because of its operational and financial relationships to the County. The Cobb-Marietta Coliseum and Exhibit Hall Authority, a blended component unit, operates a multi-use exhibit hall and convention facility in the County. The South Cobb Redevelopment Authority (SCRA), a blended component unit, serves to revitalize and redevelop areas that have been underinvested or underutilized in the past. The overall intent is to promote and create favorable location for trade, commerce, industry, and employment opportunities. The Cobb County Board of Health provides a variety of health related services in the County. Additional information on these legally separate entities can be found under the Basic Financial Statements section.

Local Economy

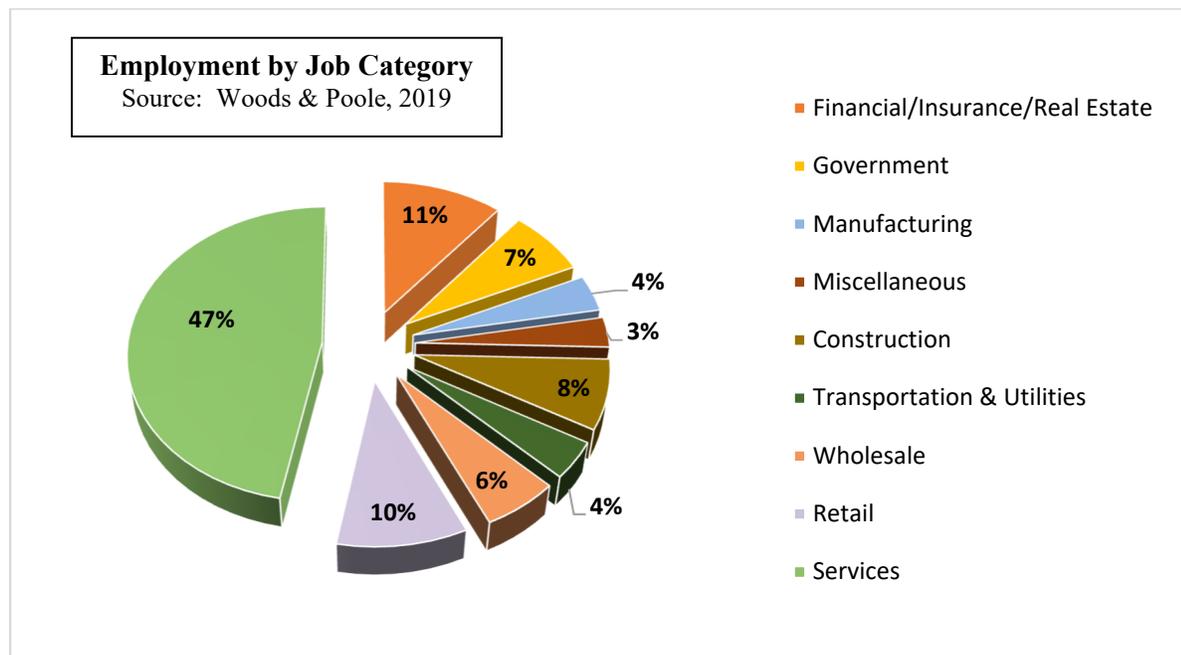
Cobb County is part of a very select group that includes less than 1% of counties nationwide to have achieved a Triple-Triple A credit rating, and this achievement has been accomplished for the twenty second consecutive year. In 1995, Moody's Investor Services awarded Cobb its first AAA rating citing strong economic growth and strong fiscal management. Cobb was the first county in Moody's eight-state southeast region to achieve this highly coveted rating. In April of 1996, Fitch Investors also awarded Cobb with their top rating AAA. Cobb was also the first county in Fitch's southeast region to achieve their AAA rating. Standard and Poor's upgraded Cobb to AAA in June of 1997. The Triple A rating is the most highly acclaimed indicator of the overall financial strength of a community. These independent ratings produce significant interest savings and verify that Cobb's sound fiscal policies and conservative management philosophy will guide Cobb into the future.

Thanks in large part to the foresight and stewardship of County leadership, Cobb County continues to prosper. Cobb employs more than 567,400 within its boundaries and currently, there are approximately 21,300 licensed businesses. The County’s unemployment rate was 2.4% which is lower than the State of Georgia (3.1%) and the United States (3.5%).

The County is highly-regarded for its pro-business environment, a product of careful planning, cooperation with other local governments, and progressive leadership which, over the years, has generated a strong and diverse economy that is not dependent on any one industry or sector. Major national and international companies are represented in the County. Some of the top employers in Cobb County include the Home Depot, Cobb County Schools, WellStar Health Systems, Lockheed Martin and Kennesaw State University to name a few.

On November 11, 2013, the Atlanta Braves organization announced their partnership with the County that brought the new world-class Major League Baseball stadium and integrated mixed-use development to Cobb County. The construction of the new stadium began in the second half of 2014 and was completed by Opening Day 2017. This partnership completed its third successful year of operation.

According to Woods & Poole Economics (2019 Data Pamphlet), the Atlanta Georgia Metro Statistical Area (MSA) will generate the second largest number of jobs of any MSA in the Southeast over the next three decades. Atlanta is a regional center of trade and commerce for much of the Southeast outside of Florida. Employment is expected to increase in transportation, communications, public utilities, retail trade, finance, insurance, and real estate. Hartsfield-Jackson International Airport and an extensive road program have made the Atlanta area a hub for distribution facilities and a regional center for commerce and trade in the Southeast.



Long-term Financial Planning

Cobb County is recognized as a leader both nationally and locally. Nationally, the three premier bond rating agencies have awarded the County their highest ratings triple A. Cobb’s Water System is the highest rated independent (non-general obligation backed) water system in the nation as they also have a Triple-Triple A rating.

In November 2014, voters approved the Special Purpose Local Option Sales Tax (SPLOST). This one cent sales tax program, which is significantly supported by non-residents, funds various improvements around the County. The SPLOST tax will be collected from January 1, 2016 to December 31, 2021. A complete list of the projects and further details regarding the program is available at the website: www.cobbsplost2016.org. Since this SPLOST began, the improvements total: \$217.1 million Transportation Projects; \$73.4 million Parks, Libraries and Senior Service Projects; \$14.3 million Support Services Projects, \$7.8 million Public Health Projects, and \$74.4 million for Public Safety Projects. Additionally, \$139.2 million has been disbursed to the six municipalities within Cobb County. Total revenue generated for the SPLOST program since this SPLOST began is \$649.0 million with expenditures totaling \$526.2 million.

In March 2011, voters approved the Special Purpose Local Option Sales Tax (SPLOST) that ceased collections in December 2015. Since this SPLOST began, the improvements total: \$321.3 million Transportation Projects; \$83.7 million Parks Projects; \$20.5 million Support Services Projects and \$11.6 million for Public Safety Projects. Additionally, \$140.6 million has been disbursed to the six municipalities within Cobb County. Total revenue generated for the SPLOST program since this SPLOST began is \$614.7 million with expenditures totaling \$577.7 million.

In September 2005, voters approved a one cent the Special Purpose Local Option Sales Tax (SPLOST) that ceased collections in December 2011. Since this SPLOST began, the improvements total: \$526.4 million Transportation Projects; \$200.3 million Public Safety Projects, and \$120.8 million has been disbursed to the six municipalities within Cobb County. Total revenue generated for the SPLOST program since this SPLOST began is \$863.2 million with expenditures totaling \$847.5 million.

The Debt Service Fund reflects the accumulation of monies for, and the payment of, principal and interest on all General Obligation Debt other than that issued specifically for enterprise activities. The following ratios of net bonded debt per capita are useful indicators of the County's strong debt position:

	<i>Amount</i>	<i>Debt per Capita</i>	<i>Debt to Actual Value</i>	<i>Debt to Assessed Value</i>
Net Bonded Debt	\$11,198,525	\$14.46	0.01%	0.03%
Total General Obligation Direct Debt	\$18,970,439	\$24.50	0.02%	0.05%
Total Primary Government Debt	\$696,242,383	\$899.19	0.69%	1.73%

Outstanding General Obligation Bonds at September 30, 2019 totaled \$17,290,000.

Cobb's legal General Obligation Bond debt limitation by state law is 10% of the taxable digest or \$4,028,356,649. Cobb County currently is utilizing 0.24% of this limitation with its \$17,290,000 outstanding General Obligation Bonds.

The available assets of the various funds are pooled to the extent possible for investment purposes. Investments are made in accordance with state law and the County's Investment Policy that requires bank balances be 110% collateralized and all investments be acquired on a "delivery vs. payment" basis, thereby providing maximum protection to the County. The Investment Policy also prescribes selection criteria for financial institutions, investment instruments and maturities of investments.

On March 13, 2007, the Cobb County Board of Commissioners (BOC) authorized the Water System to submit an application to (Georgia Environmental Facilities Authority) GEFA for partial funding of the South Cobb Tunnel construction and related services. This project entails construction of an approximately 30,000 foot long, deep tunnel with a 27-foot excavation diameter; several connecting tunnels 6 to 10 feet in diameter ranging from 500 to 3,200 feet in length, and a 130 mgd lift station at the South Cobb Water Reclamation Facility. The initial loan in the amount of \$35 million was authorized by the BOC on March 11, 2008, and the second loan in the amount of \$35 million was authorized in FY2009. Two additional loans in the amount of \$10 million and \$25 million were requested in FY 2010. Two additional loans in the amount of \$25 million and \$35 million were requested in FY 2011 [however, only \$49.9 million was received in FY2011]. One additional loan in the amount of \$35 million was requested in FY 2012 [however, only \$27.1 million was received in FY2012]. The length of the project will be approximately 6 years with each loan having a 20 year term. The current outstanding balance of these loans from GEFA, as of September 30, 2019, is \$115,734,949.

Major Initiatives

In order to continue to compete in a global economy and ensure continued economic growth, Cobb County must continue to address the public infrastructure that effectively serves the demands for transportation and air travel, water supply, wastewater treatment and waste disposal. To address these challenges, along with other quality of life issues, Cobb aggressively developed and adopted its first 5-year rolling Capital Improvement Program (CIP) in 1990. Since that time, Cobb County has successfully completed and implemented the Cobb County Greenprint. This is a Geographic Information Systems modeling program that allows staff to manage and prioritize the remaining undeveloped land and sensitive habitat in the county.

County-Owned Transit System The County's bus service continues to meet its goals of providing the citizens of Cobb County with a safe, reliable, attractive and cost effective public transportation system. In 2019, CobbLinc riders took nearly 2.5 million trips. CobbLinc continues with the Breeze Fare Collection System which allows passengers to be able to easily transfer between CobbLinc and MARTA. In 2019, CobbLinc celebrated 30 years of bus service operation in the county, added 14 new USB-equipped and Wi-Fi-equipped buses and implemented service changes that included the addition of Sunday bus service and a new route Rapid 10, providing access for more people than ever before.

SPLOST Projects Every project funded by the 2011 and 2016 SPLOSTs will improve the quality of life in Cobb County by maintaining, improving and enhancing County parks, transportation, infrastructure, public safety, libraries, senior services, judicial, and public health facilities.

SPLOST - Transportation With the 2011 and 2016 SPLOST programs proceeding on schedule and on track, improvements to Cobb County's transportation system steadily move along. The 2011 SPLOST program to date has approximately 213 transportation projects that are underway or completed while the 2016 SPLOST program has 204 transportation projects that are underway or completed.

SPLOST Transportation Project Highlights from 2019:

At the end of FY19, 96% of the 2016 SPLOST Transportation projects had been started or completed. 57% of the projects had been completed, 20% were in the construction phase, 19% in design / engineering phase, and only 4% remain to be started

- Four (4) Bridge Replacement/Rehab projects
- Four (4) Sidewalk Pedestrian projects
- Ten (10) Drainage System Improvement projects
- Cumberland Boulevard Roadway Improvements

- Main Street/Old Highway 41 (Joint project with City of Acworth)
- John Ward Road at Irwin Road Roundabout

Projects started/in-progress (Construction Phase) in FY 19 include:

- Old Highway 41 Bridge over CSX RR (joint project with City of Marietta)
- Acworth Due West Road at Jim Owens Road/Mars Hill Church Road Roundabout
- Cherokee Street (joint project with City of Kennesaw) Roadway Improvements
- I-20 EB Ramps at Riverside Parkway
- Windy Hill Road-Terrell Mill Road Connector
- Hicks Road at Concord Road Intersection Improvements

SPLOST – Public Safety: Public Safety enhancements include adding apparatus/vehicles to increase response capability through-out the county, site acquisition for the new Public Safety Headquarters, as well as the renovation of existing facilities.

SPLOST Public Safety Project Highlights from 2019:

- Mobile Command Unit & Airport Fire Fighting Unit Completed

SPLOST –Public Services: Funding for these projects will be used for parks, library, and senior center improvements to benefit the citizens of Cobb County.

SPLOST Public Service projects completed in 2019:

Public Services had 66% of the 2016 SPLOST projects completed, 12% in the construction phase, 16% in design / engineering phase, and 6% are future projects.

- Mabry Park opened to the public
- Mable House Amphitheater Sound System and Seating area completed
- Automatic License Plate Readers installed

Relevant Financial Policies

Cobb County’s goals were developed within the framework of the Financial Policies established by the County that provide a sound basis for future financial planning and conservative management. Briefly stated, they include (1) a balanced annual operating budget, (2) a stable and diversified revenue structure, (3) maintenance of adequate reserves and designations of fund balances, (4) a multi-year capital improvements program, and (5) debt and investment policies that ensure judicious management of the County’s credit and available funds.

In developing and evaluating the County’s accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe the County’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the sub-function level by the encumbrance of estimated purchase amounts before the release of purchase orders to vendors. Purchase orders that result in an overrun of sub-function balances are not released until additional appropriations are made available. Open

encumbrances are reported within restricted, committed, or assigned fund balances at year-end for governmental funds.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2018. This represented the 16th consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements. We are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the County received its 21th consecutive GFOA Award for Distinguished Budget Presentation for its biennial operating budget which was presented in the FY 19/20 Biennial Budget document. To qualify for the Distinguished Budget Presentation Award, the County's budget document must be reviewed by several independent GFOA members and rated as proficient in several categories as a policy document, financial plan, operational guide and a communications device.

The Water System Fund received several awards throughout FY19 including 2019 GAWP Gold Award for Wastewater Collection System Excellence and Water Distribution System Excellence.

We wish to acknowledge the outstanding efforts of the Finance Department staff in the preparation of this report. Their dedication and contributions to the preparation of this report, along with the direction and support of the County Manager's Office, form the basis for responsible and progressive financial management in Cobb County.

We also wish to acknowledge the valuable contribution of the Board of Commissioners in its guidance of the financial affairs of the County.

Most of all, we would like to thank the people of Cobb County. Their noteworthy level of community involvement, extending far beyond personal interest, continues to make Cobb County an exciting place in which to live and work.

Respectfully submitted,



William Volckmann
Finance Director / Comptroller



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Cobb County
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

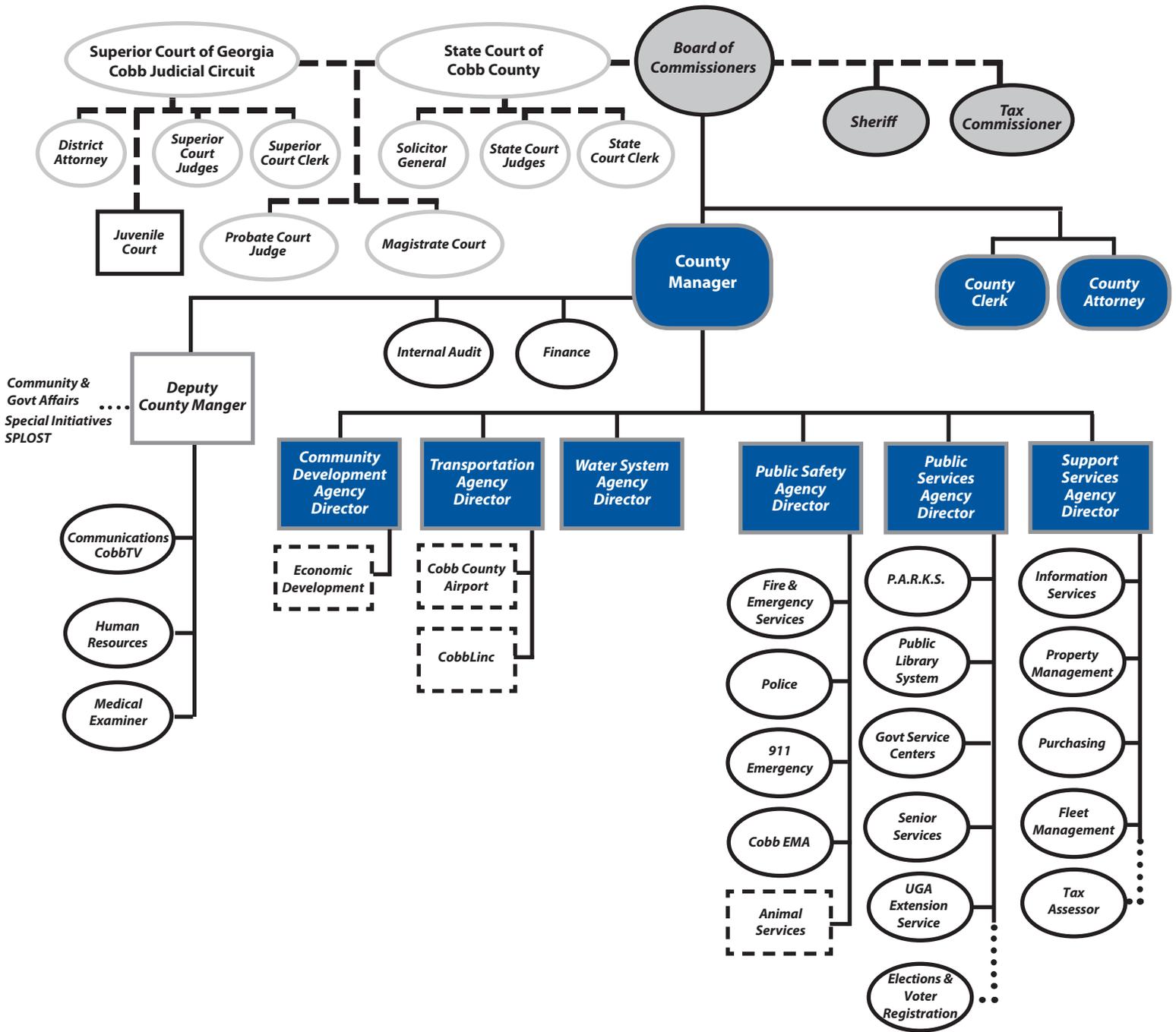
Christopher P. Morrill

Executive Director/CEO



Cobb County Government

ORGANIZATIONAL CHART



(March 2018)

KEY

- Elected Office
- Elected Court Office
- Appointed Court/Office
- Appointed by the Board of Commissioners
- Agency Director
- Department Director
- County Manager's Staff
- Division Manager
- For budget purposes only.
- Liaison responsibilities only.

COBB COUNTY BOARD OF COMMISSIONERS

100 Cherokee St., Suite 300 Marietta, GA 30090 • 770.528.2600 • fax:770.528.2606 • www.CobbCounty.org



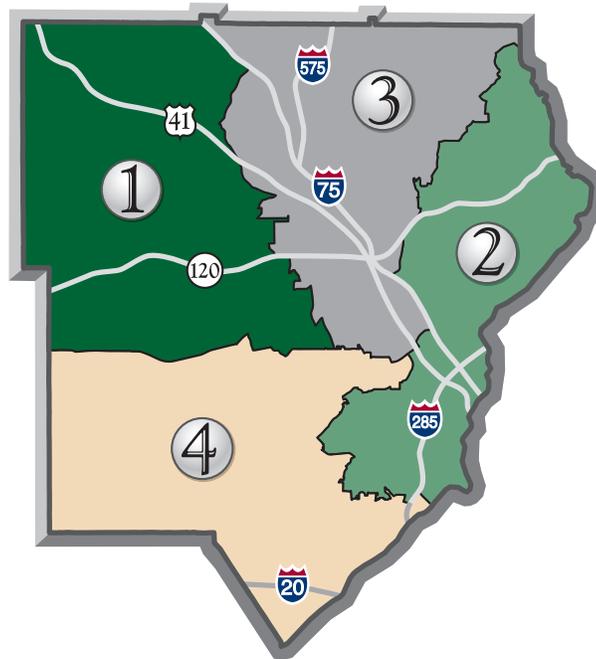
Chairman Mike Boyce
770-528-3305
mike.boyce@cobbcounty.org
Assistants: Millie Rogers and Margaret Rojas



District One Commissioner
Keli Gambrell
770-528-3313
keli.gambrell@cobbcounty.org
Assistant: Ryan O. Williams



District Three Commissioner
JoAnn Birrell
770-528-3317
joann.birrell@cobbcounty.org
Assistant: Inger Eberhart



District Four Commissioner
Lisa Cupid
770-528-3311
lisa.cupid@cobbcounty.org
Assistants: Bianca Keaton and Andrea Ashmore



District Two Commissioner
Bob Ott
770-528-3316
bob.ott@cobbcounty.org
Assistant: Kim Swanson

County Manager
Rob Hosack
770-528-2600
robert.hosack@cobbcounty.org
Assistant: Renee Morris



Cobb County, Georgia

County Manager
Rob Hosack

Finance Department

- Director of Finance/Comptroller William Volckmann

- Associate Comptroller Buddy Tesar

- Accounting Division Manager Roxane Rush

- Accounts Payable Division Manager Stefani Balli

- Budget Division Manager Susan Revill

- Payroll Division Manager Maureen Claffy

- Risk Division Manager..... Ordale Randall



FINANCIAL SECTION

The Financial Section includes the Management's Discussion and Analysis (MD&A), the basic financial statements and Required Supplemental Information (RSI) as well as the independent auditor's report. The MD&A is intended to provide users with a narrative introduction, overview and analysis of the financial statements. The RSI is intended to provide users with budgetary comparisons, infrastructure condition and maintenance data and pension trend data.



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kennesaw@nicholscauley.com

INDEPENDENT AUDITOR'S REPORT

The Honorable Mike Boyce, Chairman
Members of the Cobb County Board of Commissioners
Cobb County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information of Cobb County, Georgia, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the

effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Cobb County, Georgia, as of September 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof and for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of changes in net pension liability and related ratios, schedule of pension contributions, schedule of pension investment returns, schedule of net changes in OPEB liability and related ratios, schedule of OPEB contributions, the schedule of OPEB investment returns, and the General Fund and Fire District Special Revenue Fund budgetary comparison schedules, on pages 4-17 and pages 79-87 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cobb County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, supplemental information, the statistical section, the schedule of projects constructed with special sales tax proceeds, and the water and sewer fund comparative statement of revenues and expenses are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Projects Constructed with Special Sales Tax Proceeds is presented for

purposes of additional analysis as required by the Official Code of Georgia 48-8-121, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, supplemental information, the schedule of projects constructed with special sales tax proceeds, and the water and sewer fund comparative statement of revenues and expenses are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, supplemental information, the schedule of projects constructed with special sales tax proceeds, and the water and sewer fund comparative statement of revenues and expenses are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 1, 2020, on our consideration of Cobb County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Cobb County, Georgia's internal control over financial reporting and compliance.

Nichols, Cauley + Associates, LLC

Kennesaw, GA
April 1, 2020



MANAGEMENT'S DISCUSSION & ANALYSIS

COBB COUNTY GOVERNMENT
Management’s Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

The Management’s Discussion and Analysis of Cobb County Government’s Comprehensive Annual Financial Report (CAFR) provides an overall narrative and analysis of the County’s financial statements for the fiscal year ended September 30, 2019. This discussion and analysis is designed to look at the County’s financial performance as a whole. Readers should also review the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements to enhance their understanding of Cobb County’s financial performance.

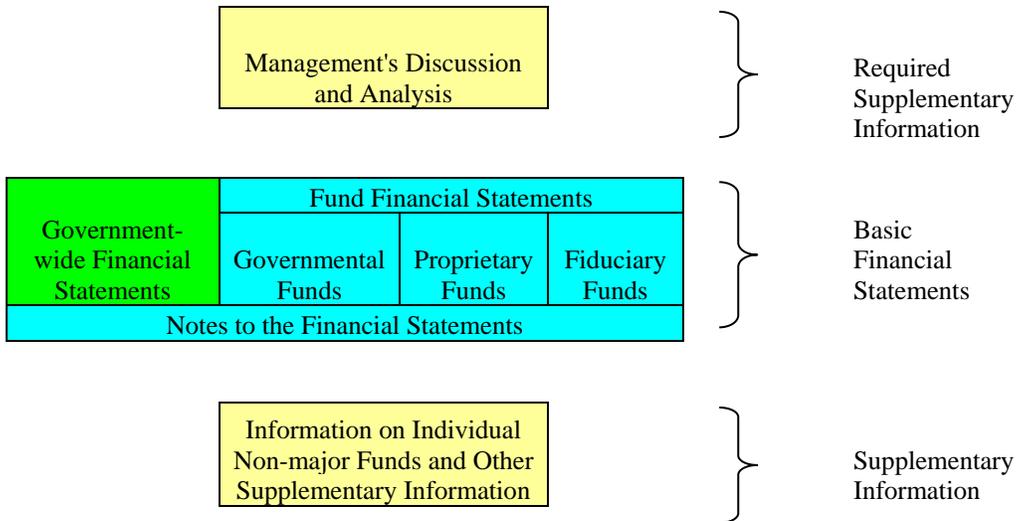
Financial Highlights

Key financial highlights for FY19 are as follows:

- ◆ The County’s combined net position totaled \$4.8 billion. Of this amount, \$331.8 million is restricted for renewal and expansion, debt service, and various projects and programs.
- ◆ Combined revenue totaled \$1.1 billion of which governmental activities totaled \$849.1 million and business-type activities totaled \$251.9 million.
- ◆ Overall expenses totaled \$1.0 billion of which governmental activities totaled \$773.2 million and business-type activities totaled \$247.1 million.
- ◆ At the end of September 30, 2019, governmental activities expenses exceeded program revenues, resulting in the use of \$581.9 million in general revenues (mostly taxes).
- ◆ At September 30, 2019, the County’s General Fund reported an unassigned fund balance of \$129.7 million.

Overview of the Financial Statements

This is the thirteenth Comprehensive Annual Financial Report (CAFR) Cobb County has issued under the Governmental Accounting Standards Board (GASB) Statement 34. The following illustration is provided as a guide for the financial statements:



COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

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

Government-wide Financial Statements

The Government-wide financial statements provide a broad view of the County's operations in a manner similar to a private-sector business. The statements provide both short-term and long-term information about the County's financial position, which assists in assessing the economic condition at the end of the fiscal year. These statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This means the statements take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid. There are two Government-wide financial statements, the Statement of Net Position and the Statement of Activities which are described below.

The Statement of Net Position presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with residual of all other elements reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position 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 not result in cash flows until future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave). This statement also presents a comparison between direct expense and program revenues for each function of the County.

Both government-wide financial statements distinguish functions of Cobb County Government that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities include general government, public safety, public works, health and welfare, culture and recreation and housing and development. The business-type activities include Water and Sewer, Performing Arts Centre, Solid Waste Operations, Transit, Golf Course Operations, and Galleria Specialty Shops.

The government-wide financial statements include not only Cobb County Government and its two blended component units Cobb-Marietta Coliseum and Exhibit Hall Authority and the South Cobb Redevelopment Authority (SCRA), but also a legally separate Board of Health for which the government is financially accountable. Financial information for the Cobb County Board of Health are reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. It is important to note that these fund categories use different accounting approaches and should be interpreted differently.

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

Governmental Funds

Most of the basic services provided by the County are financed through 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 statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirements. This approach is known as using the flow of current financial resources measurement focus and the modified accrual basis of accounting. These statements provide a detailed short-term view of the County's finances that assists in determining whether there will be adequate financial resources available to meet the County's current needs.

The County maintains four governmental fund types: the General Fund; Special Revenue Funds (Fire District, Street Light District, Law Library, Community Services, Grant, Housing and Urban Development Grant, Hotel/Motel Tax, Emergency 911, Parking Deck Facility, Six Flags Special Service District, Cumberland Special Service District 1, Cumberland Special Service District 2, CMCEHA, 800 MHz, and Stadium Capital Maintenance); Debt Service Funds; and the Capital Projects Funds (Public Facilities, SPLOST, SCRA Construction, Parks Bond Land Acquisition, CMECHA Stadium Construction and Stadium Construction). 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, Fire District Fund, and the SPLOST Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 20-23.

Proprietary Funds

Proprietary funds are used to account for activities that operate similar to those commercial enterprises found in the private sector. Because these funds charge fees for services provided to outside customers including local governments, they are known as enterprise funds. Proprietary funds use the accrual basis of accounting, thus there is no reconciliation needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

The County has seven proprietary funds: Water and Sewer Fund, Performing Arts Centre Fund, Galleria Specialty Shops, Solid Waste Disposal Fund, Cobblestone Golf Course Fund, Public Transit System Fund and the Claims Internal Service Fund. The Claims Internal Service Fund, which accounts for services performed by a central service department for other departments or agencies of the governmental unit, is comprised of the Health and Dental Fund, the Casualty and Liability Fund, and the Workmen's Compensation Fund. The proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the Water and Sewer Fund which is considered a major fund of the County. The basic proprietary fund financial statements can be found on pages 24-28 of this report.

Fiduciary Funds

The Fiduciary funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and other County departments. The County is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These funds are not reflected in the government-wide financial statements because the resources are not available to support the County's operations or programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Cobb County maintains eleven fiduciary funds; nine agency funds for Clerk of State Court, Clerk of Juvenile Court, Sheriff, Clerk of Superior Court, Clerk of Probate Court, Tax Commissioner, Accounts Payable Fund, Payroll Fund, the Child Support, Witness

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

and Jurors' Fees, and two trust funds for the Pension Fund, and the Other Post Employment Benefit Fund. The basic fiduciary funds financial statements can be found on pages 29-30 of this report.

Component Units

Cobb County has three component units; Cobb-Marietta Coliseum and Exhibit Hall Authority, the South Cobb Redevelopment Authority (SCRA), and the Cobb County Board of Health. The Cobb-Marietta Coliseum and Exhibit Hall Authority and the South Cobb Redevelopment Authority (SCRA) are reported as blended component units, and the Cobb County Board of Health is a discretely presented component unit. The component units are included in the financial statements because of their operational and financial relationship to the County. The financial statements include the financial data for the County's component units as reflected in their most recent audited financial statements. The information presented for the Cobb County Board of Health is as of and for the year ended June 30, 2019.

Budgetary Comparisons

Cobb County adopts an annual appropriated budget for the General Fund, Special Revenue Funds, and the Debt Service Funds. A budgetary comparison schedule has been provided for the General Fund and Fire District Special Revenue Fund and can be found on pages 86-87. Budget to actual comparisons for some of the non-major funds are provided in individual schedules elsewhere in this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-78 of this report.

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

Government-wide Financial Analysis

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The County's combined net position (government and business-type activities) totaled \$4.9 billion at September 30, 2019.

The following table provides a summary of the County's governmental and business-type net position for fiscal years 2019 and 2018:

Cobb County, Georgia
Statement of Net Position

	Governmental	Governmental	Business-type	Business-type	Total	Total
	Activities	Activities	Activities	Activities	2019	2018
	2019	2018	2019	2018 (1)		
Assets:						
Current assets	\$ 628,434,152	\$ 605,458,936	\$ 115,118,323	\$ 115,123,452	\$ 743,552,475	\$ 720,582,388
Capital assets - net	4,096,169,601	4,067,821,140	1,687,786,856	1,713,850,212	5,783,956,457	5,781,671,352
Total assets	\$ 4,724,603,753	\$ 4,673,280,076	\$ 1,802,905,179	\$ 1,828,973,664	\$ 6,527,508,932	\$ 6,502,253,740
Deferred Outflows of Resources						
Deferred outflows related to OPEB	\$ 25,936,870	\$ 26,633,806	\$ 2,430,832	\$ 2,579,716	\$ 28,367,702	\$ 29,213,522
Deferred outflows related to pensions	88,260,897	107,952,112	7,852,461	9,604,364	96,113,358	117,556,476
Deferred charges on bond refunding	694,041	877,377	-	-	694,041	877,377
Total deferred outflows	\$ 114,891,808	\$ 135,463,295	\$ 10,283,293	\$ 12,184,080	\$ 125,175,101	\$ 147,647,375
Total Assets and Deferred Outflows of Resources	\$ 4,839,495,561	\$ 4,808,743,371	\$ 1,813,188,472	\$ 1,841,157,744	\$ 6,652,684,033	\$ 6,649,901,115
Liabilities						
Current liabilities	\$ 131,714,676	\$ 162,103,636	\$ 34,215,068	\$ 45,446,412	\$ 165,929,744	\$ 207,550,048
Long-term liabilities (net)	1,311,306,151	1,313,418,678	305,294,306	330,028,757	1,616,600,457	1,643,447,435
Total liabilities	\$ 1,443,020,827	\$ 1,475,522,314	\$ 339,509,374	\$ 375,475,169	\$ 1,782,530,201	\$ 1,850,997,483
Deferred Inflows of Resources						
Deferred inflows related to OPEB	\$ 17,954,927	\$ 9,401,292	\$ 1,682,757	\$ 910,597	\$ 19,637,684	\$ 10,311,889
Deferred inflows related to pensions	-	21,201,563	-	1,886,275	-	23,087,838
Deferred gain on refunding	278,989	334,669	5,241,876	971,110	5,520,865	1,305,779
Total deferred inflows	\$ 18,233,916	\$ 30,937,524	\$ 6,924,633	\$ 3,767,982	\$ 25,158,549	\$ 34,705,506
Total Liabilities and Deferred Inflows of Resources	\$ 1,461,254,743	\$ 1,506,459,838	\$ 346,434,007	\$ 379,243,151	\$ 1,807,688,750	\$ 1,885,702,989
Net Position						
Net investment in capital assets	\$ 3,648,793,821	\$ 3,597,754,891	\$ 1,455,172,685	\$ 1,460,332,315	\$ 5,103,966,506	\$ 5,058,087,206
Restricted	287,035,825	274,860,968	44,786,239	44,410,711	331,822,064	319,271,679
Unrestricted	(557,588,828)	(570,332,326)	(33,204,459)	(42,828,433)	(590,793,287)	(613,160,759)
Total net position	\$ 3,378,240,818	\$ 3,302,283,533	\$ 1,466,754,465	\$ 1,461,914,593	\$ 4,844,995,283	\$ 4,764,198,126

(1) As restated.

100% of the County's net position reflects its investment in capital assets such as land, buildings, equipment and infrastructure (roads, bridges, sidewalks, water lines and sewer lines) less any related debt used to acquire those assets that is still outstanding. Net investment in capital assets increased by \$45.9 million (0.91%) in FY19.

The County uses these capital assets to provide services to its citizens; therefore, these assets are not available for future spending. Although the 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.

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

Changes in Net Position

Governmental and business-type activities increased the County's net position by \$98.4 million in FY19. The following table indicates the changes in net position for governmental and business-type activities in FY19 and FY18:

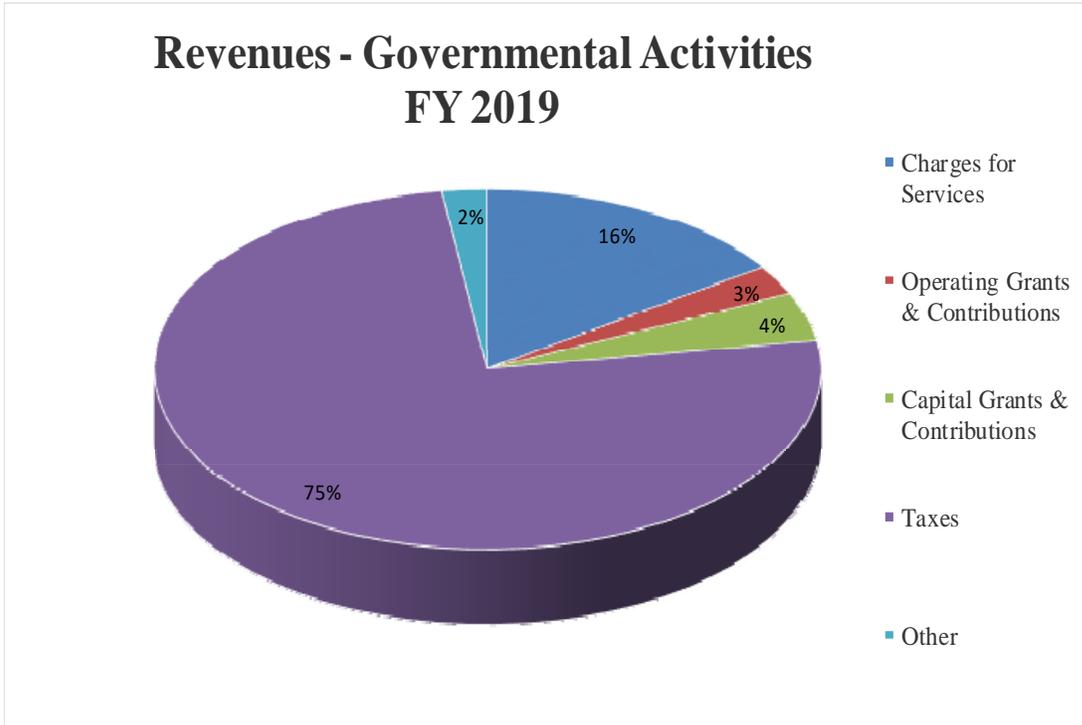
	Governmental Activities <u>2019</u>	Governmental Activities <u>2018</u>	Business-type Activities <u>2019</u>	Business-type Activities <u>2018</u>	Total <u>2019</u>	Total <u>2018</u>
Revenues:						
Program Revenues:						
Charges for Services	\$ 132,054,702	\$ 127,788,528	\$ 243,908,016	\$ 217,443,182	\$ 375,962,718	\$ 345,231,710
Operating Grants & Contributions	22,938,863	21,934,660	-	-	22,938,863	21,934,660
Capital Grants & Contributions	36,287,719	49,707,069	27,765,134	30,000,062	64,052,853	79,707,131
General Revenues:						
Property Taxes	410,690,762	385,637,151	-	-	410,690,762	385,637,151
Other Taxes	229,513,410	216,550,370	-	-	229,513,410	216,550,370
Other	18,636,639	12,354,756	1,291,693	1,733,126	19,928,332	14,087,882
Total Revenues	\$ 850,122,095	\$ 813,972,534	\$ 272,964,843	\$ 249,176,370	\$ 1,123,086,938	\$ 1,063,148,904
Expenses:						
General government	\$ 173,284,767	\$ 165,424,633	\$ -	\$ -	\$ 173,284,767	\$ 165,424,633
Public safety	313,745,375	289,469,163	-	-	313,745,375	289,469,163
Public works	158,517,004	143,129,556	-	-	158,517,004	143,129,556
Health and welfare	8,042,651	7,903,359	-	-	8,042,651	7,903,359
Culture and recreation	81,358,286	78,642,971	-	-	81,358,286	78,642,971
Housing and development	18,415,521	17,411,304	-	-	18,415,521	17,411,304
Interest on long-term debt	19,827,329	20,721,554	-	-	19,827,329	20,721,554
Water and Sewer	-	-	204,880,216	195,603,970	204,880,216	195,603,970
Solid Waste Disposal	-	-	1,127,105	736,392	1,127,105	736,392
Public Transit System	-	-	27,860,642	27,003,918	27,860,642	27,003,918
Cobblestone Golf Course	-	-	1,907,762	1,694,487	1,907,762	1,694,487
Galleria Speciality Shops	-	-	950,051	1,004,250	950,051	1,004,250
Performing Arts Centre	-	-	10,365,535	10,040,972	10,365,535	10,040,972
Total Expenses:	\$ 773,190,933	\$ 722,702,540	\$ 247,091,311	\$ 236,083,989	\$ 1,020,282,244	\$ 958,786,529
Increase in net position before transfers	\$ 76,931,162	\$ 91,269,994	\$ 25,873,532	\$ 13,092,381	\$ 102,804,694	\$ 104,362,375
Extraordinary Item	-	-	(22,007,537)	-	(22,007,537)	-
Transfers	(973,877)	6,877,775	973,877	(6,877,775)	-	-
Increase in net position	\$ 75,957,285	\$ 98,147,769	\$ 4,839,872	\$ 6,214,606	\$ 80,797,157	\$ 104,362,375
Net Position - beginning	\$ 3,302,283,533	\$ 3,391,711,278	\$ 1,444,339,747	\$ 1,456,311,854	\$ 4,746,623,280	\$ 4,848,023,132
Restatement	-	(187,575,514)	17,574,846	(18,186,713)	17,574,846	(205,762,227)
Net Position - ending	\$ 3,378,240,818	\$ 3,302,283,533	\$ 1,466,754,465	\$ 1,444,339,747	\$ 4,844,995,283	\$ 4,746,623,280

The restatement to previously reported changes in net position has not been determined.

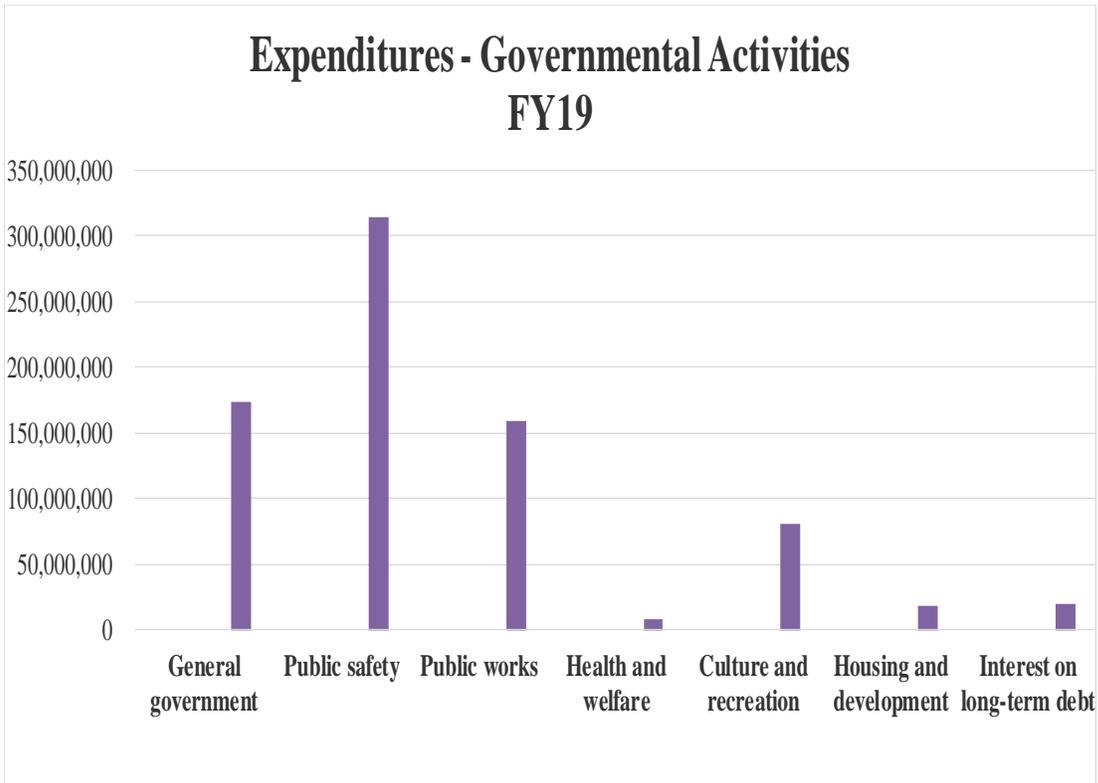
COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

Governmental Activities

Governmental activities increased the County's net position by \$76.0 million thereby accounting for 94.0% of the total growth in net position.



COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019



Business-type Activities

Business-type activities increased the County's net position by \$4.8 million thereby accounting for 6.0% of the total growth in net position.

Changes in Overall Net Position from Operating Results

Revenues

The County's total revenue increased 5.6%, or \$59.9 million, in FY19. The County's increase in revenue was attributed to a \$30.7 million increase in charges for services and \$25.0 million increase in property taxes.

Expenses

The County's total expenses increased 6.4%, or \$61.5 million, in FY19. \$50.5 million of this increase is related to governmental activities and \$11.0 million is related to business-type activities. The three functions that had the largest increases over the prior year were Public Safety (\$24.3 million), Public Works (\$15.4 million), and Water and Sewer (\$9.3 million).

Financial Analysis of the County's Individual Funds

Cobb County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of Cobb County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The County ended FY19 with strong fund balances in its governmental funds. The combined balance of all the governmental funds is \$459.9 million. Of this total, \$129.7 million or 28.2% represents unassigned

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

fund balance, which is available for spending in the coming year. The remainder of fund balance is nonspendable, restricted, committed or assigned to indicate that it is not available for new spending because it has already been designated: 1) to liquidate contracts, purchase orders and inventories of the prior period 2) to pay debt service and 3) for a variety of other restricted purposes.

Major Funds:

General Fund

The General Fund is the primary operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$129.7 million, and total fund balance was \$163.3 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 32.9% of total general fund operating expenditures and total fund balance represents 41.3% of that same amount.

The fund balance of the General Fund increased \$33.2 million in FY19 for a total of \$163.3 million. The Board of Commissioners made a collaborative effort to focus on maintaining the county's excellent financial position. Revenues increased \$31.3 million (7.3%) while operating expenditures increased \$24.4 million (6.6%). Property taxes made up the largest increase in revenues.

Total transfers out of the General Fund of \$67.1 million represent the appropriation of funds to the Public Facilities Fund, Transit Fund, Solid Waste Fund, Water System Funds, CMCEHA Fund, and the Grant Fund.

Fire District Fund

The Fire Fund is used to account for the operation of the fire department within the County. \$35.9 million of fund balance is reported as restricted for construction and capital outlay. The fund balance increased by \$0.2 million during the current fiscal year mainly due to a \$4.1 million increase in property tax revenue. While total assets increased \$20.9 million, total liabilities also increased by \$20.6 million.

SPLOST Fund

The SPLOST Fund accounts for the financial resources provided from the 2006, 2011, and 2016 one percent Special Purpose Local Option Sales Tax. Such funds were approved by voter referendum for public safety and transportation projects, as well as parks, recreational and cultural affairs, and support services. At the end of the current fiscal year, the SPLOST Fund reported a fund balance of \$172.6 million which is restricted for specific construction projects. Expenditures exceeded revenues by \$5.0 million. Of the \$182.0 million in expenditures, \$23.7 million was spent on facility projects by the County's Property Management and Parks Divisions, \$23.7 million for Public Safety, and \$95.5 million was spent on various DOT safety and improvement road, bridge and sidewalk projects. The remaining \$39.1 million represents payments to the cities for their portion of SPLOST proceeds.

Nonmajor Funds:

Special Revenue Funds

The County uses Special Revenue Funds to account for the collection and disbursement of specific revenues that are legally restricted or committed to expenditures for specified purposes. Included in this classification are: Law Library Fund, Community Services Fund, Grant Fund, Housing and Urban Development Grant Fund, Hotel/Motel Tax Fund, Emergency 911 Fund, Parking Deck Facility Fund, 800 MHz Fund, Streetlight District Fund, Six Flags Special Service District Fund, Cumberland Special Service District 1 and 2 Funds, CMCEHA Fund, and the Stadium Capital Maintenance Fund.

Non-major Special Revenue Funds' operating revenue totaled \$88.9 million for the fiscal year ended September 30, 2019. Total operating revenues increased by \$3.0 million (3.5%). This increase was attributed primarily to a \$1.4 million increase in Emergency 911 Fund charges for services and a \$0.8 million increase in Hotel/Motel Tax Fund.

COBB COUNTY GOVERNMENT
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For the Fiscal Year Ended September 30, 2019

Operating expenditures of the non-major Special Revenue Funds totaled \$62.4 million for FY19. Total Non-major Special Revenue Funds' operating expenditures remained relatively flat with an increase of \$0.3 million (0.6%).

The fund balance of the nonmajor Special Revenue Funds totaled \$59.7 million. This was an increase of \$9.4 million from FY18.

CMCEHA and BOC Debt Service Funds

The Debt Service Funds reflects the accumulation of monies for, and the payment of, principal and interest on all General Obligation Debt other than that issued specifically for enterprise activities. The Debt Service Funds had a total fund balance of \$13.6 million, all of which is reserved for the payment of debt service.

Capital Project Funds

The County uses Capital Project Funds to account for the acquisition, construction and improvement of major capital projects that are not financed by Proprietary Funds. The proceeds of General Obligation Bond issues are accounted for in the Capital Project Funds until improvement projects are completed. The non-major Capital Project Funds' overall fund balance is \$14.8 million. \$220 thousand is nonspendable for prepaid expenditures and \$14.6 million is restricted or committed for specific construction and improvement projects and capital acquisitions.

Operating expenditures exceeded operating revenues by \$9.0 million for the non-major Capital Project Funds which was offset by transfers in of \$17.7 million. In the Capital Project Funds, the primary expenditures are accounted for in various Information Services computer replacement projects, county building construction and renovation projects, and park land acquisition.

Proprietary Funds

The activities of the County that render services to the general public on a user charge basis, or that require periodic determination of revenues for public policy are accounted for as Proprietary Funds. The Proprietary Fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

Major Funds:

Water and Sewer Fund

The Water and Sewer Fund accounts for the operation of the water distribution system and sewage processing plants. Unrestricted net position of the Water and Sewer Fund at the end of the year was (\$22.8) million. The fund had a change in net position of \$1.3 million in FY19 mostly due to \$21.7 million in capital contributions and an extraordinary item of (\$22.0) million.

Non-major Funds:

The Cobblestone Golf Course Fund accounts for the operations and maintenance of the County's golf course. It ended FY19 with a net income from operations before depreciation of (\$174.9) thousand. However, overall change in net position (including depreciation, non-operating revenues and transfers out) was \$(207.1) thousand for FY19. Net position totaled \$3.0 million.

The Public Transit System Fund accounts for the operation of the local public transit system through user fees and funds received from the Federal Transit Authority and the Georgia Department of Transportation. The Public Transit System Fund ended FY19 with a change in net position of \$3.7 million. Net position totaled \$66.3 million at the end of the fiscal year.

The Solid Waste Disposal Fund accounts for the operation of the County's public landfills and solid waste processing. The County's Solid Waste Disposal Facility change in net position of \$72.3 thousand for FY19. Per GASB Statement No. 18, once a landfill stops accepting waste, it is required to be closed and the liability of closure and post-closure is recorded as of the balance sheet date even though the expenses

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

will be paid out over 30 years. In FY19 there was a change in the estimated methodology for the closure and postclosure care liability of \$17.6 million. The FY19 landfill liability is \$4.6 million.

The Performing Arts Centre Fund ended the year with negative unrestricted net position of \$5.4 million. The fund had a change in net position of \$407 thousand in FY19, which included depreciation expense of \$2.2 million.

The Galleria Specialty Shop Fund accounts for the activities of the Authority's retail specialty shops. The Galleria Specialty Shop Fund's operating revenue decreased \$36.2 thousand (7.0%) from FY18 and total operating expenses decreased by \$18.6 thousand (2.3%). Net position totaled \$3.1 million at the end of the fiscal year.

General Fund Budgetary Highlights

Cobb County operated under an annual balanced budget (budgeted revenues equal budgeted expenditures), which is adopted by resolution and administered in accordance to State law. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the category level within departments.

The most significant expenditure amendments are summarized as follows:

General Government

- ◆ General Government had an overall \$6.7 million increase. The final budget is a result of increases in personnel services (\$1.8 million) and operating expenditures (\$4.8 million) The Legislative departments remained relatively unchanged with a slight increase in operating expenditures of approximately \$0.2 million. The Judicial departments recognized an overall \$3.3 million increase in the final budgets for personnel service, operating expenditures, and capital outlay of \$1.3 million, \$1.7 million, and \$0.4 million, respectively. The Executive and Administrative departments recognized an overall \$3.3 million increase in the final budgets for personnel service, operating expenditures and capital outlay.

Public Safety

- ◆ Public Safety had an overall \$22.6 million increase. Personnel services increased \$4.8 million mainly from increased personnel costs including, but not limited to, additional over-time and part-time expenditures. Operating expenditures increased by \$6.9 million mainly due to increased medical and dental services for inmates held at the County's Adult Detention Center and contractual fees paid for the school bus stop arm camera program. Capital outlay increased \$10.8 million primarily due to police department vehicle replacements and detention center repairs and renovations.

Public Works:

- ◆ Public Works had an overall \$1.4 million increase. This increase is due mainly to higher operating expenditures (\$0.7 million) and capital outlays (\$0.7 million). The increase in operating expenditures results from professional services and roadway maintenance. The increase in capital outlays comes mainly from additional traffic control equipment. A decrease of \$0.1 million in personnel services slightly offsets the overall increase.

Culture and Recreation:

- ◆ Culture and Recreation had an overall increase of \$8.3 million. Personnel services increased \$1.5 million. There was an increase in operating expenditures of \$2.3 million to provide for increased landscaping and other grounds and maintenance services at the various park locations. Capital outlay increased by \$4.4 million for the construction of playgrounds, various building and land improvements, and HVAC repairs/replacements.

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

Housing and Development:

- ◆ Housing and Development had an overall increase of \$0.2 million. There was an increase in operating expenditures of \$0.2 million. Operating increases were due to expanded services within the Community Development Agency.

On budgetary basis, the County's General Fund generated an \$18.3 million change in fund balance ending FY19. Total revenues ended the year \$31.1 million over budget while total expenditures ended the fiscal year \$13.1 million under budget. Expenditure control was very important in the FY19 budget and will continue to remain the focus for the future while we look for innovative ways to maintain consistent levels of service with a commitment to the community to be more efficient and accessible.

Capital Assets and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2019, amounts to \$5.1 billion (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings, improvements, equipment, infrastructure and construction in progress. Infrastructure assets are items that are normally immovable and of value only to the County, such as roads, bridges, streets and sidewalks, drainage systems and other similar items.

Cobb County's Capital Assets
(Net of Depreciation)
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2019	2018	2019	2018	2019	2018
Land	\$ 1,172,729	1,156,399	\$ 85,496	\$ 84,754	\$ 1,258,225	\$ 1,241,153
Artwork	-	-	199	199	199	199
Buildings and structures	984,313	983,093	105,753	109,314	1,090,066	1,092,407
Improvements	190,530	161,084	-	-	190,530	161,084
Sewerage plants	-	-	797,012	832,262	797,012	832,262
Machinery and equipment	74,823	73,535	45,943	47,539	120,766	121,074
Infrastructure	1,515,203	1,571,285	591,818	604,501	2,107,021	2,175,786
Construction in progress	158,572	122,425	61,565	35,281	220,137	157,706
Total	\$ 4,096,170	4,067,821	\$ 1,687,786	\$ 1,713,850	\$ 5,783,956	\$ 5,781,671

The County's total net increase in capital assets for the current fiscal year was 0.04%.

Governmental assets that were moved from construction in progress to the asset records during the year totaled approximately \$73.7 million. Some of the major projects for FY19 consisted of the following: road construction or improvements, park facility renovations, and fire station upgrades. In addition, all of the Special Purpose Local Option Sales Tax (SPLOST) programs that were approved by voters in September 2005, March 2011, and subsequently in November 2015 funded various improvements around the County. The 2011 & 2016 SPLOST Programs have added various opportunities for DOT to pursue projects not approved during the 2005 SPLOST Program conception phase. Every project funded by the 2011-16 SPLOSTs will improve the quality of life in Cobb County by maintaining, improving and enhancing County parks, transportation, infrastructure, public safety, libraries, senior services, judicial, and public health facilities. Projects include infrastructure preservation (resurfacing, bridges and drainage), pedestrian improvements, transit, traffic congestion relief, safety and operational improvements (roadways, intersections, and school zones), and federal/state matching funds. A complete list of the projects, including their status, and further details regarding the 2011-2016 SPLOST programs are available on the County's website.

Business-type assets moved from construction in progress to the asset records during the year totaled approximately \$9.2 million. Some of the major capital asset events for the business-type activities for the current year included various sewer replacement and rehabilitations, water line and water main

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

replacements, continuation of a sewer conveyance capacity and equalization tunnel system as well as the continued construction, upgrades and expansion of several water reclamation facilities.

Additional information on the County's capital assets can be found in Note 5 of the Basic Financial Statements section of this report.

Long-Term Debt

As of September 30, 2019, Cobb County had a net of \$745.1 billion in outstanding long-term debt, which does not include interest expense. Of this amount, \$19.0 million (net of bond premium) comprises general obligation debt backed by the full faith and credit of the government and \$552.9 million in revenue bonds (net of bond premium).

Additional information on Cobb County's long-term debt can be found in Note 9 of the Basic Financial Statements section of this report.

Awards, Economic Factors and Next Year's Budget and Rates

For the fifteenth year in a row, the Cobb County Water System has maintained its Triple-Triple "A" ratings from the nation's top three credit rating agencies. The Water System has earned numerous honors from the Georgia Association of Water Professionals (GAWP) including eighteen consecutive years of Complete and Consistent NPDES Permit Compliance at Northwest Water Reclamation Facility, thirteen consecutive years at Noonday Water Reclamation Facility, and seven consecutive years at R.L. Sutton Water Reclamation Facility. In 2019, South Cobb Water Reclamation Facility earned a Gold Award for Complete and Consistent NPDES Permit Compliance. The Georgia GAWP also awarded the Water System a GAWP Wastewater Collection System Excellence Gold Award for excellence in management, maintenance and operation of their collection systems; a GAWP Water Distribution System Excellence Gold Award for excellence in management, operation and maintenance of their water distribution systems; and a 2019 GAWP Comprehensive Program of Excellence Award for its wastewater education and watershed education programs for the third consecutive year. Also, in 2019, the Water System was awarded the USEPA WaterSense Sustained Excellence Award.

During the last twenty-three years, Cobb County has maintained its Triple-Triple "A" credit rating and has remained financially strong. The Board of Commissioners have continued to aggressively address the current and future needs of the County by focusing on sound financial management, the reserve policy, the use of current resources for capital expenditures and the practice of biennial budgeting.

With a growing, diverse population, the challenge is to continue to improve the quality of life by concentrating on the demands placed on the public infrastructure such as transportation, water supply, wastewater treatment, the demands of revitalization of many business areas and the demands of greenspace conservation. Although the nation and surrounding counties are facing financial difficulties, Cobb County is able to maintain low property tax rates and low debt levels so that we can remain a leader and provide the best place to live, work and play.

The County continued to maintain a strong financial position during fiscal year 2019 and we expect the trend to continue in 2020. Tourism revenue increased 4.8% over the prior year. Additionally, the one percent sales tax (SPLOST) generated \$158.7 million in tax revenue which is a \$10.0 million increase compared to FY18. Also, the number of commercial and residential building permits issued increased by 1.5% from the previous year.

Many factors were taken into consideration when preparing the FY20 budget. The FY20 adopted budget had a 4.73% increase compared to the FY19 adopted budget. Significant adjustments were made to all categories with the exception of debt service. Personnel services were largely affected by a budgeted increase in both the County's pension contribution, employee health benefits, and educational pay incentive for public safety personnel. Operating expenditure budgets increased approximately \$10.5 million largely from an increase in medical and dental services for inmates held at the County's Adult Detention Center

COBB COUNTY GOVERNMENT
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2019

(\$4.5 million), voluntary contribution to the pension plan (\$2.0 million), and professional services (\$1.4 million). The FY20 adopted budget for capital outlays increased \$0.8 million largely from a \$1.5 million increase to uncommitted capital for future capital projects. Transfers-out declined \$0.4 million and were mainly affected by a decrease to the Public Facilities Fund for DOT roadway maintenance contracts as the work is now being completed in-house (\$2.3 million) and a unified court case management systems (\$1.4 million). These decreases were partially offset by an increase in the Transit Fund subsidy (\$2.4 million). The FY20 adopted budget for contingencies increased approximately \$4.4 million. The main driver of the increase was an additional three percent merit for sworn/certified public safety personnel.

With the uncertainty of future county revenues during these tough economic times, these proactive steps are necessary and prudent measures to protect the County's financial resources while continuing to remain committed to improving the County's quality of life.

Requests for Information

This financial report is designed to provide a general overview of Cobb County finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Director of Finance / Comptroller, 100 Cherokee Street, Suite 400 Marietta, Georgia 30090-9610.

Complete financial statements of the discretely presented component units can be obtained directly from their administrative offices. The addresses for the administrative offices are as follows: Cobb-Marietta Coliseum and Exhibit Hall Authority, Two Galleria Parkway Atlanta, Georgia 30339, Cobb County Board of Health, 1650 County Services Parkway Marietta, Georgia 30008.



BASIC FINANCIAL STATEMENTS

Cobb County, Georgia
Statement of Net Position
September 30, 2019

	Primary Government			Component Unit
	Governmental	Business-type	Total	Cobb County
	Activities	Activities		Board of Health
				June 30, 2019
Assets				
Cash and cash equivalents	\$ 52,906,113	\$ 29,918,394	\$ 82,824,507	\$ 10,944,387
Investments, at fair value	-	200,000	200,000	3,128,582
Receivables	303,928,489	27,432,066	331,360,555	412,104
Internal balances	1,259,956	(1,259,956)	-	-
Due from others	-	19,283	19,283	-
Due from other governments and agencies	19,921,181	2,338,927	22,260,108	1,521,731
Inventories	1,942,244	1,928,439	3,870,683	158,467
Prepaid items	1,276,463	19,919	1,296,382	-
Advances to others	1,224,726	-	1,224,726	-
Restricted cash and cash equivalents	181,659,966	54,521,251	236,181,217	-
Restricted investments, at fair value	64,315,014	-	64,315,014	-
Net OPEB asset	-	-	-	767,598
Capital assets not being depreciated	1,331,301,024	147,259,493	1,478,560,517	-
Capital assets being depreciated, net	2,764,868,577	1,540,527,363	4,305,395,940	3,042,504
Total assets	<u>4,724,603,753</u>	<u>1,802,905,179</u>	<u>6,527,508,932</u>	<u>19,975,373</u>
Deferred Outflows of Resources				
Deferred outflows related to OPEB	25,936,870	2,430,832	28,367,702	2,494,351
Deferred outflows related to pensions	88,260,897	7,852,461	96,113,358	3,386,706
Deferred charges on bond refunding	694,041	-	694,041	-
Total Deferred Outflows of Resources	<u>114,891,808</u>	<u>10,283,293</u>	<u>125,175,101</u>	<u>5,881,057</u>
Total Assets and Deferred Outflows of Resources	<u>4,839,495,561</u>	<u>1,813,188,472</u>	<u>6,652,684,033</u>	<u>25,856,430</u>
Liabilities				
Accounts payable	22,286,384	17,156,618	39,443,002	120,830
Accrued payroll	6,015,130	659,213	6,674,343	436,782
Arbitrage liability	-	54,882	54,882	-
Due to others	1,511,734	6,537	1,518,271	-
Due to other governments and agencies	7,742,440	49,020	7,791,460	1,216,114
Claims and judgments	22,513,850	-	22,513,850	-
Customer deposits	-	9,256,043	9,256,043	-
Notes payable-current	64,167,173	-	64,167,173	-
Accrued interest payable	5,828,867	1,184,969	7,013,836	-
Unearned revenue	1,649,098	5,847,786	7,496,884	-
Noncurrent liabilities				
Due within one year				
Long-term obligations	41,841,387	25,370,074	67,211,461	684,481
Due within one year				
Long-term obligations	470,056,557	207,873,237	677,929,794	-
Net pension liability	608,437,412	54,152,995	662,590,407	14,786,029
Net OPEB liability	190,970,795	17,898,000	208,868,795	8,947,479
Total liabilities	<u>1,443,020,827</u>	<u>339,509,374</u>	<u>1,782,530,201</u>	<u>26,191,715</u>
Deferred Inflows of Resources				
Deferred inflows related to OPEB	17,954,927	1,682,757	19,637,684	4,073,942
Deferred inflows related to pensions	-	-	-	408,896
Deferred gain on refunding	278,989	5,241,876	5,520,865	-
Total Deferred Inflows of Resources	<u>18,233,916</u>	<u>6,924,633</u>	<u>25,158,549</u>	<u>4,482,838</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,461,254,743</u>	<u>346,434,007</u>	<u>1,807,688,750</u>	<u>30,674,553</u>
Net Position				
Net investment in capital assets	3,648,793,821	1,455,172,685	5,103,966,506	3,042,504
Restricted for:				
Renewal and expansion	-	44,141,571	44,141,571	-
Debt service	26,997,144	644,668	27,641,812	-
SPLOST projects	172,984,794	-	172,984,794	-
Completion of projects	36,821,796	-	36,821,796	-
Special programs	50,232,091	-	50,232,091	115,574
Unrestricted	(557,588,828)	(33,204,459)	(590,793,287)	(7,976,201)
Total Net Position	<u>\$ 3,378,240,818</u>	<u>\$ 1,466,754,465</u>	<u>\$ 4,844,995,283</u>	<u>\$ (4,818,123)</u>

Cobb County, Georgia
Statement of Activities
For the Fiscal Year Ended September 30, 2019

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							Component Unit
	Program Revenues				Primary Government			Cobb County
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Board of Health June 30, 2019
Primary Government								
Governmental Activities:								
General government	\$ 173,284,767	\$ 50,710,413	\$ 10,490,425	\$ 1,086,820	\$ (110,997,109)	\$ -	\$ (110,997,109)	\$ -
Public safety	313,745,375	20,933,544	1,973,247	13,672	(290,824,912)	-	(290,824,912)	-
Public works	158,517,004	5,246,494	354,507	33,052,726	(119,863,277)	-	(119,863,277)	-
Health and welfare	8,042,651	279,444	2,574,638	-	(5,188,569)	-	(5,188,569)	-
Culture and recreation	81,358,286	23,139,781	1,461,022	2,134,501	(54,622,982)	-	(54,622,982)	-
Housing and development	18,415,521	31,745,026	6,085,024	-	19,414,529	-	19,414,529	-
Interest on long-term debt	19,827,329	-	-	-	(19,827,329)	-	(19,827,329)	-
Total governmental activities	773,190,933	132,054,702	22,938,863	36,287,719	(581,909,649)	-	(581,909,649)	-
Business-type Activities:								
Water and Sewer	204,880,216	226,598,802	-	21,654,601	-	43,373,187	43,373,187	-
Solid Waste	1,127,105	498,387	-	-	-	(628,718)	(628,718)	-
Transit	27,860,642	3,864,583	-	6,110,533	-	(17,885,526)	(17,885,526)	-
Cobblestone Golf Course	1,907,762	1,700,639	-	-	-	(207,123)	(207,123)	-
Galleria Specialty Shops	950,051	482,070	-	-	-	(467,981)	(467,981)	-
Performing Arts Centre	10,365,535	10,763,535	-	-	-	398,000	398,000	-
Total business-type activities	247,091,311	243,908,016	-	27,765,134	-	24,581,839	24,581,839	-
Total primary government	\$ 1,020,282,244	\$ 375,962,718	\$ 22,938,863	\$ 64,052,853	\$ (581,909,649)	\$ 24,581,839	\$ (557,327,810)	\$ -
Component Units								
Cobb County Board of Health	\$ 21,487,385	\$ 5,718,253	\$ 20,793,782	\$ -				\$ 5,024,650
Total component units	\$ 21,487,385	\$ 5,718,253	\$ 20,793,782	\$ -				\$ 5,024,650
General revenues:								
Property taxes					\$ 410,690,762	\$ -	\$ 410,690,762	\$ -
Sales taxes					158,710,055	-	158,710,055	-
Insurance premium tax					32,808,386	-	32,808,386	-
Alcoholic beverage tax					5,303,590	-	5,303,590	-
Hotel/Motel tax					17,677,182	-	17,677,182	-
Real estate transfer tax					3,037,140	-	3,037,140	-
Miscellaneous taxes					11,977,057	-	11,977,057	-
Miscellaneous					11,554,328	260,288	11,814,616	-
Gain from sale of capital assets					2,160,612	88,921	2,249,533	-
Unrestricted investment earnings					4,921,699	942,484	5,864,183	46,612
Extraordinary item					-	(22,007,537)	(22,007,537)	-
Transfers					(973,877)	973,877	-	-
Total general revenues, extraordinary item, and transfers					657,866,934	(19,741,967)	638,124,967	46,612
Change in net position					75,957,285	4,839,872	80,797,157	5,071,262
Net position beginning of year, before restatement					3,302,283,533	1,444,339,747	4,746,623,280	(9,889,385)
Restatement					-	17,574,846	17,574,846	-
Net position beginning of year					3,302,283,533	1,461,914,593	4,764,198,126	(9,889,385)
Net position - end of year					\$ 3,378,240,818	\$ 1,466,754,465	\$ 4,844,995,283	\$ (4,818,123)

**Cobb County, Georgia
Governmental Funds
Balance Sheet
September 30, 2019**

	General Fund	Fire District Fund	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 23,796,823	\$ 9,574,207	\$ 104,596,321	\$ 42,728,376	\$ 180,695,727
Restricted cash and cash equivalents	-	-	-	26,144,618	26,144,618
Investments, at fair value	-	-	64,315,014	-	64,315,014
Receivables:					
Taxes and penalties	215,723,907	72,506,568	-	10,167,158	298,397,633
Accrued interest	-	-	289,124	-	289,124
Other	879,702	112,232	232,679	4,013,129	5,237,742
Due from other funds	655,812	947,185	8,269,109	15,846,096	25,718,202
Due from other governments and agencies	956,972	-	15,679,336	2,597,883	19,234,191
Advances to others	-	-	-	1,224,726	1,224,726
Advances to other funds	2,981,022	-	-	-	2,981,022
Inventories	1,883,099	-	-	59,145	1,942,244
Prepaid items	9,087	-	-	435,750	444,837
Total assets	<u>\$ 246,886,424</u>	<u>\$ 83,140,192</u>	<u>\$ 193,381,583</u>	<u>\$ 103,216,881</u>	<u>\$ 626,625,080</u>
Liabilities					
Accounts payable	\$ 4,456,939	\$ 655,167	\$ 13,175,672	\$ 3,397,344	\$ 21,685,122
Accrued payroll	4,210,034	1,059,861	-	736,469	6,006,364
Due to other funds	23,902,830	21,066,319	-	3,536,438	48,505,587
Due to others	920,940	927	-	589,867	1,511,734
Due to other governments and agencies	236,623	-	7,221,117	284,700	7,742,440
Notes payable, net	42,109,707	22,057,466	-	-	64,167,173
Accrued interest payable	325,500	170,500	-	950,113	1,446,113
Matured bonds payable	-	-	-	3,490,000	3,490,000
Unearned revenue	19,063	-	-	1,630,036	1,649,099
Total liabilities	<u>76,181,636</u>	<u>45,010,240</u>	<u>20,396,789</u>	<u>14,614,967</u>	<u>156,203,632</u>
Deferred Inflows of Resources					
Unavailable revenues	7,427,945	2,265,192	375,003	446,275	10,514,415
Total Liabilities and Deferred Inflows of Resources					
	<u>83,609,581</u>	<u>47,275,432</u>	<u>20,771,792</u>	<u>15,061,242</u>	<u>166,718,047</u>
Fund Balances					
Nonspendable:					
Inventories and prepaid items	1,892,186	-	-	494,895	2,387,081
Advances	2,981,022	-	-	-	2,981,022
Restricted for:					
Debt Service	-	-	-	23,507,144	23,507,144
Construction and capital outlay	-	35,864,760	172,609,791	4,938,744	213,413,295
Special programs	1,600,630	-	-	48,356,650	49,957,280
Committed for:					
Construction and capital outlay	-	-	-	9,656,260	9,656,260
Special programs	23,553,350	-	-	1,191,962	24,745,312
Assigned for:					
Special programs	3,537,164	-	-	9,984	3,547,148
Unassigned	129,712,491	-	-	-	129,712,491
Total fund balance	<u>163,276,843</u>	<u>35,864,760</u>	<u>172,609,791</u>	<u>88,155,639</u>	<u>459,907,033</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 246,886,424</u>	<u>\$ 83,140,192</u>	<u>\$ 193,381,583</u>	<u>\$ 103,216,881</u>	<u>\$ 626,625,080</u>

See accompanying notes to financial statements.

Cobb County, Georgia
Governmental Funds
Reconciliation of the Governmental Balance Sheet to the Statement of Net Position
September 30, 2019

Total fund balances - governmental funds	\$	459,907,033
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		4,096,104,370
Other long-term assets and deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are either reported as unavailable or not reported in the funds:		
Property tax		10,139,413
Intergovernmental receivable		1,061,993
Unamortized bond insurance costs		76,600
Deferred outflows of resources related to pensions		88,260,897
Deferred outflows of resources related to OPEB		25,936,870
Internal service funds are used by management to charge the cost for claims to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		33,374,184
Claims and judgments not due and payable in the current period		(6,908,699)
Long-term liabilities and deferred inflows of resources are not due and payable in the current period and therefore are not reported in the funds:		
Net pension liability		(608,437,412)
Net OPEB liability		(190,970,795)
Deferred inflows of resources related to OPEB		(17,954,927)
Accrued interest payable		(4,382,754)
Unmatured bonds		(453,625,000)
Unmatured revenue anticipation certificates		(5,305,000)
Unamortized deferred charges and deferred loss on refunding		415,052
Unamortized bond premiums		(3,594,637)
Unamortized revenue anticipation certificate premium		(61,741)
Certificates of participation		(7,490,000)
Capital leases payable		(10,182,434)
Compensated absences		(28,122,195)
Net position of governmental activities	\$	3,378,240,818

See accompanying notes to financial statements.

Cobb County, Georgia
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended September 30, 2019

	General Fund	Fire District Fund	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 354,960,925	\$ 95,348,770	\$ 158,710,055	\$ 30,888,705	\$ 639,908,455
Licenses and permits	31,870,976	4,200	-	450	31,875,626
Intergovernmental	3,607,146	6,539	13,481,826	24,822,189	41,917,700
Charges for services	49,926,625	2,163,546	-	38,299,203	90,389,374
Fines and forfeits	9,238,434	-	-	-	9,238,434
Contributions	-	-	-	1,260,000	1,260,000
Interest earned	2,660,509	328,694	4,382,150	1,142,234	8,513,587
Miscellaneous	7,498,859	77,059	442,309	3,536,101	11,554,328
Total revenues	459,763,474	97,928,808	177,016,340	99,948,882	834,657,504
Expenditures:					
Current:					
General government	146,149,677	-	-	9,941,409	156,091,086
Public safety	176,595,865	97,458,209	-	14,928,805	288,982,879
Public works	18,605,803	-	-	5,773,342	24,379,145
Health and welfare	4,142,219	-	-	3,351,133	7,493,352
Culture and recreation	38,411,815	-	-	17,349,189	55,761,004
Housing and development	10,671,771	-	-	6,877,276	17,549,047
Capital outlay	-	-	129,636,896	12,992,282	142,629,178
Debt service:					
Principal retirement	-	210,417	8,508,866	18,985,000	27,704,283
Interest and fiscal charges	333,324	154,495	201,859	20,325,498	21,015,176
Intergovernmental	-	-	43,640,420	-	43,640,420
Total expenditures	394,910,474	97,823,121	181,988,041	110,523,934	785,245,570
Excess (deficiency) of revenues over (under) other expenditures	64,853,000	105,687	(4,971,701)	(10,575,052)	49,411,934
Other financing sources (uses):					
Transfers in	33,266,408	975,181	8,105,000	61,797,745	104,144,334
Transfers out	(67,058,393)	(891,924)	-	(36,123,104)	(104,073,421)
Proceeds from capital lease	-	-	-	4,916,420	4,916,420
Proceeds from sale of capital assets	2,100,058	25,000	756,087	24,495	2,905,640
Total other financing sources (uses)	(31,691,927)	108,257	8,861,087	30,615,556	7,892,973
Net changes in fund balances	33,161,073	213,944	3,889,386	20,040,504	57,304,907
Fund balances at beginning of year	130,115,770	35,650,816	168,720,405	68,115,135	402,602,126
Fund balances at end of year	\$ 163,276,843	\$ 35,864,760	\$ 172,609,791	\$ 88,155,639	\$ 459,907,033

See accompanying notes to financial statements.

Cobb County, Georgia
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended September 30, 2019

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

Net change in fund balances - total governmental funds	\$	57,304,907
<p>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.</p>		
Depreciation expense	(134,798,732)	
Capital outlays	<u>150,189,470</u>	15,390,738
The loss on disposition of capital assets is not reported in the fund statements.		(745,028)
The net effect of various miscellaneous transactions involving capital assets (donations) is to increase net position.		13,686,673
<p>The net effect of revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Property tax	295,717	
Intergovernmental revenues	<u>(133,706)</u>	162,011
<p>Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal and bond costs are expenditures in the governmental funds, but the repayment reduces long-term liabilities and bond costs are capitalized in the statement of net position:</p>		
Matured principal on bonds	18,250,000	
Proceeds from capital lease	(4,916,420)	
Capital lease principal payments	8,719,283	
Revenue anticipation certificates payments	260,000	
Certificates of participation payments	<u>475,000</u>	22,787,863
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:</p>		
Net pension liability and changes in related deferred inflows/outflows of resources	(26,426,573)	
Net OPEB liability and changes in related deferred inflows/outflows of resources	(3,177,804)	
Accrued compensated absences	444,159	
Amortization for bond deferred amounts and premiums	797,003	
Amortization of bond insurance costs	(9,600)	
Accrued interest expense	<u>103,946</u>	(28,268,869)
Internal service funds are used by management to charge the cost of claims to individual funds. This amount is the net activity of the claims internal service fund.		(4,361,010)
Changes in net position of governmental activities.	\$	<u><u>75,957,285</u></u>

See accompanying notes to financial statements.

**Cobb County, Georgia
Proprietary Funds
Statement of Net Position
September 30, 2019**

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Assets and Deferred Outflows of Resources				
Current assets:				
Cash	\$ 24,186,721	\$ 5,731,673	\$ 29,918,394	\$ 27,725,734
Restricted cash and cash equivalents	51,399,117	3,122,134	54,521,251	-
Investments, at fair value	200,000	-	200,000	-
Receivables:				
Accounts, net	24,860,325	159,177	25,019,502	-
Other	2,327,319	85,245	2,412,564	3,990
Due from other funds	-	2,294,859	2,294,859	21,066,319
Due from component unit	-	19,283	19,283	-
Due from other governments and agencies	769	2,338,158	2,338,927	-
Inventories	1,886,011	42,428	1,928,439	-
Prepaid items	1,169	18,750	19,919	755,026
Total current assets	<u>104,861,431</u>	<u>13,811,707</u>	<u>118,673,138</u>	<u>49,551,069</u>
Noncurrent assets:				
Property, plant and equipment:				
Capital assets not being depreciated	119,273,918	27,985,575	147,259,493	-
Capital assets being depreciated, net	<u>1,412,408,563</u>	<u>128,118,800</u>	<u>1,540,527,363</u>	<u>65,231</u>
Net property, plant and equipment	<u>1,531,682,481</u>	<u>156,104,375</u>	<u>1,687,786,856</u>	<u>65,231</u>
Total noncurrent assets	<u>1,531,682,481</u>	<u>156,104,375</u>	<u>1,687,786,856</u>	<u>65,231</u>
Total assets	<u>1,636,543,912</u>	<u>169,916,082</u>	<u>1,806,459,994</u>	<u>49,616,300</u>
Deferred outflows of resources:				
Deferred outflows of resources related to OPEB	2,350,089	80,743	2,430,832	-
Deferred outflows of resources related to pension	<u>7,612,178</u>	<u>240,283</u>	<u>7,852,461</u>	<u>-</u>
Total deferred outflows of resources	<u>9,962,267</u>	<u>321,026</u>	<u>10,283,293</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>1,646,506,179</u>	<u>170,237,108</u>	<u>1,816,743,287</u>	<u>49,616,300</u>

Continued on next page.

Cobb County, Georgia
Proprietary Funds
Statement of Net Position
September 30, 2019

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Liabilities and Deferred Inflows of Resources				
Liabilities:				
Current liabilities (payable from current assets):				
Accounts payable	\$ 12,464,624	\$ 4,691,994	\$ 17,156,618	\$ 601,262
Accrued payroll	457,360	201,853	659,213	8,766
Arbitrage liability	54,882	-	54,882	-
Due to other funds	-	573,793	573,793	-
Due to others	1,943	4,594	6,537	-
Customer deposits	6,855,113	2,400,930	9,256,043	-
Due to other governments and agencies	36,600	12,420	49,020	-
Accrued interest payable	1,108,433	76,536	1,184,969	-
Unearned revenues	-	1,343,786	1,343,786	-
Current portion of revenue bonds	12,775,000	575,000	13,350,000	-
Current portion of note payable	10,410,311	-	10,410,311	-
Current portion of compensated absences	1,224,234	85,529	1,309,763	23,511
Current portion of closure and post closure care	-	300,000	300,000	-
Estimated liability for claims and judgments	-	-	-	15,605,151
Total current liabilities	45,388,500	10,266,435	55,654,935	16,238,690
Long-term liabilities:				
Revenue bonds (net of current portion and bond premium)	94,876,628	4,740,000	99,616,628	-
Notes payable (net of current portion)	103,413,509	-	103,413,509	-
Compensated absences (net of current portion)	441,942	64,265	506,207	3,426
Closure and post closure care (net of current portion)	-	4,336,893	4,336,893	-
Unearned revenue (net of current portion)	-	4,504,000	4,504,000	-
Net OPEB liability	17,303,491	594,509	17,898,000	-
Net pension liability	52,495,927	1,657,068	54,152,995	-
Advances from other funds	-	2,981,022	2,981,022	-
Total long-term liabilities	268,531,497	18,877,757	287,409,254	3,426
Total liabilities	313,919,997	29,144,192	343,064,189	16,242,116
Deferred inflows of resources:				
Deferred inflow related to OPEB	1,626,861	55,896	1,682,757	-
Deferred gain on refunding	5,241,876	-	5,241,876	-
Total deferred inflows of resources	6,868,737	55,896	6,924,633	-
Total liabilities and deferred inflows of resources	320,788,734	29,200,088	349,988,822	16,242,116
Net Position				
Net investment in capital assets	1,304,402,151	150,770,534	1,455,172,685	65,231
Restricted for:				
Capital projects	44,141,571	-	44,141,571	-
Debt service	-	644,668	644,668	-
Unrestricted	(22,826,277)	(10,378,182)	(33,204,459)	33,308,953
Total net position	\$ 1,325,717,445	\$ 141,037,020	\$ 1,466,754,465	\$ 33,374,184

Continued from preceding page.

Cobb County, Georgia
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended September 30, 2019

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Operating revenues:				
Charges for services	\$ 226,598,802	\$ 17,309,214	\$ 243,908,016	\$ 80,773,637
Miscellaneous income	181,873	78,415	260,288	-
Total operating revenues	<u>226,780,675</u>	<u>17,387,629</u>	<u>244,168,304</u>	<u>80,773,637</u>
Operating expenses:				
Personnel services	32,591,684	5,101,439	37,693,123	617,678
Other operating expenses	113,728,643	28,735,308	142,463,951	12,730,000
Benefits and claims	-	-	-	71,512,209
Total operating expenses	<u>146,320,327</u>	<u>33,836,747</u>	<u>180,157,074</u>	<u>84,859,887</u>
Operating income (loss) before depreciation	80,460,348	(16,449,118)	64,011,230	(4,086,250)
Less depreciation	<u>(50,846,526)</u>	<u>(8,209,917)</u>	<u>(59,056,443)</u>	<u>(20,232)</u>
Operating income (loss)	<u>29,613,822</u>	<u>(24,659,035)</u>	<u>4,954,787</u>	<u>(4,106,482)</u>
Nonoperating revenues (expenses):				
Interest income	892,115	50,369	942,484	790,262
Interest and fiscal charges	(8,472,375)	(155,630)	(8,628,005)	-
Amortization	750,211	-	750,211	-
Gain (loss) on sale of capital assets	<u>78,618</u>	<u>10,303</u>	<u>88,921</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>(6,751,431)</u>	<u>(94,958)</u>	<u>(6,846,389)</u>	<u>790,262</u>
Net income (loss) before transfers, extraordinary item, and capital contributions	<u>22,862,391</u>	<u>(24,753,993)</u>	<u>(1,891,602)</u>	<u>(3,316,220)</u>
Capital contributions	<u>21,654,601</u>	<u>6,110,533</u>	<u>27,765,134</u>	<u>-</u>
Total capital contributions	<u>21,654,601</u>	<u>6,110,533</u>	<u>27,765,134</u>	<u>-</u>
Transfers:				
Transfers in	48,212	22,120,240	22,168,452	457
Transfers out	<u>(21,194,575)</u>	<u>-</u>	<u>(21,194,575)</u>	<u>(1,045,247)</u>
Total transfers	<u>(21,146,363)</u>	<u>22,120,240</u>	<u>973,877</u>	<u>(1,044,790)</u>
Extraordinary item	<u>(22,007,537)</u>	<u>-</u>	<u>(22,007,537)</u>	<u>-</u>
Changes in net position	<u>1,363,092</u>	<u>3,476,780</u>	<u>4,839,872</u>	<u>(4,361,010)</u>
Total net position - beginning, before restatement	1,324,354,353	119,985,394	1,444,339,747	37,735,194
Restatement	<u>-</u>	<u>17,574,846</u>	<u>17,574,846</u>	<u>-</u>
Total net position - beginning	<u>1,324,354,353</u>	<u>137,560,240</u>	<u>1,461,914,593</u>	<u>37,735,194</u>
Total net position - ending	<u>\$ 1,325,717,445</u>	<u>\$ 141,037,020</u>	<u>\$ 1,466,754,465</u>	<u>\$ 33,374,184</u>

See accompanying notes to financial statements.

Cobb County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended September 30, 2019

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Cash flows from (to) operating activities:				
Cash received from customers	\$ 224,442,010	\$ 17,263,027	\$ 241,705,037	\$ 63,516,494
Cash payments for goods and services	(121,951,056)	(35,886,210)	(157,837,266)	(12,781,559)
Cash payments for employee services and fringe benefits	(30,709,995)	(5,322,325)	(36,032,320)	(616,795)
Cash payments for benefits and claims	-	-	-	(69,779,175)
Net cash from (to) operating activities	<u>71,780,959</u>	<u>(23,945,508)</u>	<u>47,835,451</u>	<u>(19,661,035)</u>
Cash flows from (to) noncapital financing activities:				
Transfers in	48,212	22,120,240	22,168,452	457
Transfers out	(21,194,575)	-	(21,194,575)	(1,045,247)
Net cash from (to) noncapital financing activities	<u>(21,146,363)</u>	<u>22,120,240</u>	<u>973,877</u>	<u>(1,044,790)</u>
Cash flows from (to) capital and related financing activities:				
Proceeds from sale of capital assets	96,893	10,303	107,196	-
Payments for capital acquisitions	(31,431,094)	(6,564,880)	(37,995,974)	(36,310)
Bond principal payments	(13,150,000)	(555,000)	(13,705,000)	-
Capital contributions	14,027,555	12,740,076	26,767,631	-
Payments on notes	(10,133,749)	-	(10,133,749)	27
Interest and fiscal charges	(8,594,028)	(163,622)	(8,757,650)	-
Net cash from (to) capital and related financing activities	<u>(49,184,423)</u>	<u>5,466,877</u>	<u>(43,717,546)</u>	<u>(36,310)</u>
Cash flows from investing activities:				
Interest received	892,115	50,369	942,484	790,262
Net cash from investing activities	<u>892,115</u>	<u>50,369</u>	<u>942,484</u>	<u>790,262</u>
Net increase (decrease) in cash and cash equivalents	2,342,288	3,691,978	6,034,266	(19,951,873)
Cash and cash equivalents at beginning of year	<u>73,243,550</u>	<u>5,161,829</u>	<u>78,405,379</u>	<u>47,677,607</u>
Cash and cash equivalents at end of year	<u>\$ 75,585,838</u>	<u>\$ 8,853,807</u>	<u>\$ 84,439,645</u>	<u>\$ 27,725,734</u>
Reconciliation to Statement of Net Position				
Cash	\$ 24,186,721	\$ 5,731,673	\$ 29,918,394	\$ 27,725,734
Cash (included in restricted assets)	51,399,117	3,122,134	54,521,251	-
	<u>\$ 75,585,838</u>	<u>\$ 8,853,807</u>	<u>\$ 84,439,645</u>	<u>\$ 27,725,734</u>

Continued on next page.

Cobb County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended September 30, 2019

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 29,613,822	\$ (24,659,035)	\$ 4,954,787	\$ (4,106,482)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	50,846,526	8,209,917	59,056,443	20,232
Extraordinary item	(6,019,356)	-	(6,019,356)	-
Change in assets and liabilities:				
Decrease (increase) in accounts receivables	(2,136,494)	47,353	(2,089,141)	-
Decrease (increase) in accrued interest receivables	41	-	41	-
Decrease (increase) in other receivables	(278,946)	13,420	(265,526)	599,176
Decrease (increase) in due from other funds	-	1,205,155	1,205,155	(17,856,319)
Decrease (increase) in due from other governments	11,454	-	11,454	-
Decrease (increase) in due from component unit	-	1,578	1,578	-
Decrease (increase) in inventories	33,127	(12,517)	20,610	-
Decrease (increase) in deferred outflows related to OPEB	159,765	(10,881)	148,884	-
Decrease (increase) in deferred outflows related to pension	1,698,295	53,608	1,751,903	-
Decrease (increase) in prepaid items	-	89,250	89,250	(25,410)
Increase (decrease) in accounts payable	(2,272,784)	(8,210,564)	(10,483,348)	(26,149)
Increase (decrease) in accrued payroll	79,815	(404,078)	(324,263)	883
Increase (decrease) in accrued compensated absences	(116,803)	13,117	(103,686)	-
Increase (decrease) in due to other funds	-	170,610	170,610	-
Increase (decrease) in due to others	-	268,730	268,730	-
Increase (decrease) in deposits payable	65,280	318,558	383,838	-
Increase (decrease) in due to other governments	36,600	(37)	36,563	-
Increase (decrease) in estimated liability for claims and judgments	-	-	-	1,733,034
Increase (decrease) in closure/postclosure care	-	(663,107)	(663,107)	-
Increase (decrease) in deferred inflows related to OPEB	740,924	31,236	772,160	-
Increase (decrease) in deferred inflows related to pension	(1,828,556)	(57,719)	(1,886,275)	-
Increase (decrease) in unearned revenues	-	(503,933)	(503,933)	-
Increase (decrease) in net OPEB liability	(1,265,040)	77,654	(1,187,386)	-
Increase (decrease) in net pension liability	2,413,289	76,177	2,489,466	-
Total adjustments	42,167,137	713,527	42,880,664	(15,554,553)
Net cash provided (used) by operating activities	<u>\$ 71,780,959</u>	<u>\$ (23,945,508)</u>	<u>\$ 47,835,451</u>	<u>\$ (19,661,035)</u>
Schedule of noncash capital and related financing activities:				
Contribution of capital assets	\$ 7,627,046	\$ -	\$ 7,627,046	\$ -
Capital assets acquired with note payable	3,376,523	-	3,376,523	-
Impairment loss reported as extraordinary item	15,988,181	-	15,988,181	-
Total noncash capital and related financing activities	<u>\$ 26,991,750</u>	<u>\$ -</u>	<u>\$ 26,991,750</u>	<u>\$ -</u>

Continued from preceding page.

Cobb County, Georgia
Fiduciary Funds
Statement of Fiduciary Net Position
September 30, 2019

	Trust Funds	Agency Funds
Assets:		
Cash and cash equivalents	\$ 236,959	\$ 51,044,658
Investments, at fair value		
Common stock	237,655,634	-
Mutual funds	478,261,808	-
Corporate Bonds	80,023,807	-
Government and agency bonds	16,102,915	-
Money market	13,436,351	
Receivables		
Taxes and penalties	-	733,827,207
Accrued interest	760,491	-
	826,477,965	\$ 784,871,865
Total assets	826,477,965	\$ 784,871,865
Liabilities:		
Unremitted tax collections due to other governments and agencies	-	\$ 11,497,404
Taxes payable to others upon collection	-	733,827,207
Unremitted payroll tax and withholdings	-	1,316,836
Funds held in trust for others	-	38,230,418
	-	\$ 784,871,865
Total liabilities	-	\$ 784,871,865
Net position restricted for:		
Pension benefits	691,153,171	
Other post employment benefits	135,324,794	
Total net position	\$ 826,477,965	

See accompanying notes to financial statements.

Cobb County, Georgia
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended September 30, 2019

	Trust Funds
Additions	
Contributions:	
Employer	\$ 75,968,322
Employee	13,446,185
	89,414,507
Total contributions	89,414,507
Investment earnings:	
Net appreciation (depreciation) in fair value of assets	13,175,257
Interest	15,844,198
Total investment earnings	29,019,455
Less investment expense	(2,022,461)
	26,996,994
Net investment earnings	26,996,994
Miscellaneous revenue	336,808
Total additions	116,748,309
Deductions	
Administrative expenses	553,383
Benefits and claims	88,515,005
	89,068,388
Total deductions	89,068,388
Change in net position	27,679,921
Net position	
Beginning of year	798,798,044
End of year	\$ 826,477,965

See accompanying notes to financial statements.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies

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

A. Reporting Entity

The financial statements of the reporting entity include those of Cobb County, Georgia (the primary government) and its component units. Blended component units are, in substance, part of the County's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. The discretely presented component units are reported in separate columns in the government-wide statements to emphasize they are legally separate from the primary government.

1. Blended component units

The Cobb-Marietta Coliseum and Exhibit Hall Authority is a corporate and political body created and existing under the laws of the State of Georgia. The Authority was established for the general purpose of developing and promoting cultural growth, public welfare, education and recreation. The Authority operates and maintains a multi-use exhibit hall and convention facility, a performing arts center, and a specialty mall in Cobb County. The majority of the Authority's board members are appointed, either directly or indirectly, by the Cobb County Board of Commissioners. The Authority's debt is expected to be paid almost entirely with resources of the County. The Authority is prohibited from issuing bonded debt without the approval of the Board of Commissioners. The fiscal year of the Authority is September 30th. Complete financial statements of the Authority can be obtained directly from their administrative offices at Cobb-Marietta Coliseum and Exhibit Hall Authority, Two Galleria Parkway, Atlanta, Georgia 30339.

The South Cobb Redevelopment Authority's (SCRA) purpose is to revitalize and redevelop areas that have been underinvested or underutilized in the past. The overall intent is to promote and create favorable location for trade, commerce, industry, and employment opportunities. The SCRA has the authority to issue bonds to assist in financing infrastructure improvements that will foster economic growth and vitality in South Cobb. The SCRA Board consists of seven members, four of which are appointed by the Cobb County Board of Commissioners and each member serves a four year term. The Authority's debt is expected to be paid almost entirely with resources of the County. The fiscal year of the Authority is September 30th.

2. Discretely presented component unit

The Cobb County Board of Health was created by a state legislative act. During the fiscal year ended June 30, 2019, it operated under an eight member board and a full-time executive director. The Board of Health was established to provide various health related programs such as immunization, family planning, dental treatment, and nutrition services. The members of the Board of Health are jointly appointed by the County Commissioners, one municipality and two school districts. The Board of Health's operational budget must be approved by the Board of Commissioners. The information presented for the Cobb County Board of Health is as of and for the year ended June 30, 2019. Complete financial statements of the Board of Health can be obtained directly from their administrative offices at Cobb County Board of Health, 1650 County Services Parkway, Marietta, Georgia 30008.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

B. Government-Wide Statements and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. 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.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resource basis which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. The functions are also supported by general governmental revenues which include taxes, interest revenue and other items not properly included among program revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues include charges to customers for goods, services or privileges provided, operating grants and contributions, and capital grants and contributions. Program revenues must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants reflect capital-specific grants. The net cost (by function or business-type activity) is normally covered by general revenue.

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

C. Measurement focus, basis of accounting, and financial statement presentation

The measurement focus describes the type of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary funds financial statements. The agency funds financial statements are reported using no measurement focus.

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.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

The emphasis in fund financial statements is on major funds in either the governmental or business-type activity categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of either fund category or the governmental and enterprise categories combined) for the determination of major funds. County management may electively add funds as major funds, when it is determined the funds have specific community or management focus.

The focus of the governmental funds' measurement in the funds' statement is upon determination of financial position and changes in financial positions (sources, uses, and balances of financial resources) rather than upon net income. Governmental funds 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 available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers all revenue except intergovernmental revenue as available if it is collected within 60 days after year-end. Intergovernmental revenue is considered available if it is collected within 9 months after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made within thirty days subsequent to year end.

Those revenues susceptible to accrual are property taxes, sales taxes, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the government also are recognized as revenue. Fines are not susceptible to accrual because generally they are not measurable until received in cash.

The County uses the following major funds:

1. Major Funds:

A. Governmental Funds:

1. The **General Fund** is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
2. The **Fire District Fund** is used to account for monies received from a specific property tax levy and the operation of the fire department within the County.
3. The **SPLOST Fund** is used to account for the proceeds of a 1 percent local option sales tax for various capital projects throughout the County.

B. Business-type Funds:

The **Water and Sewer Fund** accounts for the operating revenues and expenses of the water distribution system and sewage processing plants.

2. Internal Service Fund:

The **Claims Internal Service Fund** provides self-funding for casualty, liability, medical and dental claims and workmen's compensation.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

3. Fiduciary Fund Types:

- A. Agency Funds** account for Clerk of State Court, Clerk of Juvenile Court, Sheriff, Clerk of Superior Court, Clerk of Probate Court, Tax Commissioner, Accounts Payable Fund, Payroll Fund, and Child Support, Witness and Juror's Fees are accounted for on the accrual basis of accounting and are used for assets held by the government as an agent for individuals, private organizations, and other governments.

- B. The Pension and OPEB Trust Funds** are used to account for activities related to the public employees' retirement system and other post-employment benefits in a defined benefit plan. The County maintains Employee Retirement System Trust Funds that accounts for the accumulation of resources for pension and OPEB benefit payments to eligible employees.

The focus for proprietary fund measurement is upon determination of operating income, changes in net position, financial position and cash flow. 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. Operating expenses for the enterprise funds and the internal service fund include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The generally accepted accounting principles applicable are those similar to business in the private sector.

The County's Internal Service Fund is presented in the proprietary funds financial statements. Because principal users of internal services are the County's governmental activities, the financial statement of the Internal Service Funds are consolidated into the Governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate functional activity.

The County's fiduciary funds are presented in the fiduciary fund financial statements by type. Since by definition, these assets are held for the benefit of a third party and cannot be used to address activities or obligations of the County, these funds are not incorporated into the government-wide statements.

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

D. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles except encumbrances are treated as budgeted expenditures in the year of the incurrence of the commitment to purchase. Accordingly, encumbrances are included as budgetary expenses in two different years. Annual appropriated budgets are adopted for the General Fund, the CMCEHA Debt Service Fund, the BOC Debt Service Fund, and all the Special Revenue Funds except project-length budgets are adopted for the Grant Fund and the Housing and Urban Development Grant Fund. Project-length financial plans are adopted for the Capital Projects Funds. All encumbered appropriations are carried forward in the following year's budget.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting – under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is utilized in the governmental funds. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. See Note 23 for additional information about encumbrances.

E. Cash and Cash Equivalents and Investments

For purposes of the statement of cash flows, the proprietary fund type considers all highly liquid investments with a remaining maturity of three months or less when purchased to be cash equivalents.

Cash includes amounts in demand deposits, certificates of deposit, and money market accounts. Statutes authorize the County to invest in U.S. Government obligations, U.S. Government agency obligations, State of Georgia obligations of other counties, municipal corporations and political subdivisions of the State of Georgia which are rated “AA” or better by Moody’s Investors Service, Inc., negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association, repurchase agreements when collateralized by U.S. Government or agency obligations, and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. The Pension Trust Fund is also authorized to invest in corporate bonds, domestic common stocks, equity real estate, and international common stocks through pooled investment accounts.

The County’s investment policy is to apply the “prudent person” standard and shall be applied in the context of managing an overall portfolio. The “prudent person” standard is herewith understood to mean the following: “Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.”

It is also the policy of Cobb County to purchase securities only from those broker/dealers and banks that are included on the County's bid list as approved by the Finance Director-Comptroller. The approved list will be developed in accordance with these Investment Policies.

Funds of Cobb County will be invested in compliance with the provisions of Georgia Code Section 36-83-4 and in accordance with these policies and written administrative procedures. Certain funds have outstanding bond issues which have specific investment policies contained within the bond ordinances and official statements. Those policies will be adhered to and are not in conflict with the terms of the investment policy.

In accordance with GASB 31, investments are stated at fair value. Fair value of the external investment pool, Georgia Fund 1, is equal to the value of the pool shares. See Note 3 for additional information regarding cash and investments.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

F. Restricted Assets

Certain proceeds of the County's governmental and business-type revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because they are maintained in separate accounts and their use is limited by applicable bonds covenants.

The assets in the County's Fire District and SPLOST funds includes cash restricted for construction. The assets in the nonmajor special revenue funds include cash restricted for the purposes of the fund and for asset renewals and replacements. The SCRA Construction Fund's cash is restricted for construction and redevelopment in the Six Flags Special Purpose District. The restricted assets in the County's Parks Bond Land Acquisition and Stadium Construction capital project funds are restricted for construction. The CMCEHA Stadium Construction Fund's cash is bond proceeds held in a separate account until monies are spent according to bond covenants. The CMCEHA Debt Service Fund's and the BOC Debt Service Fund's cash is restricted for future debt service requirements.

The County's restricted assets in the Water and Sewer Enterprise Fund includes cash and customer deposits which are held in a separate account until monies are spent according to the bond covenants. Deposits from event ticket sales and monies for debt service are restricted cash in the Performing Arts Centre and are remitted to the promoter or performers upon settlement following the event. The Galleria Specialty Shops Fund's restricted assets are security deposits from shop tenants and are returned to the tenants upon termination of their lease.

See Note 4 for additional information regarding restricted assets.

G. Interfund Receivables/Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the applicable governmental fund to indicate that they are not available for appropriation and are not expendable available financial resources. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

H. Inventories

Inventories are valued at cost in the Governmental Fund types and at the lower of cost (first-in, first-out) or market in the Proprietary Fund types. Inventories in the Governmental funds and Enterprise funds consist of expendable supplies held for consumption and items needed for repairs or improvements to the utility system.

The cost is recorded as an asset at the time the individual items are purchased. Reported inventories in the Governmental funds are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. The consumption method is used to account for inventories within the County's governmental and proprietary fund types.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond September 30, 2019 are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

J. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$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 acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives. The County has fully implemented the retroactive reporting of infrastructure.

Capital assets of the primary government, as well as the component unit, are depreciated using the straight line method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and structures	25 – 50
Improvements other than buildings	20
Machinery and equipment	4 – 10
Sewerage Plants	10 – 50
Infrastructure	10 – 50

K. Compensated Absences

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Accumulated sick pay benefits have not been recorded as a liability because the payment of the benefits is contingent upon the future illness of an employee. It is not expected that any unrecorded sick pay benefits will exceed a normal year's accumulation.

In accordance with the provisions of Statement of Financial Accounting Standards No. 16, "Accounting for Compensated Absences," no liability is recorded for nonvesting accumulating rights to receive sick pay bonuses.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

L. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of applicable bond premiums or discounts. Bond issuance costs are recognized as an outflow of resources in the reporting period in which they are incurred.

Debt refunding gains and losses are reported as deferred inflows or outflows of resources on the statements of net position. These gains and losses are deferred and amortized over the shorter of the life of the refunding debt (new debt) and the refunded debt (the old debt).

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

M. Categories and Classifications of Fund Balance

The County implemented GASB 54 during fiscal year 2010 [Note 10. Fund Balance Determinations and Classifications]. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, under GASB 54, are Nonspendable, Restricted, Committed, Assigned, and Unassigned.

N. Interfund Transactions

All interfund services provided and used are reported as transfers.

O. Contributed Capital and Capital Contributions – Proprietary Funds

Grants, entitlements and shared revenues restricted for the acquisition or construction of capital assets were recorded as contributed capital prior to the implementation of GASB 33, *Accounting and Financial Reporting for Nonexchange Transactions*. As required by GASB 33, the County has recognized capital contributions as revenue rather than as contributed capital.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 1. Summary of Significant Accounting Policies (Continued)

P. Net Position

The net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. The net position component, net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has not spent) for the acquisition, construction or improvement of those assets. The net position is reported as restricted when there are limitations imposed by creditors, grantors, contributors or laws or regulations of other governments. The balance of the net position is reported as unrestricted.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The County has three items that qualify for reporting in this category. They are the deferred charge on refunding reported in the government-wide statement of net position, the deferred outflows of resources relating to pension and the deferred outflows of resources relating to OPEB reported in the government-wide and proprietary funds Statements of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has three items that qualify for reporting in this category in the government-wide and proprietary funds statements of net position and one item in the governmental funds balance sheet. Deferred gains on refunding are reported as deferred inflows of resources, the deferred inflows of resources relating to pension and the deferred inflows of resources relating to OPEB are all reported in the government-wide and proprietary funds statements of net position. The governmental funds report unavailable revenues from property taxes and intergovernmental revenues as deferred inflows of resources in the governmental fund balance sheet. These amounts are deferred and recognized as inflows of resources in the period that the amounts become available.

R. Management Estimates

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

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 2. Budgetary Information

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

- A. Prior to August 1, the Chairman of the Board of Commissioners and the County Manager submit to the Board of Commissioners a proposed operating budget and capital projects budget for the fiscal year commencing the following October 1. The operating and capital projects budgets include proposed expenditures and the means of financing them.
- B. Public hearings are conducted to obtain taxpayer comments.
- C. At a date no later than the second Board meeting of September, the budget is formally approved.
- D. All budget transfers must be approved by the Budget Administrator, County Manager and/or the Board of Commissioners depending on the type and/or amount of expenditure:

<u>Budget Transfer</u>	<u>Approval Required</u>
1 From overtime and part-time to operating and capital or between overtime and part-time.	Budget Administrator
2 Within operating expenditures in a department.	Budget Administrator
3 From operating expenditures to capital.	Budget Administrator
4 From capital to operating expenditures.	Budget Administrator
5 No budget transfers are to be made between the regular salaries and overtime and part-time budget or the operating expenditures budget in a department without Board approval.	
6 No budget transfers are to be made between the regular salaries and overtime and part-time budget or the capital budget in a department without Board approval.	

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the category level within departments.

Formal budgetary integration is employed as a management control device during the year for the General and Debt Service Funds. Annual budgets are also adopted for the Fire District, Law Library, Community Services, Hotel/Motel Tax, Emergency 911, Parking Deck Facility, 800 MHz, Streetlight District, Six Flags Special Purpose District, Cumberland Special Service District 1, Cumberland Special Service District 2, CMCEHA, Stadium Capital Maintenance Fund Special Revenue Funds, and the CMCEHA Debt Service Fund. The Grant Fund and Housing and Urban Development Special Revenue Funds have project length adopted budgets that differ from the County's fiscal year end. Budgets for the General, Debt Service and certain Special Revenue funds are adopted on the modified accrual basis except that encumbrances are treated as budgetary expenditures in the year of the incurrence of the commitment to purchase. Actual GAAP expenditures have been adjusted to the non-GAAP budgetary basis for budgetary comparison within this report. Because there were no encumbrances outstanding at the end the year in the BOC Debt Service Fund, Community Service Fund, Hotel Motel Fund, 800MHz Fund, Streetlight District, Six Flags Special Service District, Cumberland Special Service District 1, Cumberland Special Service District 2, CMCEHA Fund, and the Stadium Capital Maintenance Fund the budgets for these funds are presented on a GAAP basis.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 2. Budgetary Information (Continued)

Budgeted amounts are as originally adopted, or as amended, by the Board of Commissioners. Individual amendments were not material in relation to the original appropriations that were amended. Unencumbered appropriations lapse at year-end. There were no material supplementary appropriations made during the year.

The actual results of operations on the budgetary basis are presented in the Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Budgetary Basis) for the General, and the major Special Revenue funds in order to provide a meaningful comparison of actual results with the budget. Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual are presented as supplementary information for certain nonmajor governmental funds. The major difference between the budget basis and GAAP is that encumbrances are recognized as expenditures for budgetary purposes. All encumbered appropriations are carried forward in the following year’s budget. Accordingly, encumbrances are included as budgetary expenses in two different years. Adjustments necessary to convert the results of operations and fund balances at the end of the year on the budgetary basis to the GAAP basis are as follows:

	Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses		
	General Fund	Fire District Fund	Nonmajor Special Revenue Funds
Budgetary Basis	\$ 18,303,142	\$ (11,033,768)	\$ 10,201,598
Encumbrances 9/30/19	14,857,931	11,247,712	32,938
Grant-length Plans	-	-	(753,867)
GAAP Basis	\$ 33,161,073	\$ 213,944	\$ 9,480,669

	Fund Balances at End of Year		
	General Fund	Fire District Fund	Nonmajor Special Revenue Funds
Budgetary Basis	\$ 148,418,912	\$ 24,617,048	\$ 56,062,411
Encumbrances 9/30/19	14,857,931	11,247,712	32,938
Grant-length Plans	-	-	3,635,315
GAAP Basis	\$ 163,276,843	\$ 35,864,760	\$ 59,730,664

Note 3. Cash and Cash Equivalents and Investments

Concentration of Credit Risk

No more than 40% of the entire invested portfolio may be placed with any one bank or security dealer. The longer the maturity of a particular investment, the greater its susceptibility to market price and credit losses. The County seeks to limit such risk by maintaining conservative maturities that are within guidelines

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 3. Cash and Cash Equivalents and Investments (Continued)

recommended by the Government Finance Officers Association (GFOA). These guidelines generally recommend avoiding securities with maturities beyond five years unless the investment is matched and held to a specific maturity.

Custodial credit risk – deposits and investments

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The County limits its exposure to custodial credit risk by requiring deposits and investments to be collateralized in accordance with State law. At September 30, 2019 the County was not exposed to custodial credit risk.

Investments are made in accordance with state law and the County’s Investment Policy that requires investments be acquired on a “delivery vs. payment” basis, thereby providing maximum protection to the County.

As of September 30, 2019, the County's reporting entity had the following investments:

Type of Investment	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1-5	6-10	More than 10
PRIMARY GOVERNMENT						
Georgia Fund I	AAA	\$ 204,848,501	\$ 204,848,501	\$ -	\$ -	\$ -
U.S. Agencies	AAA	62,315,014	23,763,898	38,551,116	-	-
Total Primary Government (non-fiduciary)		<u>\$ 267,163,515</u>	<u>\$ 228,612,399</u>	<u>\$ 38,551,116</u>	<u>\$ -</u>	<u>\$ -</u>
FIDUCIARY FUNDS						
Pension Trust Fund:						
Common Stocks		\$ 203,488,356	n/a	n/a	n/a	n/a
Mutual Funds		394,676,534	394,676,534	-	-	-
Bond Corp.	AAA	2,911,725	-	2,911,725	-	-
	AA	7,153,859	918,216	3,797,887	1,196,164	1,241,592
	A	38,403,589	2,461,917	17,933,420	13,214,238	4,794,014
	BBB	15,310,709	1,120,479	8,321,674	2,893,925	2,974,631
Government and Agency Bonds	Not Rated	16,102,915	1,220,329	2,602,359	3,946,045	8,334,182
Georgia Fund I	AAA	236,959	236,959	-	-	-
Money Market		12,108,034	12,108,034	-	-	-
Total Pension Trust Fund		<u>\$ 690,392,680</u>	<u>\$ 412,742,468</u>	<u>\$ 35,567,065</u>	<u>\$ 21,250,372</u>	<u>\$ 17,344,419</u>
OPEB Trust Fund:						
Common Stocks		\$ 34,167,278	\$ 34,167,278	n/a	n/a	n/a
Mutual Funds		83,585,274	83,585,274	-	-	-
Money Market		1,328,317	1,328,317	-	-	-
Bond Corp.	AAA	151,773	-	104,157	-	47,616
	AA	4,255,579	596,691	650,679	992,179	2,016,030
	A	8,142,558	629,172	4,015,494	2,550,938	946,954
	BBB	3,694,015	440,016	1,970,559	875,176	408,264
Total OPEB Trust Fund		<u>\$ 135,324,794</u>	<u>\$ 86,579,470</u>	<u>\$ 6,740,889</u>	<u>\$ 4,418,293</u>	<u>\$ 3,418,864</u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 3. Cash and Cash Equivalents and Investments (Continued)

Investments of the primary government and fiduciary funds include \$204,848,501 and \$236,959, respectively, grouped in cash and cash equivalents and exclude \$2,200,000 of nonnegotiable certificates of deposits of the primary government.

Credit Risk – Investments

As of September 30, 2019 the County's investment in U.S. Agencies that are implicitly guaranteed were as follows: Federal Home Loan Bank \$27,523,205, Federal Home Loan Mortgage Corporation \$6,504,576, Federal Farm Credit Banks \$25,289,811 and United States Treasury \$2,997,423. All of the U.S. Agencies that the County has investments with are rated AAA.

Interest Rate Risk – Investments

As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits the pension investments to the following maximum percentages: Domestic securities 65%, Non-domestic securities 15%, and Fixed income investments and Cash 40%.

The Office of State Treasurer is the oversight agency for Georgia Fund I.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the exchange price that would be received for an asset (exit price) in the principal or most advantageous market for an asset in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets that the County has the ability to access.

Level 2 inputs are inputs other than quoted prices included in Level 1 that are observable for the asset in active markets, as well as inputs that are observable for the asset (other than quoted prices), such as interest rates, foreign exchange rates and yield curves that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs for the asset which are typically based on the County's own assumptions, as there is little, if any, related market activity.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 3. Cash and Cash Equivalents and Investments (Continued)

The County's recurring fair value measurements as of September 30, 2019 are as follows:

		Fair Value Measurement Using		
		Level 1	Level 2	Level 3
PRIMARY GOVERNMENT				
US Agencies	\$ 62,315,014	\$ -	\$ 62,315,014	\$ -
Total Primary Government (non-fiduciary)	<u>\$ 62,315,014</u>	<u>\$ -</u>	<u>\$ 62,315,014</u>	<u>\$ -</u>
FIDUCIARY FUNDS				
Pension Trust Fund:				
Common Stocks	\$ 203,488,356	\$ 203,488,356	\$ -	\$ -
Mutual Funds	394,676,534	394,676,534	-	-
Bond Corp.	63,779,882	-	63,779,882	-
Government and Agency Bonds	16,102,915	-	16,102,915	-
Total Pension Trust Fund	<u>\$ 678,047,687</u>	<u>\$ 598,164,890</u>	<u>\$ 79,882,797</u>	<u>\$ -</u>
OPEB Trust Fund:				
Common Stocks	\$ 34,167,278	\$ 34,167,278	\$ -	\$ -
Mutual Funds	83,585,274	83,585,274	-	-
Bond Corp.	16,243,925	-	16,243,925	-
Total OPEB Trust Fund	<u>\$ 133,996,477</u>	<u>\$ 117,752,552</u>	<u>\$ 16,243,925</u>	<u>\$ -</u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 4. Restricted Assets

Restricted assets at September 30, 2019 are as follows:

Governmental Activities	
Fire District Fund:	
Restricted for construction	\$ 9,574,207
SPLOST Fund:	
Restricted for construction	168,911,335
Nonmajor Special Revenue Funds:	
Restricted for renewal and expansion	22,162,910
Restricted for debt service	4,042,610
Restricted for special programs	22,253,431
Nonmajor Capital Project Funds:	
Restricted for construction	4,952,673
Nonmajor Debt Service Funds:	
Restricted for debt service	14,077,814
Total governmental activities	<u>\$ 245,974,980</u>
Business-type Activities	
Water and Sewer Fund:	
Customer deposits	\$ 6,855,113
Unspent bond proceeds	402,433
Restricted for renewal and expansion	44,141,571
Nonmajor Enterprise Funds:	
Security deposits	44,546
Ticket sales deposits	2,425,941
Restricted for debt service	651,647
Total business-type activities	<u>\$ 54,521,251</u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 5. Capital Assets

Capital asset activity for the year ended September 30, 2019 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,156,398,949	\$ 16,831,624	\$ (501,682)	\$ 1,172,728,891
Construction in progress	122,425,154	109,857,876	(73,710,897)	158,572,133
Total capital assets, not being depreciated	<u>\$ 1,278,824,103</u>	<u>\$ 126,689,500</u>	<u>\$ (74,212,579)</u>	<u>\$ 1,331,301,024</u>
Capital assets, being depreciated:				
Buildings	\$ 1,211,824,958	\$ 34,244,060	\$ (138,099)	\$ 1,245,930,919
Improvements other than buildings	190,235,124	35,808,037	-	226,043,161
Machinery and equipment	357,646,706	24,128,114	(2,017,492)	379,757,328
Infrastructure	2,899,470,024	16,753,639	(54,631)	2,916,169,032
Total capital assets, being depreciated	<u>\$ 4,659,176,812</u>	<u>\$ 110,933,850</u>	<u>\$ (2,210,222)</u>	<u>\$ 4,767,900,440</u>
Less accumulated depreciation for:				
Buildings	\$ (228,731,726)	\$ (32,981,229)	\$ 94,709	\$ (261,618,246)
Improvements other than buildings	(29,151,247)	(6,362,074)	-	(35,513,321)
Machinery and equipment	(284,111,360)	(22,690,886)	1,868,070	(304,934,176)
Infrastructure	(1,328,185,442)	(72,784,775)	4,097	(1,400,966,120)
Total accumulated depreciation	<u>\$ (1,870,179,775)</u>	<u>\$ (134,818,964)</u>	<u>\$ 1,966,876</u>	<u>\$ (2,003,031,863)</u>
Total capital assets, being depreciated, net	<u>2,788,997,037</u>	<u>(23,885,114)</u>	<u>(243,346)</u>	<u>2,764,868,577</u>
Governmental activities capital assets, net	<u><u>\$ 4,067,821,140</u></u>	<u><u>\$ 102,804,386</u></u>	<u><u>\$ (74,455,925)</u></u>	<u><u>\$ 4,096,169,601</u></u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 5. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land and improvements	\$ 84,754,058	\$ 741,744	\$ -	\$ 85,495,802
Artwork	198,750	-	-	198,750
Construction in progress	35,280,961	35,455,441	(9,171,461)	61,564,941
Total capital assets, not being depreciated	<u>\$ 120,233,769</u>	<u>\$ 36,197,185</u>	<u>\$ (9,171,461)</u>	<u>\$ 147,259,493</u>
Capital assets, being depreciated:				
Buildings and structures	\$ 158,806,673	\$ 112,008	\$ -	\$ 158,918,681
Sewerage plants	1,234,527,650	7,675,155	(15,988,181)	1,226,214,624
Machinery and equipment	129,323,533	5,077,574	(4,118,950)	130,282,157
Infrastructure:				
Sewer lines	571,706,575	5,481,633	-	577,188,208
Water lines and meters	499,112,047	3,627,449	-	502,739,496
Total capital assets, being depreciated	<u>\$ 2,593,476,478</u>	<u>\$ 21,973,819</u>	<u>\$ (20,107,131)</u>	<u>\$ 2,595,343,166</u>
Less accumulated depreciation for:				
Buildings and structures	\$ (49,492,214)	\$ (3,673,397)	\$ -	\$ (53,165,611)
Sewerage plants	(402,265,425)	(26,936,651)	-	(429,202,076)
Machinery and equipment	(81,784,702)	(6,654,740)	4,100,675	(84,338,767)
Infrastructure:				
Sewer lines	(248,039,872)	(11,027,824)	-	(259,067,696)
Water lines and meters	(218,277,822)	(10,763,831)	-	(229,041,653)
Total accumulated depreciation	<u>\$ (999,860,035)</u>	<u>\$ (59,056,443)</u>	<u>\$ 4,100,675</u>	<u>\$ (1,054,815,803)</u>
Total capital assets, being depreciated, net	<u>1,593,616,443</u>	<u>(37,082,624)</u>	<u>(16,006,456)</u>	<u>1,540,527,363</u>
Business-type activities capital assets, net	<u><u>\$ 1,713,850,212</u></u>	<u><u>\$ (885,439)</u></u>	<u><u>\$ (25,177,917)</u></u>	<u><u>\$ 1,687,786,856</u></u>

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

Governmental activities:	
General government	\$ 9,916,823
Public safety	18,721,830
Public works	78,524,731
Health and welfare	190,265
Culture and recreation	26,840,694
Housing and development	604,389
Capital assets held by the government's internal service fund are charged to the various function based on their usage of the assets	20,232
Total depreciation expense - governmental activities	<u><u>\$ 134,818,964</u></u>
Business-type activities:	
Water and Sewer	\$ 50,846,526
Cobblestone Golf Course	32,240
Public Transit System	5,373,702
Solid Waste Disposal	398,679
Performing Arts Centre	2,249,802
Galleria Specialty Shops	155,494
Total depreciation expense - business-type activities	<u><u>\$ 59,056,443</u></u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 6. Risk Management

The County established a risk management program for casualty, liability and medical claims in 1985. Premiums are paid into the Claims Internal Service Fund by other funds and are available to pay claims and administrative costs. The County is self-insured up to \$650,000 per occurrence for workers' compensation. Amounts exceeding this are covered by an excess workers' compensation policy. Over the past several years, the County has increased various coverage limits. The County's current coverage limits are as follows: \$750,000,000 in property insurance, \$10,000,000 in aviation liability, \$5,000,000 in crime coverage, \$3,000,000 in privacy/cyber liability, \$20,000,000 in fiduciary coverage. The County is self-funded for automobile and general liability claims up to \$2,000,000. The County has \$20,000,000 in excess liability coverage for liability claims above the self-funded amount.

The County has not experienced any significant decreases in insurance coverage from the previous year nor has it paid any settlements in excess of insurance coverage in the past three fiscal years. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can reasonably be estimated. Liabilities include an amount for claims that have been incurred but not reported. Incurred but not reported claims of \$15,605,151 have been accrued as a liability in the Claims Internal Service Fund based primarily upon a County and actuary's estimate. The entire liability is estimated to be current. Interfund premiums are based primarily upon the insured funds' claims experience.

<u>September 30</u>	<u>Beginning Balance</u>	<u>Claims Incurred</u>	<u>Claims Paid</u>	<u>Ending Balance</u>
2010	\$ 10,088,529	\$ 46,505,221	\$ 44,698,738	\$ 11,895,012
2011	11,895,012	47,962,483	45,824,572	14,032,923
2012	14,032,923	46,067,749	46,601,163	13,499,509
2013	13,499,509	46,199,945	48,190,147	11,509,307
2014	11,509,307	53,910,949	53,309,281	12,110,975
2015	12,110,975	54,121,966	53,089,267	13,143,674
2016	13,143,674	58,198,314	56,912,384	14,429,604
2017	14,429,604	58,594,744	58,999,280	14,025,068
2018	14,025,068	60,244,390	60,397,341	13,872,117
2019	13,872,117	71,512,209	69,779,175	15,605,151

Note 7. Leases

A. Operating Leases

The County has several operating leases for equipment that are not material.

B. Capital Leases

Cobb County is obligated under capital leases initiated in current and prior years covering various types of equipment and building improvements.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 7. Leases (Continued)

The assets acquired through capital leases are as follows:

	Total Governmental Activities
Building	\$ 738,117
Machinery and equipment	2,891,816
Less: Accumulated depreciation	(259,174)
Total	\$ 3,370,759

Amortization expense of assets recorded under capital leases is included with depreciation expense.

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of September 30, 2019:

	Total Governmental Activities
2020	\$ 5,195,964
2021	2,429,931
2022	1,046,914
2023	1,046,914
2024	785,187
Total minimum lease payments	10,504,910
Less amounts representing interest	322,476
Present value of future minimum lease payments	\$ 10,182,434

In July 2015 a lease agreement was entered into with Whitney Bank to finance the purchase of radios, inclement weather equipment and police vehicles. The lease agreement is for 66 months. The lease agreement qualifies as a capital lease and has been recorded in the SPLOST Fund.

In June 2019, a lease agreement was entered into with Key Government Finance, Inc. to finance the purchase of public safety vehicles. The lease agreement is for 60 months. The lease agreement qualifies as a capital lease and has been recorded in the Public Facilities Fund.

Note 8. Short-Term Tax Anticipation Notes

In June 2019, the County issued \$64 million in tax anticipation notes to finance general operations of the County through November 2019. The notes bear interest at 3 percent and are due on November 26, 2019. These notes were paid on November 26, 2019 from 2019 property tax revenues collected between September and November. Total payments of principal and interest on November 26, 2019 amounted to \$64,794,667.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 8. Short-Term Tax Anticipation Notes (Continued)

The borrowings were allocated to the General Fund and Fire District Special Revenue Fund as follows:

	Principal	Premium	Total
General Fund	\$ 42,000,000	\$ 293,580	\$ 42,293,580
Fire District Special Revenue Fund	22,000,000	153,780	22,153,780
	<u>\$ 64,000,000</u>	<u>\$ 447,360</u>	<u>\$ 64,447,360</u>

Short-term debt activity for the year ended September 30, 2019, was as follows:

	Beginning Balance	Issued	Reductions	Ending Balance
Tax Anticipation Notes	\$ 90,000,000	\$ 64,000,000	\$ (90,000,000)	\$ 64,000,000
Premium on Notes	93,194	447,360	(373,381)	167,173
Total Tax Anticipation Notes Payable	<u>\$ 90,093,194</u>	<u>\$ 64,447,360</u>	<u>\$ (90,373,381)</u>	<u>\$ 64,167,173</u>

Note 9. Long-Term Obligations

A. Primary Government

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Bonds:					
2017 Parks	\$ 21,090,000	\$ -	\$ (3,800,000)	\$ 17,290,000	\$ 4,000,000
Revenue Bonds:					
1993 Refunding	25,165,000	-	(2,225,000)	22,940,000	2,350,000
2005 Refunding	12,225,000	-	(1,085,000)	11,140,000	1,140,000
2009 Refunding	7,905,000	-	(850,000)	7,055,000	895,000
2013 Refunding	34,435,000	-	(2,180,000)	32,255,000	2,355,000
2015 Stadium	365,470,000	-	(7,545,000)	357,925,000	7,680,000
2015 South Cobb Redevelopment Authority	8,895,000	-	(385,000)	8,510,000	400,000
Total bonds before discounts and premiums	475,185,000	-	(18,070,000)	457,115,000	18,820,000
Add:					
Unamortized bond premiums and discounts	4,515,664	-	(921,027)	3,594,637	-
Total bonds payable	479,700,664	-	(18,991,027)	460,709,637	18,820,000
Capital leases	13,985,297	4,916,420	(8,719,283)	10,182,434	5,045,942
Certificate of Participation	7,965,000	-	(475,000)	7,490,000	490,000
Revenue Anticipation Certificates	5,565,000	-	(260,000)	5,305,000	265,000
Add:					
Revenue Anticipation Certificates Premium	65,373	-	(3,632)	61,741	-
Total Revenue Anticipation Certificates	5,630,373	-	(263,632)	5,366,741	265,000
Total Debt	507,281,334	4,916,420	(28,448,942)	483,748,812	24,620,942
Compensated absences	28,593,291	15,862,663	(16,306,822)	28,149,132	17,220,445
Governmental Activities Long-term Obligations	<u>\$ 535,874,625</u>	<u>\$ 20,779,083</u>	<u>\$ (44,755,764)</u>	<u>\$ 511,897,944</u>	<u>\$ 41,841,387</u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Obligations (Continued)

The Internal Service Fund predominately serves the governmental funds. Accordingly, long-term liabilities for the Internal Service Fund are included as part of the above totals for governmental activities. At year-end, \$26,937 of the Internal Service Fund's compensated absences is included in the above amounts. Also, for the governmental activities compensated absences are generally liquidated by the General Fund, Fire District Fund, Law Library Fund, the Grant Funds, Emergency 911 Fund, and Parking Deck Facility Fund.

Business-type Activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue Bonds:					
2009 Water & Sewer Serial Bond	\$ 83,460,000	\$ -	\$ (83,460,000)	\$ -	\$ -
2013 Water & Sewer Serial Bond	37,450,000	-	(7,165,000)	30,285,000	7,335,000
2007 Performing Arts Centre	5,870,000	-	(555,000)	5,315,000	575,000
2019 Water & Sewer Serial Bond	-	64,815,000	-	64,815,000	5,440,000
Total Bonds before discounts and premiums	126,780,000	64,815,000	(91,180,000)	100,415,000	13,350,000
Add: Bond premiums	4,911,488	12,873,465	(5,233,325)	12,551,628	-
Total bonds payable	131,691,488	77,688,465	(96,413,325)	112,966,628	13,350,000
Notes payable	120,368,698	5,500,000	(10,133,749)	115,734,949	10,410,311
Subtract: Note Discount	-	(2,123,477)	212,348	(1,911,129)	-
Total Debt	252,060,186	81,064,988	(106,334,726)	226,790,448	23,760,311
Closure and postclosure	5,300,000	-	(663,107)	4,636,893	300,000
Compensated absences	1,919,656	1,255,492	(1,359,178)	1,815,970	1,309,763
Business-type Activities Long-term Obligations	<u>\$ 259,279,842</u>	<u>\$ 82,320,480</u>	<u>\$ (108,357,011)</u>	<u>\$ 233,243,311</u>	<u>\$ 25,370,074</u>

Bonds payable at September 30, 2019 are comprised of the following individual issues:

1. General Obligation Bonds (Direct Borrowing / Placement)

\$24,700,000 2017 Park serial bonds due in annual installments of \$3,610,000 to \$4,650,000 through January 1, 2023; interest at 4.25 to 5.00 percent (\$17,290,000 outstanding). The Bonds were issued to finance the costs of acquiring park land within the County to be owned by the County for so long as any Series 2017 Bonds remain outstanding and to be used as park land in perpetuity, and paying the costs of the issuance of the Series 2017 Bonds.

2. Revenue Bonds (Direct Borrowing / Placement)

A. Governmental Activities

\$47,965,000 1993 serial bonds due in annual installments of \$2,110,000 to \$3,445,000 through October 1, 2026; interest at 5.50 to 5.625 percent (\$22,940,000 outstanding). The Bonds were issued to refund a portion of the series 1991 bonds, which were issued to finance the construction of the convention center.

\$13,255,000 2005 serial bonds, due in annual installments of \$1,030,000 to \$1,670,000 through October 1, 2027 (\$11,140,000 outstanding), subject to mandatory redemption requirements beginning October 1, 2017. The term bonds come due with the applicable fixed rates from 5.25 to 5.50 percent. The Bonds were issued to refund a portion of the series 1999 bonds.

\$14,335,000 2009 serial bonds due in annual installments of \$825,000 to \$1,130,000 through July 1, 2026; interest at 3.0 to 4.0 percent (\$7,055,000 outstanding). The Bonds

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Obligations (Continued)

were issued to refund the series 1996 bonds, which were originally issued to finance the purchase of approximately eleven acres of land for future expansion capabilities.

\$41,635,000 2013 refunding serial bonds due in annual installments of \$2,015,000 to \$4,155,000 through January 1, 2029; interest at 3.0 to 5.00 percent (\$32,255,000 outstanding). The Bonds were issued to refinance the series 2004 bond issue that was originally issued to finance the construction of a new Performing Arts Centre and parking garage.

\$376,600,000 2015 serial bonds due in annual installments of \$7,440,000 to \$ 21,270,000 through January 1, 2047; interest at 1.0 to 3.25 percent (\$357,925,000 outstanding). The Bonds were issued to finance, in part the cost of acquisition, construction and equipping of the stadium project and the costs of issuance of the bonds.

\$10,000,000 2015 serial bonds due in annual installments of \$375,000 to \$705,000 through July 1, 2035; interest at 3.0 to 4.0 percent (\$8,510,000 outstanding). The Bonds were issued to finance, in part the cost of various redevelopment and infrastructure improvement projects within the Six Flags Special Purpose District.

B. Business-type Activities

\$71,545,000 2013 refunding serial bonds due in annual installments of \$7,000,000 to \$7,800,000 through July 1, 2023; interest at 2.15 percent (\$30,285,000 outstanding). The Bonds were issued for the purpose of advance refunding, defeasing and optionally redeeming the County's outstanding 2003 serial bonds and paying the cost of issuance of the Series 2013 Bonds.

\$10,000,000 2007 refunding serial bonds due in annual installments of \$535,000 to \$760,000 through January 1, 2027, originally with interest at a fixed rate of 3.99%, which was reduced to 2.88% effective June 1, 2012 (\$5,315,000 outstanding). The Bonds were issued to provide additional financing for the construction, renovation, equipping, and other such activities for the Performing Arts Centre.

\$64,815,000 2019 refunding serial bonds due in annual installments of \$5,440,000 to \$7,960,000 through July 1, 2023; interest at 5 percent (\$64,815,000 outstanding). The Bonds were issued for the purpose of refunding and defeasance of the County's outstanding 2009 serial bonds and paying cost of issuance of the Series 2019 Bonds.

The County has pledged future water customer revenues, net of specified operating expenses, to repay water revenue bonds issued from 2009 to 2019. Proceeds from the bonds will provide financing for water and sewer infrastructure. The bonds are payable from water customer net revenues and are payable through 2029.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Obligations (Continued)

During the current year, principal and interest paid and total net pledged revenues were \$17,610,357 and \$82,441,852 respectively. The total principal and interest remaining to be paid on the bonds as of September 30, 2019 was \$95,100,000 and \$20,358,494 respectively.

The annual requirements to amortize all General Obligation and Revenue bonds outstanding at September 30, are as follows:

Year Ending September	Governmental Activities			
	General Obligation Bonds			
	Principal	Interest	Principal	Interest
2020	\$ 4,000,000	\$ 764,500		
2021	4,210,000	559,250		
2022	4,430,000	343,250		
2023	4,650,000	116,250		
	\$ 17,290,000	\$ 1,783,250		

Year Ending September	Governmental Activities		Business-Type Activities	
	Revenue Bonds		Revenue Bonds	
	Principal	Interest	Principal	Interest
2020	\$ 14,820,000	\$ 18,507,757	\$ 13,350,000	\$ 3,703,593
2021	15,425,000	17,968,617	13,490,000	3,590,047
2022	16,075,000	17,372,815	13,925,000	3,141,800
2023	16,760,000	16,742,920	14,385,000	2,676,322
2024	17,490,000	16,079,287	6,910,000	2,192,792
2025-2029	85,065,000	69,645,605	38,355,000	5,697,836
2030-2034	60,305,000	55,745,789	-	-
2035-2039	72,090,000	41,060,438	-	-
2040-2044	89,185,000	23,242,050	-	-
2045-2047	52,610,000	3,606,825	-	-
	\$ 439,825,000	\$ 279,972,103	\$ 100,415,000	\$ 21,002,390

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Obligations (Continued)

The annual requirements to amortize all Water and Sewer Revenue Bonds outstanding at September 30, 2019 are as follows:

	Outstanding Water and Sewer Parity Bonds		
	Principal	Interest	Total
2020	\$ 12,775,000	\$ 3,558,801	\$ 16,333,801
2021	12,890,000	3,462,175	16,352,175
2022	13,300,000	3,031,568	16,331,568
2023	13,735,000	2,584,450	16,319,450
2024	6,235,000	2,120,000	8,355,000
2025-2029	36,165,000	5,601,500	41,766,500
	\$ 95,100,000	\$ 20,358,494	\$ 115,458,494

The preceding information is presented in order to meet continuing disclosure requirements as set forth in the Security and Exchange Commission's Rule 15c2-12(b) (5).

3. Compliance

The 1985 Series Water and Sewerage Bond Resolution require the establishment of a Debt Service Reserve Account within the Water and Sewerage Sinking Fund in an amount at least equal to the highest annual debt service on the Series 1985 Bonds. The Resolution also authorizes Cobb County to obtain a surety bond in place of funding the Debt Service Reserve Account. The County has obtained a Municipal Bond Insurance Association bond for this purpose. However, the Series 2003 Resolution amends the Prior Resolutions and provides that commencing on December 1, 2003, there shall no longer be a Debt Service Reserve Requirement for any Bonds then outstanding. There are a number of limitations and restrictions contained in the various bond indentures. The County is in compliance with all significant limitations and restrictions.

\$7,771,914 is available in the Debt Service Fund to service the general obligation bonds.

4. Prior Years' Advance Refundings

Revenue Bonds:

During the fiscal year ending September 30, 2013, the County issued Series 2013 Water and Sewer Refunding Revenue Bonds of \$71,545,000 with interest rates of 2.15 percent to advance refund \$78,535,000 of the 2003 Water and Sewer Revenue Bonds with interest rates of 3.0 to 5.0 percent. The 2013 Water and Sewer Refunding Revenue Bonds were issued at par. After paying the issuance costs of \$407,899 the net proceeds were \$71,137,101. The net proceeds from the issuance were used to purchase U.S. government securities, and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments on the 2003 bond issue maturing in 2023. The advance refunding met the requirements of an in-substance defeasance, thus the refunded portions of the 2003 bonds are no longer included in the Water and Sewer Fund Statement of Net Position bond payable balance. The amount of defeased debt outstanding but removed from the County's records totaled \$32,750,000 at September 30, 2019.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Obligations (Continued)

During the fiscal year ending September 30, 2019, the County issued Series 2019 Water and Sewer Refunding Revenue Bonds of \$64,815,000 with interest rates of 5.00 percent to advance refund \$77,475,000 of the 2009 Water and Sewer Revenue Bonds with interest rates of 3.0 to 5.0 percent. The 2019 Water and Sewer Refunding Revenue Bonds were issued at a premium of \$12,873,465. After paying the issuance costs of \$356,447 the net proceeds were \$78,144,243. The net proceeds from the issuance were used to purchase U.S. government securities, and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments on the 2009 bond issue maturing in 2020 - 2029. The refunding reduced total debt service payments over the next 10 years by \$13,919,390. This results in an economic gain (difference between the present values of debt service payments on the old and new debt) of \$12,129,822. The advance refunding met the requirements of an in-substance defeasance, thus the refunded portions of the 2009 bonds are no longer included in the Water and Sewer Fund Statement of Net Position bond payable balance. The amount of defeased debt outstanding but removed from the County's records totaled \$77,475,000 at September 30, 2019.

5. Certificates of Participation (Direct Borrowing / Placement)

\$10,730,000 Series 2010 Certificates of Participation is due in annual installments of \$450,000 to \$780,000 through January 1, 2031; interest at 2.25 to 4.00 percent (\$7,490,000 outstanding). The contract obligates Cobb County to pay the debt service obligations on the Cobb County Courthouse Parking Deck Project Certificates of Participation until the bonds are repaid.

	Certificate of Participation		
	Principal	Interest	Total
2020	\$ 490,000	\$ 264,588	\$ 754,588
2021	510,000	249,588	759,588
2022	535,000	233,578	768,578
2023	555,000	216,547	771,547
2024	575,000	198,531	773,531
2025-2029	3,295,000	660,619	3,955,619
2030-2031	1,530,000	61,800	1,591,800
Total	\$ 7,490,000	\$ 1,885,251	\$ 9,375,251

6. Revenue Anticipation Certificates (Direct Borrowing / Placement)

\$6,315,000 2014 Revenue Anticipation Certificates is due in annual installments of \$255,000 to \$410,000 through July 1, 2035; interest at 2.00 to 3.25 percent (\$5,305,000 outstanding). The Certificates were issued to finance in whole or in part the costs of the design, construction and equipping of a two story building, which will be subleased to the Community Service Board through an intergovernmental agreement.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Obligations (Continued)

	Revenue Anticipation Certificates		
	Principal	Interest	Total
2020	\$ 265,000	\$ 157,400	\$ 422,400
2021	275,000	149,450	424,450
2022	280,000	141,200	421,200
2023	290,000	132,800	422,800
2024	300,000	124,100	424,100
2025-2029	1,620,000	496,199	2,116,199
2030-2034	1,865,000	246,191	2,111,191
2035	410,000	13,325	423,325
Total	\$ 5,305,000	\$ 1,460,665	\$ 6,765,665

7. Notes Payable (Direct Borrowing / Placement)

\$35,000,000 2008 Notes Payable is due in monthly installments of \$195,402 through December 1, 2028; interest at 3.00 percent (with \$18,919,438 outstanding). The loan is financing the construction of various water tunnels and pump stations.

\$35,000,000 2009 Notes Payable is due in monthly installments of \$194,109 through October 1, 2022 (with one final payment of \$76,257 payable on November 1, 2022); interest at 3.00 percent (with \$6,921,421 outstanding). The loan is financing the construction of various water tunnels and pump stations. This note was restructured upon securing the 2010 Note Payable for \$6,000,000.

\$6,000,000 2010 Notes Payable is due in monthly installments of \$33,378 [payments were \$50,044] through February 1, 2030 (with one final payment of \$7,779 payable on February 1, 2030); interest at 3.00 percent (with \$3,580,229 outstanding). The loan is financing the construction of various water tunnels and pump stations. This loan represents the restructuring of the prior 2009 Note Payable for a \$10,000,000 loan in which \$4,000,000 was forgiven during fiscal year 2010.

\$25,000,000 2010 Notes Payable is due in monthly installments of \$138,649 through August 1, 2030; interest at 3.00 percent (with \$15,472,280 outstanding). The loan is financing the construction of various water tunnels and pump stations.

\$25,000,000 2011 Notes Payable is due in monthly installments of \$134,490 through August 1, 2031; interest at 3.00 percent (with \$16,153,056 outstanding). The loan is financing the construction of various water tunnels and pump stations. \$750,000 of the loan was forgiven during fiscal year 2011.

\$35,000,000 2011 Notes Payable is due in monthly installments of \$194,109 through January 1, 2032; interest at 3.00 percent (with \$23,987,751 outstanding). The loan is financing the construction of various water tunnels and pump stations.

\$35,000,000 2012 Notes Payable is due in monthly installments of \$179,222 through July 1, 2033; interest at 3.00 percent (with \$25,750,774 outstanding). The loan is financing the construction of various water tunnels and pump stations.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 9. Long-Term Debt (Continued)

\$5,500,000 2019 Note Payable is due in annual installments of \$550,000 through July 12, 2028; (with \$4,950,000 outstanding). The loan is financing the purchase of the water and sewer system of the City of Powder Springs. The acquisition was finalized on June 26, 2019, with no contingent consideration arrangements. The total consideration provided was \$5.5 million and net position acquired was determined to be \$6.3 million. The excess of the net position acquired has been eliminated by reducing the acquisition values of the noncurrent assets that were acquired. Additionally, a discount rate of 5% was imputed (the County's estimated incremental borrowing rate). Total capital assets of \$3,376,523 were recorded as a result of this transaction.

	Notes Payable		
	Principal	Interest	Total
2020	\$ 10,410,311	\$ 2,971,998	\$ 13,382,309
2021	10,697,331	2,684,978	13,382,309
2022	10,990,560	2,391,750	13,382,310
2023	9,209,292	2,114,038	11,323,330
2024	9,179,021	1,873,943	11,052,964
2025-2029	47,418,017	5,537,100	52,955,117
2030-2033	17,830,417	639,231	18,469,648
Total	\$ 115,734,949	\$ 18,213,038	\$ 133,947,987

8. Legal Debt Margin

The County is subject to a debt limit that is 10% of its total assessed taxable property valuation. At September 30, 2019, that amount was \$4,028,356,649. As of September 30, 2019, the total debt applicable to the limit was \$9,518,086.

B. Discretely Presented Component Units

Cobb County Board of Health

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 741,061	\$ 698,800	\$ (755,380)	\$ 684,481	\$ 684,481

Note 10. Fund Balance Determinations and Classifications

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term "proceeds of specific revenue sources" establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. Restricted or committed specific revenue sources should comprise a *substantial portion* of the fund's resources. If revenues are initially received in another fund, they should not be reported as revenues in the fund receiving them; instead, they should be recognized in the special revenue fund where they will be spent. The proceeds from these special revenue sources should be expected to continue to comprise a substantial portion of inflows.

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays. Capital projects' funds exclude those types of capital related outflows financed by proprietary funds.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 10. Fund Balance Determinations and Classifications (Continued)

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The following classifications are used by the County:

1. General, Special Revenue, Debt Service, and Capital Projects Funds:
 - a. *Nonspendable Fund Balance*: the portion of a fund balance that includes amounts that cannot be spent because they are either not in a spendable form [prepaid items, inventories of supplies, or loans receivable] or be legally or contractually required to be maintained intact.
 - b. *Restricted Fund Balance*: the portion of a fund balance that reflects constraints placed on the use of resources other than nonspendable items that are either externally imposed by creditors [debt agreements, grantors, or laws or regulations of other governments], or be imposed by law through constitutional provisions or enabling legislation.
 - c. *Committed Fund Balance*: the portion of a fund balance that includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners and remain binding unless removed in the same manner. Board of Commissioners' resolution is required in order to establish, modify or rescind a fund balance commitment. This is the highest level of authoritative action at the local level.
 - d. *Assigned Fund Balance*: the portion of a fund balance that includes amounts that are constrained by the government's intent to be used for specific purposes but that are neither restricted nor committed. The Commissioners have by resolution authorized the County Manager to assign fund balance.
 - e. *Unassigned Fund Balance*: that portion of a fund balance that includes amounts that do not fall into one of the above four categories. The General Fund is the only fund that should report a positive unassigned balance. In the event that funds other than the General Fund have an unassigned fund balance, it would be a deficit.

The County uses restricted amounts to be spent first when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balance, such as grant agreements that require a dollar match. Additionally, the County would then use committed, assigned and lastly unassigned amounts from the unrestricted fund balance when expending funds.

The County does not have a formal minimum fund balance policy; however the Board of Commission address various targeted reserve positions and the Finance Department calculates targets and actuals and reports the results to the Board of Commissioners on an annual basis.

2. Fiduciary Funds:
 - a. Reserved for employees' pension benefit – restricted for payment of future employee pension benefit distributions.
 - b. Reserved for employees' other post employee benefit – restricted for payment of future employee other post-employment benefit distributions.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 10. Fund Balance Determinations and Classifications (Continued)

The composition of the Special Programs Fund Balance Classification is as follows:

Special Programs:	Special Program Classification: Restricted Fund Balance		
	General Fund	Nonmajor Governmental Funds	Total
Courts	\$ 827,654	\$ -	\$ 827,654
E-911	-	8,280,464	8,280,464
800 MHz	-	14,006	14,006
Streetlight District	-	3,371,251	3,371,251
Grants	-	3,631,831	3,631,831
Library	-	58,626	58,626
Cumberland Special Service District	-	3,251,906	3,251,906
Sheriff	772,976	-	772,976
CMCEHA	-	22,192,748	22,192,748
Stadium maintenance	-	7,555,818	7,555,818
Total	\$ 1,600,630	\$ 48,356,650	\$ 49,957,280

Special Programs:	Special Program Classification: Committed Fund Balance		
	General Fund	Nonmajor Governmental Funds	Total
Community Development	\$ 1,051,675	\$ -	\$ 1,051,675
Communications	2,391,512	-	2,391,512
Courts	937,267	-	937,267
General Government	147,449	-	147,449
Elections	145,958	-	145,958
Fleet	2,004,897	-	2,004,897
Information Services	848,800	-	848,800
Library	97,147	-	97,147
Non-Profit & Other Governmental	278,654	-	278,654
Parks	4,068,036	-	4,068,036
Parking Deck	-	105,312	105,312
Property Management	2,378,535	-	2,378,535
Public Safety	2,069,218	-	2,069,218
Senior Services	499,045	-	499,045
Sheriff	4,873,645	-	4,873,645
Tax Commissioner	368,715	-	368,715
Transportation	1,392,797	-	1,392,797
CMCEHA	-	1,086,650	1,086,650
Total	\$ 23,553,350	\$ 1,191,962	\$ 24,745,312

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 10. Fund Balance Determinations and Classifications (Continued)

Special Program Classification: Assigned Fund Balance

Special Programs:	General Fund	Nonmajor Governmental Funds	Total
Community Development	\$ 18,273	\$ -	\$ 18,273
Communications	75	-	75
County Clerk	1,205	-	1,205
Courts	168,049	-	168,049
Elections	65,912	-	65,912
Fleet	224,632	-	224,632
Human Resources	18,449	-	18,449
Information Services	457,763	-	457,763
Library	54,210	-	54,210
Medical Examiner	1,683	-	1,683
Non-Profit & Other Governmental	21,250	-	21,250
Parks	798,474	-	798,474
Parking Deck	-	9,385	9,385
Property Management	225,103	-	225,103
Public Facilities	-	599	599
Public Safety	788,942	-	788,942
Purchasing	2,203	-	2,203
Senior Services	759	-	759
Sheriff	552,128	-	552,128
Tax Commissioner	81,806	-	81,806
Transportation	56,248	-	56,248
Total	\$ 3,537,164	\$ 9,984	\$ 3,547,148

Note 11. Property Taxes

The County bills and collects its own property taxes and those taxes for the Cobb County School System and some municipalities within the County. Collections of the County taxes and remittance of them to the General Fund, Fire District Fund, Debt Service Fund, the school system and municipalities are accounted for in the Tax Commissioner Agency Fund. County property tax revenues are recognized when levied to the extent that they result in current receivables.

Property taxes are levied each July based on values as of January 1st and are due on October 15th each year. Collections of property taxes are made throughout the year. Liens may attach to the property for unpaid taxes at any time within three years after the due date.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 12. Tax Abatements

In fiscal year 2017, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*. This statement requires state and local governments to disclose tax abatement agreements entered by other governments that reduce the reporting government's tax revenues. The following information should be disclosed; (1) brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients; (2) the gross dollar amount of taxes abated during the period; and (3) commitments made by a government, other than to abate taxes, as part of a tax abatement agreement.

Cobb County, through the Development Authority of Cobb County, allows for taxable revenue bond financing, pursuant to the Georgia Development Authorities law, under Title 36 Chapter 62 of the Official Code of Georgia, in order to promote the creation of jobs and stimulate development activity within Cobb County. The taxable revenue bond financings result in the reduction of ad valorem (real and/or personal property) taxes.

The County offers a reduction in property taxes through the structure of these financing arrangements. Specifically, the Development Authority of Cobb County, a tax exempt public organization created independently from the County, may enter into agreements with private individuals or entities in order to incentivize these businesses to build, relocate, expand, or renovate in Cobb County. The agreements involve a bond issuance and sale-leaseback transaction, whereby the Development Authority takes title to property and leases it back to the company. The business or individual is responsible for making ad valorem tax payments on its leasehold interest. The rental payments for the leasehold offset the debt service on the bonds over a fixed 10 year term, so that at the end of the incentive period the bonds are fully retired and the company regains title of the property through an option to purchase.

The Development Authority considers the fiscal impacts of a proposed project and weighs such benefits against the costs of reduced revenue impacts when considering whether to enter into a taxable revenue bond deal with an individual or entity. Generally eligible projects involve a commitment of significant capital investment and/or the creation of net new jobs to the County, which propose a favorable return on investment for the County. There are no additional commitments other than to provide favorable tax treatment. There are provisions for recapturing some portion of the value of these incentives in the event capital investment and job creation numbers are not met during the incentive period; however, the Development Authority can immediately return title to a company for a non-performing project, which cancels the incentive going forward. There are no amounts receivable from other governments.

For the fiscal year ended September 30, 2019, Cobb County abated property taxes that were levied on January 1, 2019 and due on October 15, 2019 totaling \$2,326,556. Included in that amount abated, the following are individual tax abatement agreements that each exceeded 10 percent of the total amount abated:

<u>Tax Abatement Project</u>	<u>% Abated</u>	<u>Amount of Taxes Abated</u>
Greenstone /HD Supply	100%	\$ 338,111
Home Depot USA	100%	\$ 511,375
Akers 75	95%	\$ 238,599
Home Depot-Real	89%	\$ 234,906
Highwoods Reality	80%	\$ 333,600

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 13. Interfund Balances and Transfers

Individual fund interfund receivable and payable balances for the fiscal year ended September 30, 2019 are as follows:

Due to / from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	<u>\$ 655,812</u>
SPLOST Fund	General Fund	8,105,000
	Nonmajor Enterprise Funds	164,109
		<u>8,269,109</u>
Fire District Fund	General Fund	947,185
Nonmajor Governmental Funds	General Fund	14,850,645
	Nonmajor Enterprise Funds	409,684
	Nonmajor Governmental Funds	585,767
		<u>15,846,096</u>
Nonmajor Enterprise Funds	Nonmajor Governmental Funds	<u>2,294,859</u>
Internal Service Fund	Fire District Fund	<u>21,066,319</u>
		<u>\$ 49,079,380</u>

All interfund balances are due either to timing differences or to the elimination of negative cash balances within the various funds. All interfund balances are expected to be repaid during the fiscal year ending September 30, 2019.

Advance from/to other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Enterprise Funds	<u>\$ 2,981,022</u>

The amounts payable to the General Fund relates to financing for cash purposes and are not subject to be repaid in the subsequent year.

Transfers:

	<u>Transfer In</u>							<u>Total</u>
	<u>General Fund</u>	<u>Fire District Fund</u>	<u>SPLOST Fund</u>	<u>Water and Sewer Fund</u>	<u>Internal Service Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Nonmajor Enterprise Funds</u>	
Transfer out:								
General Fund	\$ -	\$ 947,185	\$ 8,105,000	\$ -	\$ -	\$ 40,693,527	\$ 17,312,681	\$ 67,058,393
Fire District Fund	38,360	-	-	-	-	853,564	-	891,924
Water and Sewer Fund	20,462,007	-	-	-	-	732,568	-	21,194,575
Internal Service Fund	1,016,794	27,996	-	-	457	-	-	1,045,247
Nonmajor Governmental Funds	11,749,247	-	-	48,212	-	19,518,086	4,807,559	36,123,104
Total transfers out	<u>\$ 33,266,408</u>	<u>\$ 975,181</u>	<u>\$ 8,105,000</u>	<u>\$ 48,212</u>	<u>\$ 457</u>	<u>\$ 61,797,745</u>	<u>\$ 22,120,240</u>	<u>\$ 126,313,243</u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 13. Interfund Balances and Transfers (Continued)

Interfund transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 14. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amount, if any, to be immaterial.

Cobb County is a defendant in various lawsuits in the normal course of its activities. Based on counsel and management's opinion, a liability has been recorded for lawsuits where a potential loss is considered probable.

Note 15. Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the employees. Investments are managed by the Plan's trustee under one of the investment options, or a combination thereof. The participants make the choice of the investment option(s).

The County has adopted GASB No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, which rescinded GASB Statement No. 2. The County has only minor administrative involvement and does not perform any investing for the plan. Due to the fact the County's role in management of the plan assets is basically limited to transmitting amounts withheld from payroll to an outside party responsible for administering the plan, the County does not report the assets of the Deferred Compensation Plan in the County's financial statements.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 16. Due From Other Governments and Agencies

General Fund:	
Cobb County Board of Health	\$ 1,532
Cobb County Board of Education	9,959
City of Acworth, Georgia	4,519
City of Austell, Georgia	905,288
City of Kennesaw, Georgia	4,502
City of Marietta, Georgia	15,603
City of Powder Springs, Georgia	3,779
City of Smyrna, Georgia	6,669
Chattahoochee Tech	5,121
Total General Fund	<u>\$ 956,972</u>
SPLOST Fund:	
City of Kennesaw, Georgia	\$ 585,220
Atlnta Regional Commission	121,696
State of Georgia, Department of Transportation	14,972,420
Total SPLOST Fund	<u>\$ 15,679,336</u>
Nonmajor Governmental Funds:	
Capital Projects Funds:	
Public Facilities Fund:	
Kennesaw State University	\$ 47
Towncenter Community Improvement District	24,101
Total Public Facilities Fund	<u>\$ 24,148</u>
Special Revenue Funds:	
Community Services Fund:	
State of Georgia, Department of Human Resources	\$ 159,393
Grant Fund:	
Atlanta Regional Commission	\$ 400,363
Prosecuting Attorney's Council of Georgia	293,939
State of Georgia, Criminal Juvenile Court Judges	2,043
State of Georgia, Criminal Justice Coordinating Council	521,769
State of Georgia, Department of Human Resources	295,724
State of Georgia, Department of Transportation	68,296
State of Georgia, Court Appointed Special Advocates	16,788
United States, Federal Aviation Administration	5,702
United States, Department of Justice	175,425
Total Grant Fund	<u>\$ 1,780,049</u>
Housing and Urban Development Grant Fund:	
United States, Department of Housing and Urban Development	\$ 511,537
CMCEHA Fund:	
City of Marietta, Georgia	\$ 52,906
City of Smyrna, Georgia	69,850
Total CMCEHA Fund	<u>\$ 122,756</u>
Total Special Revenue Funds	<u>\$ 2,573,735</u>
	<u>\$ 19,234,191</u>

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 16. Due From Other Governments and Agencies (Continued)

Proprietary Funds:

Water System Fund:

Cobb Marietta Water Authority

\$ 769

Public Transit System Fund:

Federal Transit Administration

\$ 2,338,158

Total Public Transit System Fund

\$ 2,338,158

\$ 2,338,927

Note 17. Other Post-Employment Benefits

Plan Description and Provisions

The Cobb County Government Health Benefit Plan (the “OPEB Plan”) is a single employer defined benefit post-retirement healthcare plan, or other post-employment benefit (OPEB) plan administered by the County. The Cobb County OPEB Trust is an irrevocable trust established pursuant to Section 115 of the Internal Revenue Code for the purpose of pre-funding other post-employment health benefits in accordance with GASB Statement 74 and GASB Statement 75. The trust was established June 10, 2008, by the Board of Commissioners to pre-fund medical and prescription drug benefits for retirees and their eligible dependents that are eligible for such benefits under existing County policy. Benefit terms and contribution requirements are established and may be amended by the Cobb County Pension Fund Board of Trustees. The Pension Board of Trustees is composed of five members appointed by the Board of Commissioners who represents the interest of the employees and taxpayers of the County.

At January 1, 2019, the following employees were covered by the benefit terms:

	January 1, 2019
Inactive Members Or Their Beneficiaries	
Currently Receiving Benefits	1,743
Inactive Members Entitled To But Not Yet Receiving Benefits	-
Active Members	4,342
Total	6,085

Eligibility

Effective January 1, 2007 (for Employees hired prior to January 1, 2006):

All full-time employees with seven or more years of services will be eligible to continue medical coverage at termination of employment.

Effective January 1, 2010:

All full-time new hires will be eligible to continue medical coverage with thirty years of service at termination of employment.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 17. Other Post Employment Benefits (Continued)

Funding Policy/Contributions

The Cobb County Board of Commissioners establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contributions rate of plan members. The contribution requirements of plan members and the County are established and may be amended by the Pension Fund Board of Trustees. Plan members receiving benefits under the PPO plan contribute \$150.81 per month for retiree, \$406.30 per month for retiree and spouse coverage, \$385.99 per month for retiree and child(ren) coverage, and \$569.93 per month for family coverage. Plan members receiving benefits under the EPO/HMO plan contribute \$64.83 per month for retiree, \$220.04 per month for retiree and spouse coverage, \$209.05 per month for retiree and child(ren) coverage, and \$309.64 per month for family coverage. Plan members receiving benefits under the CDHP plan contribute \$43.72 per month for retiree, \$185.87 per month for retiree and spouse coverage, \$176.59 per month for retiree and child(ren) coverage, and \$261.96 per month for family coverage. Plan members receiving benefits under the Kaiser Signature plan contribute \$35.02 per month for retiree, \$152.30 per month for retiree and spouse coverage, \$144.70 per month for retiree and child(ren) coverage, and \$213.20 per month for family coverage. During the plan year the County contributed \$20,302,618 to the Plan. Total retiree contributions from retirees totaled \$2,763,958 during the plan year.

Investments

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Board of Trustees by a majority vote.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of September 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
US Fixed Income Core	25%	1.70%
US Large Cap Equity Core	33%	5.10%
US Mid Cap Equity Core	6%	5.40%
US Small Cap Equity Core	6%	5.60%
Global Equity Core	10%	5.70%
International Equity Core	20%	6.40%
Total	<u>100%</u>	

For the year ended September 30, 2019, the annual money-weighted rate of return on investments, net of investment expense, was 3.51%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 17. Other Post-Employment Benefits (Continued)

Net OPEB Liability of the County

The net OPEB liability reported by the County at September 30, 2019 is based on the measurement date of September 30, 2019 and determined by an actuarial valuation as of January 1, 2019. The components of the net OPEB liability as of the Plan's fiscal year end, September 30, 2019 are as follows:

Total OPEB liability	\$	344,193,589
Plan fiduciary net position		135,324,794
County's net OPEB liability	\$	208,868,795
Plan fiduciary net position as a percentage of the total OPEB liability		39.32%

The changes in the Net OPEB Liability were as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances at September 30, 2018	\$ 342,139,885	\$ 126,010,937	\$ 216,128,948
Changes for the Year:			
Service cost	5,395,611	-	5,395,611
Interest	25,086,643	-	25,086,643
Benefit changes	-	-	-
Difference between expected and actual experience	(1,228,292)	-	(1,228,292)
Changes in assumptions	(11,897,639)	-	(11,897,639)
Contributions - employer	-	20,302,618	(20,302,618)
Contributions - employee	-	-	-
Net investment income	-	4,313,858	(4,313,858)
Benefit payments including refunds of employee contributions	(15,302,619)	(15,302,619)	-
Administrative expense	-	-	-
Other changes	-	-	-
Net changes	\$ 2,053,704	\$ 9,313,857	\$ (7,260,153)
Balances at September 30, 2019	\$ 344,193,589	\$ 135,324,794	\$ 208,868,795

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 17. Other Post-Employment Benefits (Continued)

Actuarial Methods and Assumptions

The Total OPEB Liability as of September 30, 2019 was determined based on an actuarial valuation prepared as of January 1, 2019, using the following actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of September 30, 2019:

Valuation date	January 1, 2019
Inflation	2.50%
Salary increases	3.00-4.00%, including 2.50% wage inflation
Investment rate of return	7.50% compounded annually, net of investment expense, and including inflation
Municipal Bond Index Rate at Measurement Date	2.66%
Municipal Bond Index Rate at Prior Measurement Date	4.09%
Healthcare cost trend rates	
Pre-Medicare Eligible	7.00%
Medicare Eligible	5.00%
Ultimate trend rate	
Pre-Medicare Eligible	4.50%
Medicare Eligible	4.50%

The actuarial assumptions used in the January 1, 2019 valuation were based on the results of an actuarial experience study for the five year period ending December 31, 2016.

The discount rate used to measure the total OPEB liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current discount rate:

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
Net OPEB liability	\$ 251,434,083	\$ 208,868,795	\$ 173,250,008

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0 percent decreasing to 4.0 percent, 4.0 percent for Medicare eligible) or 1-percentage-point higher (8.0 percent decreasing to 6.0 percent, 6.0 percent for Medicare eligible) than the current healthcare cost trend rates:

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 17. Other Post-Employment Benefits (Continued)

	1% Decrease (6% decreasing to 4% pre-Medicare, 4% for Medicare eligible)	Healthcare Cost Trend Rates (7% decreasing to 5% for pre-Medicare, 5% for Medicare eligible)	1% Increase (8% decreasing to 6% for pre-Medicare, 6% for Medicare eligible)
Net OPEB liability	\$ 168,360,169	\$ 208,868,795	\$ 258,106,408

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2019, the County recognized OPEB expense of \$23,214,083. At September 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 9,267,341
Change in assumptions	24,516,814	10,370,343
Net difference between projected and actual earnings on plan investments	3,850,888	-
Total	\$ 28,367,702	\$ 19,637,684

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended September 30,

2020	\$ 2,370,149
2021	2,370,149
2022	2,370,150
2023	2,506,376
2024	1,441,484
Thereafter	(2,328,290)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The plan does not issue separate financial statements.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 17. Other Post-Employment Benefits (Continued)

The January 1, 2018 valuation is used to determine the recommended contribution for fiscal year 2019.

Valuation date:	January 1, 2018
Actuarial cost method:	Projected unit credit cost method
Amortization method:	Level percentage of pay, closed
Remaining amortization period:	25 years
Asset valuation method:	Market value of assets

Actuarial Assumptions Utilized:	
Investment rate of return:	7.50%
Pre-Medicare Medical cost trend rate:	7.00%
Medicare Eligible Medical cost trend rate:	5.00%
Ultimate trend rate	5.00%
Year of ultimate trend rate:	2023
Includes inflation at:	2.50%

Note 18. Employee Retirement System

A. Primary Government

Cobb County Government Employees' Pension Plan

The Cobb County Government Employees' Pension Plan is a single-employer defined benefit plan and the contributing entity is Cobb County. The employees covered are County employees and public safety employees. The Plan provides retirement benefits to participants according to provisions of the plan document normally in the form of a life annuity.

Oversight of the Plan is by a five member Pension Board of Trustees composed of appointees by the Board of Commissioners who represents the interest of the employees and taxpayers of the County. The Board of Trustees provides an annual report to the Board of Commissioners. A stand alone financial report is not prepared for the Plan. The benefit provisions and all other requirements are established by the Cobb County Board of Commissioners. The Cobb County Board of Commissioners shall have the right at any time by instrument of writing, to modify, alter or amend the Pension Plan in whole or in part, provided, however, that any benefits which have actually accrued and become payable shall not be affected.

The distribution of number of employees by type of member is as follows:

Number of Participants as of January 1, 2019	
Retired participants and beneficiaries currently receiving benefits	2,620
Terminated participants entitled to benefits, but not yet receiving benefits	962
Active participants	4,228
Total	7,810

Eligibility

For employees hired before January 1, 2009, the first day of the calendar month coinciding with or next following the participant's 65th birthday, or if later, the day the participant completes 7 years of service. However, for any participant who has met all of the requirements to be eligible to retire under the Normal

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 18. Employee Retirement System (Continued)

Retirement or Rule of 80 provisions as of December 31, 2008, the Normal Retirement Date shall remain the later of age 65 and the completion of 5 years of service. For employees hired on or after January 1, 2009, the later of age 65 or 10 years of service. For employees hired on or after January 1, 2010, the later of Social Security Normal Retirement Age or 10 years of service.

Benefits

Member's normal retirement pension shall equal 2.5% of the member's total years of benefit accrual service. For participants hired before January 1, 2009, the average of the 5 highest consecutive years of compensation out of the last 10 years, provided that the final average compensation used shall not be less than the 3 year final average compensation calculated as of December 31, 2008. However, any participant who has met all of the requirements to be eligible to retire under the Normal Retirement or Rule of 80 provisions as of December 31, 2008 shall always be calculated using the 3 highest consecutive years of compensation. For employees hired on or after January 1, 2009, the final average compensation will consist of the average of the 5 highest consecutive years of compensation out of the last 10 years. For employees hired on or after January 1, 2010 and any employee hired prior to this date who elected to enter the Hybrid Plan, no overtime will be used in the final average compensation calculation. Member's Hybrid Plan pension shall equal 1.0% of the member's total years of benefit accrual service.

The Pension Plan provides pre-retirement spouse death benefits. To be eligible the member must have Seven years of service (or 10 depending on date of hire) and has been married one full year prior to death. If the Participant was killed in the line of duty, there is no minimum service requirement. The benefit amount is 45% of the Participant's Accrued Benefit determined as if death had occurred at their Normal Retirement Date, assuming Credited Service continued until Normal Retirement Date and Compensation remained the same. The benefit commences immediately and is reduced if the spouse is more than 10 years younger than the Participant.

Contributions

The Cobb County Board of Commissioners establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contributions rate of plan members. For the year ended September 30, 2019, the traditional active member's contribution rate went from 7.50% to 7.75% in March 2018 and the County's contribution rate was 23.55% of covered payroll. During the plan year, total pension contributions were \$55,665,704 from the County.

Investments

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Board of Trustees by a majority vote. It is the policy of the Board of Trustees to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of asset classes. The pension plan's investment policy does not permit the following securities and transactions without prior Trustee approval: 1) Letter stock and other unregistered; commodities or other commodity contracts; short sales or margin transactions; uncovered and covered options. 2) Investments for the purpose of exercising control of management. 3) Investments in companies that have filed petition for bankruptcy.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 18. Employee Retirement System (Continued)

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target asset allocation and best estimate of arithmetic real rates of return for each major asset class as of September 30, 2019 are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Fixed Income	25%	1.70%
US Equity	33%	5.10%
US Equity Mid Cap	6%	5.40%
US Equity Small Cap	6%	5.60%
Global Equity	10%	5.70%
International Equity	20%	6.40%
Total	100%	

For the year ended September 30, 2019, the annual money-weighted rate of return on the Pension Plan's investments, net of pension plan investment expense, was 3.45%. The money-weighted rate of return expressed investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the County

The net pension liability reported by the County was measured as of September 30, 2019. Updated procedures were used to roll forward the total pension liability from the actuarial valuation as of January 1, 2019 to the plan's fiscal year end, September 30, 2019. The components of the net pension liability of the County as of September 30, 2019, were as follows:

Total Pension Liability	\$ 1,353,743,578
Plan Fiduciary Net Position	691,153,171
County's Net Pension Liability	\$ 662,590,407
Plan Fiduciary Net Position as a % of the Total Pension Liability	51.05%

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 18. Employee Retirement System (Continued)

Changes in Net Pension Liability were as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018	\$ 1,304,951,127	\$ 672,787,107	\$ 632,164,020
Changes for the year:			
Service cost	18,657,791	-	18,657,791
Interest	96,782,967	-	96,782,967
Benefit changes	-	-	-
Difference between expected actual experience	6,564,079	-	6,564,079
Changes in assumptions	-	-	-
Contributions - employer	-	55,665,704	(55,665,704)
Contributions - employee	-	13,446,185	(13,446,185)
Net investment income	-	22,683,136	(22,683,136)
Benefit payments, including refunds of employee contributions	(73,212,386)	(73,212,386)	-
Administrative expense	-	(296,056)	296,056
Other changes	-	79,481	(79,481)
Net changes	48,792,451	18,366,064	30,426,387
Balance at September 30, 2019	\$ 1,353,743,578	\$ 691,153,171	\$ 662,590,407

Actuarial Methods and Assumptions

The following actuarial assumptions used in the January 1, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2017 through December 31, 2017:

Inflation	2.5%
Salary increases	3.0 to 4.0%, including inflation
Investment rate of return	7.5% net of pension plan investment expense, and including inflation
Post-retirement benefit increases	Not applicable

Mortality rates were based on the RP-2000 Employee Mortality Table projected with Scale BB to 2025, sex distinct.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 18. Employee Retirement System (Continued)

The projection of cash flows used to determine the discount rate assumed that plan member and County contributions will be made at the greater of actuarially determined contribution rates and rates adopted by the County. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following represents the net pension liability as of September 30, 2019, calculated using the discount rate of 7.5 percent, as well as what the net pension liability would be calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Discount (7.5%)	1% Increase (8.5%)
County's Net pension liability	\$ 818,130,082	\$ 662,590,407	\$ 531,617,567

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2019, the County recognized pension expense of \$84,491,805. At September 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 37,781,375	\$ -
Changes in assumptions	57,411,079	-
Net difference between projected and actual earnings on plan investments	920,904	-
Total	\$ 96,113,358	\$ -

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 18. Employee Retirement System (Continued)

Year ended September 30:	
2019	\$ 23,898,379
2020	22,147,112
2021	25,824,735
2022	23,223,038
2023	1,020,094
Thereafter	-

Defined Contribution Plan

Effective January 1, 2010 the County adopted the ICMA Retirement Corporation Deferred Compensation Plan and Trust, a Defined Contribution Plan administered by ICMA Retirement Corporation. This plan is available to all County employees that employment date is after January 1, 2010. Under this plan the County shall make matching contributions of 50% of an employee's earnings, up to 4% of earnings contributed to the ICMA Retirement Corporation Deferred Compensation Plan and Trust. Participants become 100% vested in the plan after five years of service. Any forfeitures are available toward future contributions. Plan provisions and contribution requirements are established and amended by the Board of Trustees of Cobb County Government Employees' Pension Plan. The County made actual contributions during the year of \$1,357,146 to the plan. Total forfeitures during the year were \$100,553.

B. Blended Component Units

Defined Contribution Plan – Cobb Marietta Coliseum and Exhibit Hall Authority

The Authority contributes to the Cobb-Marietta Coliseum and Exhibit Hall Authority Profit-Sharing Plan, which is a defined contribution plan under Section 401(a) of the Internal Revenue Code. The Plan is administered by the ICMA-Retirement Corporation. At September 30, 2019, there were 140 plan members. Plan provisions and contribution requirements are established and amended by the Authority. The plan consists solely of employer contributions. All employees, full and part time, who have performed one (1) hour of service, are eligible to participate in the plan. On Call employees are not eligible to participate. Participants become fully vested in the plan after three (3) years of service.

A participant that leaves the employment of the Authority is entitled to their account balance if vesting requirements are satisfied. Any forfeitures are used to reduce future employer contributions, or if no contributions are required, forfeited amounts are allocated to participants. The employer has elected to contribute 7.5% of each participant's wages, or such amount so as to meet the requirement to qualify for exclusion from participating in Social Security. The Authority made actual contributions during the year of \$556,344. Forfeitures during the year ended September 30, 2019 totaled \$29,857. The plan does not have a separate audited GAAP-basis postemployment benefit plan report. The plan held no securities of the Authority or other related parties during the year.

The Authority also contributes to the Cobb-Marietta Coliseum and Exhibit Hall Authority Executive Pension Plan (a 401 Government Money Purchase Plan). The Plan is administered by the ICMA Retirement Corporation. At September 30, 2019, there were four plan member. Plan provisions and contribution requirements are established and amended by the Authority. The plan consists solely of employee contributions. Participants are immediately vested in the plan. The Authority made no contributions to the plan during the year. The plan does not have a separate audited GAAP-basis plan report. The plan held no securities of the Authority or other related parties during the year.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 18. Employee Retirement System (Continued)

The Authority also maintains a Roth IRA Plan; the Plan is administered by the ICMA-Retirement Corporation. At September 30, 2019, there were 4 plan members. Plan provisions and contribution requirements are established and amended by the Authority. The plan consists solely of employee contributions. Participants are immediately vested in the plan. The Authority made no contributions to the plan during the year. The plan does not have a separate audited GAAP-basis plan report. The plan held no securities of the Authority or other related parties during the year.

Note 19. Arbitrage Liability

Section 148 of the Internal Revenue Code requires that, with certain exceptions, any arbitrage earned on the investment of bond proceeds be paid to the federal government. The term “arbitrage” refers to the ability to invest the proceeds of a relatively low interest rate state or municipal obligation in taxable market securities that bear a higher interest rate. The County has recorded a liability for “arbitrage” in the following fund:

Water and Sewer Enterprise Fund	\$54,882
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Note 20. Capital Contributions

Capital Contributions recognized as revenue in the Proprietary Funds for the fiscal year ending September 30, 2019 are presented below:

Source:	
Developers	\$ 7,627,046
Grants	6,110,533
Donations	14,027,555
	\$ 27,765,134

Note 21. Closure and Postclosure Care Costs

State and federal laws and regulations require that the County place a final cover on its landfills when closed and perform certain maintenance and monitoring functions at the landfill sites for thirty years after closure. In addition to operating expenses related to current activities of the landfills, an expense provision and related liability are being recognized based on the future postclosure care costs that are being incurred now that the landfills are no longer accepting waste. Two landfill sites reached capacity on September 6, 2001. The third landfill site reached capacity on September 8, 2002. As of September 30, 2019, Cobb County has recorded an estimated liability totaling \$4,636,893 for future postclosure care costs. The actual cost may be higher due to inflation, changes in technology or changes in landfill laws and regulations. The estimated remaining time for the landfills to be monitored and maintained is 12 years.

The County will fund the postclosure care costs with subsidies from the General Fund. As of September 30, 2019, no amount of assets has been restricted for the payment of postclosure care costs. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 22. Hotel/Motel Lodging Tax

Cobb County has levied an 8% lodging tax. A summary of the transactions for the year ending September 30, 2019 follows:

Lodging tax receipts	\$ 17,677,182
Debt service payment on refunding revenue bonds, series 2013 (Performing Arts Center Project)	<u>(3,601,000)</u>
Balance of lodging tax was expended for the promotion of tourism as required by OCGA 48-13-51	<u>\$ 14,076,182</u>

Note 23. Other Commitments

Commitments for water and sewerage system improvements and transit at September 30, 2019 totaled approximately \$33,733,925 and \$2,485,857 respectively.

Encumbrances outstanding at year end are as follows:

	General Fund	Fire District Fund	SPLOST Fund	Nonmajor Governmental Funds	Total
Encumbrances \$	14,857,931	\$ 11,247,712	\$ 90,182,114	\$ 10,119,139	\$ 126,406,896

Note 24. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the ten county metropolitan Atlanta, Georgia areas, are members of the Atlanta Regional Commission (ARC). Membership in a Regional Commission (RC) is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia. The County paid dues in the amount of \$833,930 to the ARC for the year ended September 30, 2019. The RC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a RC. Separate financial statements may be obtained from: Atlanta Regional Commission, 229 Peachtree St. 100., Atlanta, Georgia 30303.

The Marietta/Cobb/Smyrna Narcotics Unit (MCS) is considered a joint venture with no equity interest based upon criteria established in GASB Statement No. 14, as amended by GASB Statement No. 61. Pursuant to an interagency agreement established between the chief law enforcement officials for the Sheriff's Office of Cobb County, the Cobb County Police Department, the Marietta Police Department, the Smyrna Police Department and the District Attorney's Office of the Cobb Judicial Circuit, the unit was established in 1980 to bring the necessary manpower and resources together in a cooperative effort to stem the flow of illegal substances, organized crime and vice crimes within the community.

The agreement is construed as a joint contract of services between governmental entities, authorized pursuant to the general provisions of Georgia law and Article IX, Section III, Paragraph 1 of the Constitution of the State of Georgia. The chief law enforcement officials for each participant outlined above together with the Solicitor General for the State Court of Cobb County comprise the Board of Directors of the MCS unit and direct the operations of the unit. The District Attorney of the Cobb County Judicial Circuit serves as the chairman of the Board and the Sheriff of Cobb County serves as the Secretary/Treasurer. During the fiscal year ended September 30, 2018, there were no transactions entered into between the County and the MCS unit. The MCS unit issues separate financial statements which may be obtained from the Cobb County Sheriff's Office at 185 Roswell St., Marietta, GA 30090.

Cobb County, Georgia
Notes to Financial Statements
September 30, 2019

Note 25. Related Organization

The Housing Authority of Cobb County is a related organization of Cobb County. The Housing Authority of Cobb County is excluded from the financial reporting entity because the County’s accountability does not extend beyond making appointments. Audited financial statements are available from the Housing Authority.

Note 26. Extraordinary Item

In January 2019, a pump at one of the County’s water treatment facilities flooded causing a wastewater spill. As a result of the flooding, a lift station with a carrying value of approximately \$61.4 million was impaired. The County incurred \$6,019,356 in costs during fiscal year 2019 relating to repairs and remediation. In accordance with GASB Statement 42, Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries, an impairment loss of \$15,988,181 has been recorded. The County plans to issue bonds in order to cover the cost of repairs to the lift station. The County anticipates recovery of repair costs from third parties which would be used to pay off the bonds.

Note 27. Restatement

During fiscal year 2019, the County determined information that had been used to develop the estimate of the closure and postclosure care liability was incorrect. The table below summarizes the effect of the revision to the estimated liability:

	Business-type Activities	Nonmajor Enterprise Funds
Beginning Net Position before Restatement	\$ 1,444,339,747	\$ 119,985,394
Restatement-Closure and Postclosure Care	17,574,846	17,574,846
Beginning Net Position after Restatement	\$ 1,461,914,593	\$ 137,560,240

The effect of the change to previously reported changes in net positions has not been determined.

Note 28. Subsequent Events

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. The recently declared pandemic could adversely impact the County’s future financial results, especially if the community is negatively impacted by the decrease in economic activity caused by the virus. Such potential impact is unknown at this time.

On March 26, 2020, the County entered into an Installment Sale Agreement for \$6,575,000 with the Association County Commissioners of Georgia for the purpose of financing the construction and equipping of a new Fire Station. The interest rate on the loan is 2.46%. Principal and interest payments are due monthly beginning July 1, 2020 with the final payment being due on January 1, 2030.



REQUIRED SUPPLEMENTAL INFORMATION

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

	2019	2018	2017	2016	2015	2014
Total Pension Liability						
Service cost	\$ 18,657,791	\$ 19,655,059	\$ 18,734,601	\$ 18,841,425	\$ 18,980,543	\$ 16,461,299
Interest	96,782,967	84,474,307	80,415,811	76,728,937	72,176,032	67,327,012
Benefit changes	-	58,281	3,079,947	(319,947)	463,821	-
Difference between expected actual experience	6,564,079	21,523,872	17,244,137	14,497,396	25,359,233	-
Changes in assumptions	-	86,852,659	-	-	-	33,157,574
Benefit payments, including refunds of employee contributions	(73,212,386)	(67,874,292)	(62,848,129)	(58,330,873)	(54,262,097)	(50,322,458)
Net change in Total Pension Liability	\$ 48,792,451	\$ 144,689,886	\$ 56,626,367	\$ 51,416,938	\$ 62,717,532	\$ 66,623,427
Total Pension Liability - Beginning	\$ 1,304,951,127	\$ 1,160,261,241	\$ 1,103,634,874	\$ 1,052,217,936	\$ 989,500,404	\$ 922,876,977
Total Pension Liability - Ending	\$ 1,353,743,578	\$ 1,304,951,127	\$ 1,160,261,241	\$ 1,103,634,874	\$ 1,052,217,936	\$ 989,500,404
Plan Fiduciary Net Position						
Contributions - employer	\$ 55,665,704	\$ 47,521,805	\$ 44,749,719	\$ 42,300,849	\$ 39,097,981	\$ 34,397,013
Contributions - employee	13,446,185	13,941,429	12,461,897	12,981,148	12,083,766	11,801,194
Net investment income	22,683,136	56,169,683	75,860,411	46,845,674	(5,922,327)	47,291,379
Benefit payments, including refunds of employee contributions	(73,212,386)	(67,874,292)	(62,848,129)	(58,330,873)	(54,262,097)	(50,322,458)
Administrative expense	(296,056)	(248,784)	(239,862)	(250,846)	(241,372)	(239,523)
Other changes	79,481	96,879	113,448	245,212	624,400	86,110
Net Change in Plan Fiduciary Net Position	\$ 18,366,064	\$ 49,606,720	\$ 70,097,484	\$ 43,791,164	\$ (8,619,649)	\$ 43,013,715
Plan Fiduciary Net Position - Beginning	\$ 672,787,107	\$ 623,180,387	\$ 553,082,903	\$ 509,291,739	\$ 517,911,388	\$ 474,897,673
Plan Fiduciary Net Position - Ending	\$ 691,153,171	\$ 672,787,107	\$ 623,180,387	\$ 553,082,903	\$ 509,291,739	\$ 517,911,388
Net Pension Liability - Ending	\$ 662,590,407	\$ 632,164,020	\$ 537,080,854	\$ 550,551,971	\$ 542,926,197	\$ 471,589,016
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	51.05%	51.56%	53.71%	50.11%	48.40%	52.34%
Covered Payroll	242,278,837	241,522,135	226,975,245	220,949,172	214,354,687	208,332,028
Net Pension Liability as a percentage of Covered Payroll	273.48%	261.74%	236.63%	249.18%	253.28%	226.36%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

SCHEDULE OF PENSION CONTRIBUTIONS

	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 54,706,561	\$ 45,712,814	\$ 43,482,797	\$ 41,391,890	\$ 38,791,424	\$ 33,960,537
Contributions in relation to the actuarially determined contribution	55,665,704	47,521,805	44,749,719	42,300,849	39,097,981	34,397,013
Contributions (excess)	<u>\$ (959,143)</u>	<u>\$ (1,808,991)</u>	<u>\$ (1,266,922)</u>	<u>\$ (908,959)</u>	<u>\$ (306,557)</u>	<u>\$ (436,476)</u>
Covered Payroll	\$ 247,754,285	\$ 258,524,423	\$ 247,754,285	\$ 239,525,648	\$ 230,445,554	\$ 221,586,925
Contributions as a percentage of covered payroll	22.47%	18.38%	18.06%	17.66%	16.97%	15.52%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

SCHEDULE OF PENSION INVESTMENT RETURNS

Annual money – weighted rate of return, net of investment expense

09/30/14	10.54%
09/30/15	(1.04%)
09/30/16	9.68%
09/30/17	14.27%
09/30/18	9.19%
09/30/19	3.45%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PENSION

Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported. Significant methods and assumptions used in calculating the actuarially determined contributions are as follows:

Valuation date:	01/01/18
Actuarial cost method:	Projected unit credit cost method
Amortization method:	Level percentage of pay
Remaining amortization period:	25 years
Asset valuation method:	Five-year smoothed market value

The amortization period for this plan is closed.

Actuarial Assumptions Utilized:

Investment rate of return:	7.50%
Projected salary increases:	3.00 % to 4.00%
Includes inflation at	2.50%
Cost-of-living adjustments	None

With the exception of the plan years listed below, there were no plan amendments.

In plan year 1995, the plan changed from the “market value” method to the “asset smoothing” method for valuing plan assets. This change in assumption had no effect on the pension benefit obligation but did result in a contribution decrease of \$473,922 for that year. Also effective January 1, 1995, the plan was amended to allow for an early retirement window incentive through the period ended December 31, 1994. This incentive allowed for the waiver of the early retirement reduction factor for all eligible members. This amendment had no effect on the pension benefits obligation but did result in a contribution increase of \$276,783 for that year.

In plan year 1998, the Board of Commissioners adopted certain changes to the Plan, the most significant of which included the adoption of a “Rule of 80” (combination of years of service and age) and an increase in the benefit formula to 2.5% of final average salary multiplied by years of service from the current 1.5% per year (for service before January 1, 1989). These changes became effective on April 1, 1998.

Employees of the County provide the required additional funding to the Plan. For all employees hired after April 1, 1998, participation is mandatory and requires a contribution of 4% of their salary. For existing employees, a one-time enrollment option was provided, the exercise of which requires a contribution of 4% of their salary. If an existing employee chose not to exercise this one-time option, their retirement benefits remained at the pre-April 1, 1998 level as explained above.

Pursuant to plan enhancements adopted by the Board of Commissioners, as of April 1, 1998, all existing employees were given the option to contribute and all new employees were required to contribute 4% of their basic annual compensation in return for improved pension benefits as explained below. Effective October 1, 2005 the employee contribution amount was increased to 4.50%. Effective February 12, 2006 and February 11, 2007 the rate increased to 4.75% and 5.00% respectively. Effective February 2010 the employee contribution rate increased from 5.00% to 5.50%. Effective February 2011 the employee contribution rate increased from 5.50% to 5.75%. Effective February 2012 the employee contribution rate increased from 5.75% to 6.00%. Effective February 2013 the employee contribution rate increased from 6.00% to 6.25%. Effective February 2014 the employee contribution rate increased from 6.25% to 6.50%. Effective February 2015 the employee contribution rate increased from 6.50% to 6.75%.

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

	2019	2018	2017
Total OPEB liability			
Service Cost	\$ 5,395,611	\$ 3,987,889	\$ 4,607,942
Interest	25,086,643	22,560,419	21,697,910
Benefit changes	-	-	-
Difference between expected and actual experience	(1,228,292)	(11,337,230)	-
Changes of assumptions	(11,897,639)	33,910,230	-
Benefit payments	(15,302,619)	(15,574,024)	(14,037,415)
Refunds of contributions	-	-	-
Net change in total OPEB liability	2,053,704	33,547,284	12,268,437
Total OPEB liability - beginning	342,139,885	308,592,601	296,324,164
Total OPEB liability - ending (a)	\$ 344,193,589	\$ 342,139,885	\$ 308,592,601
Plan fiduciary net position			
Contributions - employer	\$ 20,302,618	\$ 19,574,024	\$ 15,737,414
Net investment income	4,313,858	9,285,533	13,343,168
Benefit payments	(15,302,619)	(15,574,024)	(14,037,415)
Administrative expense	-	-	(97,248)
Refunds of contributions	-	-	-
Other	-	300	-
Net change in plan net position	\$ 9,313,857	\$ 13,285,833	\$ 14,945,919
Plan net position - beginning	126,010,937	112,725,104	97,779,185
Plan net position - ending (b)	\$ 135,324,794	\$ 126,010,937	\$ 112,725,104
Net OPEB liability - ending (a) - (b)	\$ 208,868,795	\$ 216,128,948	\$ 195,867,497
Plan fiduciary net position as a percentage of the total OPEB liability	39.32%	36.83%	36.53%
Covered payroll	\$ 249,164,033	\$ 248,606,290	\$ 232,958,602
Net OPEB liability as a percentage of covered payroll	83.83%	86.94%	84.08%

Note to the Schedule:

- This schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.
- Major Assumption Change(s):
 - Long-term health care cost ultimate trend rates were updated for Pre-Medicare and Medicare.

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

SCHEDULE OF OPEB CONTRIBUTIONS

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 19,471,390	\$ 17,482,165	\$ 15,708,080
Contributions in relation to the actuarially determined contribution	20,302,618	19,574,024	15,571,652
Contribution deficiency (excess)	<u>\$ (831,228)</u>	<u>\$ (2,091,859)</u>	<u>\$ 136,428</u>
Covered payroll	\$ 249,164,033	\$ 248,606,290	\$ 232,958,602
Actual contributions as a percentage of covered payroll	8.15%	7.87%	6.68%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

Notes to Schedule:

Valuation Date: January 1, 2018

Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions to determine contribution rates:

Actuarial cost method	Projected unit credit
Amortization method	Level percent of pay, closed
Remaining amortization period	25 years
Asset valuation method	Market Value of Assets
Actuarial assumptions	
Investment Rate of Return	7.50% includes inflation at 2.50%
Medical cost trend rate	
Pre-Medicare	7.00% includes inflation at 2.50%
Medicare Eligible	5.00% includes inflation at 2.50%
Ultimate trend rate	
Pre-Medicare	5.00% includes inflation at 2.50%
Medicare Eligible	5.00% includes inflation at 2.50%
Year of Ultimate trend rate	2023

**COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2019**

SCHEDULE OF OPEB INVESTMENT RETURNS

Annual money – weighted rate of return, net of investment expense

09/30/17	14.29%
09/30/18	8.34%
09/30/19	3.51%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues:				
Taxes	\$ 334,073,723	\$ 335,121,640	\$ 354,960,925	\$ 19,839,285
Licenses and permits	27,489,800	27,541,564	31,870,976	4,329,412
Intergovernmental	2,929,000	3,139,625	3,607,146	467,521
Charges for services	39,282,500	40,257,042	49,926,625	9,669,583
Fines and forfeits	7,939,500	9,190,090	9,238,434	48,344
Interest earned	285,950	285,950	2,660,509	2,374,559
Miscellaneous	8,619,025	11,016,373	7,498,859	(3,517,514)
Total revenues	420,619,498	426,552,284	459,763,474	33,211,190
Expenditures:				
Current:				
General government	151,142,400	157,873,050	151,685,250	6,187,800
Public safety	164,660,703	187,273,173	183,304,910	3,968,263
Public works	18,173,121	19,543,325	18,662,052	881,273
Health and welfare	4,315,846	4,441,082	4,142,978	298,104
Culture and recreation	34,239,687	42,584,230	40,949,848	1,634,382
Housing and development	10,427,428	10,693,001	10,690,043	2,958
Debt service:				
Interest and fiscal charges	430,888	430,888	333,324	97,564
Total expenditures	383,390,073	422,838,749	409,768,405	13,070,344
Excess (deficiency) of revenues over (under) other expenditures	37,229,425	3,713,535	49,995,069	46,281,534
Other financing sources (uses):				
Transfers in	\$ 33,567,563	\$ 35,344,899	33,266,408	(2,078,491)
Transfers out	(56,698,220)	(67,740,652)	(67,058,393)	682,259
Proceeds from sale of capital assets	-	2,100,000	2,100,058	58
Total other financing sources (uses)	(23,130,657)	(30,295,753)	(31,691,927)	(1,396,174)
Net changes in fund balance	\$ 14,098,768	\$ (26,582,218)	18,303,142	\$ 44,885,360
Fund balances at beginning of year - GAAP basis			130,115,770	
Fund balances at end of year - budgetary basis			148,418,912	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			14,857,931	
Fund balance at end of year - GAAP basis			\$ 163,276,843	

Cobb County, Georgia
Fire District Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 93,826,720	\$ 92,879,535	\$ 95,348,770	\$ 2,469,235
Licenses and permits	2,000	2,000	4,200	2,200
Intergovernmental	-	-	6,539	6,539
Charges for services	1,830,000	1,830,000	2,163,546	333,546
Interest earned	83,000	83,000	328,694	245,694
Miscellaneous	5,000	71,477	77,059	5,582
Total revenues	95,746,720	94,866,012	97,928,808	3,062,796
Expenditures:				
Current:				
Personal services	79,317,886	79,316,892	76,873,555	2,443,337
Operating expenditures	13,505,455	14,304,297	14,304,297	-
Capital outlay	2,204,815	21,149,437	17,528,069	3,621,368
Debt service	65,000	364,912	364,912	-
Total expenditures	95,093,156	115,135,538	109,070,833	6,064,705
Excess (deficiency) of revenues over (under) other expenditures	653,564	(20,269,526)	(11,142,025)	9,127,501
Other financing sources (uses):				
Transfers in	-	975,181	975,181	-
Transfers out	(653,564)	(891,924)	(891,924)	-
Proceeds from sale of capital assets	-	-	25,000	25,000
Total other financing sources (uses)	(653,564)	83,257	108,257	25,000
Net changes in fund balance	\$ -	\$ (20,186,269)	(11,033,768)	\$ 9,152,501
Fund balance at beginning of year - GAAP basis			35,650,816	
Fund balance at end of year - budgetary basis			24,617,048	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			11,247,712	
Fund balance at end of year - GAAP basis			\$ 35,864,760	



NON-MAJOR FUNDS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to the expenditures for specific purposes.

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

The **Community Services Fund** accounts for the grant monies received from the Georgia Department of Human Resources.

The **Grant Fund** accounts for grant monies received from various federal and state agencies.

The **Housing and Urban Development Grant Fund** accounts for monies received from the Department of Housing and Urban Development under the Community Development Block Grant Program.

The **Hotel/Motel Tax Fund** accounts for the collection of taxes for a special taxing district.

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

The **Parking Deck Facility Fund** accounts for the operation and maintenance of the Marietta Square parking deck.

The **800 MHz Fund** accounts for the operation, maintenance and collection of monies for the 800 MHz core system.

The **Streetlight District Fund** accounts for the operation, maintenance and collection of monies for the streetlight districts within Cobb County.

The **Six Flags Special Service District Fund** accounts for monies received from a specific property tax levy for a special taxing district.

The **Cumberland Special Service District 1 Fund** accounts for monies received from service fees within a special service district.

The **Cumberland Special Service District 2 Fund** accounts for monies received from a specific property tax levy for a special taxing district.

The **CMECEHA Fund** is the Cobb Marietta Exhibit Hall Authority's primary operating fund. It accounts for all of the Authority's resources of general government, except those required to be accounted for in another fund.

The **Stadium Capital Maintenance Fund** accounts for the future capital maintenance of SunTrust Park.

Capital Projects Funds

Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities and improvements – other than those financed by Proprietary Funds.

The **Public Facilities Fund** accounts for monies transferred for various governmental funds for the purpose of the construction of public facilities throughout the County.

COBB COUNTY, GEORGIA
September 30, 2019

The **SCRA Construction Fund** accounts issuance of the 2015 South Cobb Redevelopment Authority Bonds and the various redevelopment and infrastructure improvement projects within the Six Flags Special Service District.

The **Parks Bond Land Acquisition Fund** accounts for the issuance of the 2017 Parks Bonds and the costs of acquiring park land within the County.

The **Stadium Construction Fund** accounts for the acquisition, construction, and equipping of the stadium project.

The **CMCEHA Stadium Construction Fund** accounts for the acquisition, construction, and equipping of the stadium project.

Debt Service Fund

The **CMCEHA Debt Service Fund** accounts for resources accumulated and payments made for principal and interest on the governmental activity revenue bonds.

The **BOC Debt Service Fund** is utilized to account for the accumulation and disbursement of money needed to comply with the interest and principal redemption requirements of the governmental fund type general obligation bonds.

NONMAJOR BUSINESS-TYPE FUNDS

Enterprise Funds

The Enterprise Funds account for the activities that are usually self-sustaining, principally through user charges for services rendered. The accounting records are maintained on the same basis as a commercial business.

The **Cobblestone Golf Course Fund** accounts for the operation and maintenance of the Cobblestone Golf Course.

The **Public Transit System Fund** accounts for the operation and maintenance of the local public transit system and accounts for the monies received from the Federal Transit Authority.

The **Solid Waste Disposal Fund** accounts for the revenues and expenses relating to the disposal of solid waste.

The **Performing Arts Centre Fund** accounts for the activities of the Performing Arts Centre.

The **Galleria Specialty Shops Fund** accounts for the activities of the Authority's retail specialty shops mall operations.

Fiduciary Funds
Agency Funds

Agency Funds account for assets held by the County as an agent for individuals, private organizations, other governments and other County departments.

Cobb County, Georgia
All Nonmajor Governmental Funds
Combining Balance Sheet
September 30, 2019

	Total Nonmajor Special Revenue Funds	Public Facilities Fund	SCRA Construction Fund	Parks Bond Land Acquisition Fund	Stadium Construction Fund	CMECHA Stadium Construction Fund	CMCEHA Debt Service Fund	BOC Debt Service Fund	Total Nonmajor Governmental Funds
Assets									
Cash and cash equivalents	\$ 27,382,691	\$ 296,906	\$ 965,862	\$ -	\$ 5,103	\$ -	\$ 10,277,487	\$ 3,800,327	\$ 42,728,376
Restricted cash and cash equivalents	22,162,910	3,981,708	-	-	-	-	-	-	26,144,618
Receivables:									
Taxes	6,167,449	-	-	-	-	-	-	3,999,709	10,167,158
Other	4,007,912	-	-	-	-	-	-	5,217	4,013,129
Due from other funds	3,085,318	12,660,045	-	-	-	-	-	100,733	15,846,096
Due from other governments and agencies	2,573,735	24,148	-	-	-	-	-	-	2,597,883
Advances to component unit	1,224,726	-	-	-	-	-	-	-	1,224,726
Inventories	59,145	-	-	-	-	-	-	-	59,145
Prepaid expenditures	215,666	220,084	-	-	-	-	-	-	435,750
Total assets	\$ 66,879,552	\$ 17,182,891	\$ 965,862	\$ -	\$ 5,103	\$ -	\$ 10,277,487	\$ 7,905,986	\$ 103,216,881
Liabilities, Deferred Inflows of Resources, and Fund Balances									
Liabilities:									
Accounts payable	\$ 2,523,736	\$ 859,679	\$ 13,929	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,397,344
Accrued payroll	736,469	-	-	-	-	-	-	-	736,469
Due to other funds	1,241,579	2,294,859	-	-	-	-	-	-	3,536,438
Due to others	589,867	-	-	-	-	-	-	-	589,867
Due to other governments and agencies	126,043	158,657	-	-	-	-	-	-	284,700
Matured bonds payable	-	-	-	-	-	-	3,490,000	-	3,490,000
Accrued interest payable	-	-	-	-	-	-	950,113	-	950,113
Unearned revenue	1,618,991	11,045	-	-	-	-	-	-	1,630,036
Total liabilities	6,836,685	3,324,240	13,929	-	-	-	4,440,113	-	14,614,967
Deferred inflows of resources									
Unavailable revenues	312,203	-	-	-	-	-	-	134,072	446,275
Total liabilities and deferred inflows of resources	7,148,888	3,324,240	13,929	-	-	-	4,440,113	134,072	15,061,242
Fund balances:									
Nonspendable									
Inventories and prepaid items	274,811	220,084	-	-	-	-	-	-	494,895
Restricted for:									
Debt service	9,897,856	-	-	-	-	-	5,837,374	7,771,914	23,507,144
Construction and capital outlay	-	3,981,708	951,933	-	5,103	-	-	-	4,938,744
Special programs	48,356,650	-	-	-	-	-	-	-	48,356,650
Committed for:									
Construction and capital outlay	-	9,656,260	-	-	-	-	-	-	9,656,260
Special programs	1,191,962	-	-	-	-	-	-	-	1,191,962
Assigned for:									
Special programs	9,385	599	-	-	-	-	-	-	9,984
Unassigned	-	-	-	-	-	-	-	-	-
Total fund balances	59,730,664	13,858,651	951,933	-	5,103	-	5,837,374	7,771,914	88,155,639
Total liabilities, deferred inflows of resources, and fund balances	\$ 66,879,552	\$ 17,182,891	\$ 965,862	\$ -	\$ 5,103	\$ -	\$ 10,277,487	\$ 7,905,986	\$ 103,216,881

Cobb County, Georgia
All Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended September 30, 2019

	Total Nonmajor Special Revenue Funds	Public Facilities Fund	SCRA Construction Fund	Parks Bond Land Acquisition Fund	Stadium Construction Fund	CMCEHA Stadium Construction Fund	CMCEHA Debt Service Fund	BOC Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:									
Taxes	\$ 25,325,784	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,562,921	\$ 30,888,705
License and permits	-	450	-	-	-	-	-	-	450
Intergovernmental	21,211,276	3,610,776	-	-	-	-	-	137	24,822,189
Charges for services	38,217,697	-	-	-	-	-	-	81,506	38,299,203
Contributions	1,260,000	-	-	-	-	-	-	-	1,260,000
Interest earned	850,713	7,395	3,616	5,531	-	-	193,936	81,043	1,142,234
Miscellaneous	2,008,583	1,527,518	-	-	-	-	-	-	3,536,101
Total revenues	88,874,053	5,146,139	3,616	5,531	-	-	193,936	5,725,607	99,948,882
Expenditures:									
Current:									
General government	9,740,748	-	-	-	-	-	-	200,661	9,941,409
Public safety	14,928,805	-	-	-	-	-	-	-	14,928,805
Public works	5,773,342	-	-	-	-	-	-	-	5,773,342
Health and welfare	3,351,133	-	-	-	-	-	-	-	3,351,133
Culture and recreation	17,349,189	-	-	-	-	-	-	-	17,349,189
Housing and development	6,877,276	-	-	-	-	-	-	-	6,877,276
Capital outlay	-	9,944,246	97,287	2,397,289	-	553,460	-	-	12,992,282
Debt Service:									
Principal retirement	2,655,000	260,000	385,000	-	-	-	11,885,000	3,800,000	18,985,000
Interest and fiscal charges	1,700,063	162,600	321,198	-	-	-	17,182,137	959,500	20,325,498
Total expenditures	62,375,556	10,366,846	803,485	2,397,289	-	553,460	29,067,137	4,960,161	110,523,934
Excess (deficiency) of revenues over (under) expenditures	26,498,497	(5,220,707)	(799,869)	(2,391,758)	-	(553,460)	(28,873,201)	765,446	(10,575,052)
Other financing sources (uses):									
Transfers in	15,070,875	16,402,864	729,481	-	-	553,460	28,940,332	100,733	61,797,745
Transfers out	(32,110,243)	(4,007,557)	-	-	-	(5,304)	-	-	(36,123,104)
Proceeds from capital leases	-	4,916,420	-	-	-	-	-	-	4,916,420
Proceeds from sale of capital assets	21,540	2,955	-	-	-	-	-	-	24,495
Total other financing sources (uses)	(17,017,828)	17,314,682	729,481	-	-	548,156	28,940,332	100,733	30,615,556
Net change in fund balances	9,480,669	12,093,975	(70,388)	(2,391,758)	-	(5,304)	67,131	866,179	20,040,504
Fund balances at beginning of year	50,249,995	1,764,676	1,022,321	2,391,758	5,103	5,304	5,770,243	6,905,735	68,115,135
Fund balances at end of year	\$ 59,730,664	\$ 13,858,651	\$ 951,933	\$ -	\$ 5,103	\$ -	\$ 5,837,374	\$ 7,771,914	\$ 88,155,639

Cobb County, Georgia
Nonmajor Governmental Funds - Special Revenue Funds
Combining Balance Sheet
September 30, 2019

	Law Library Fund	Community Services Fund	Grant Fund	Housing & Urban Development Grant Fund	Hotel/Motel Tax Fund	Emergency 911 Fund
Assets						
Cash and cash equivalents	\$ 20,096	\$ 68,560	\$ 439,236	\$ 1,642,000	\$ -	\$ 5,986,963
Restricted cash and cash equivalents	-	-	-	-	-	-
Receivables:						
Taxes and penalties	-	-	-	-	-	-
Other	25,799	-	244,021	-	-	2,487,322
Due from other funds	18,835	-	320,001	-	585,767	-
Due from other governments and agencies	-	159,393	1,780,049	511,537	-	-
Advances to others	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Prepaid expenditures	-	-	3,484	-	-	18,678
Total assets	\$ 64,730	\$ 227,953	\$ 2,786,791	\$ 2,153,537	\$ 585,767	\$ 8,492,963
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ 3,281	\$ 212,677	\$ 457,921	\$ 585,379	\$ -	\$ 34,283
Accrued payroll	2,823	-	18,685	-	-	159,538
Due to other funds	-	15,276	11,280	-	585,767	-
Due to others	-	-	-	-	-	-
Due to other governments and agencies	-	-	61,090	-	-	-
Unearned revenue	-	-	170,658	-	-	-
Total liabilities	6,104	227,953	719,634	585,379	585,767	193,821
Deferred Inflows of Resources						
Unavailable revenues	-	-	-	-	-	-
Total Liabilities and Deferred Inflows of Resources	6,104	227,953	719,634	585,379	585,767	193,821
Fund balances:						
Nonspendable						
Inventories and prepaid items	-	-	3,484	-	-	18,678
Restricted for:						
Debt service	-	-	-	-	-	-
Special programs	58,626	-	2,063,673	1,568,158	-	8,280,464
Committed for:						
Special programs	-	-	-	-	-	-
Assigned for:						
Special Programs	-	-	-	-	-	-
Total fund balances	58,626	-	2,067,157	1,568,158	-	8,299,142
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 64,730	\$ 227,953	\$ 2,786,791	\$ 2,153,537	\$ 585,767	\$ 8,492,963

Parking Deck Facility Fund	800 MHz Fund	Streetlight District Fund	Six Flags Special Service District Fund	Cumberland Special Service District 1 Fund	Cumberland Special Service District 2 Fund	CMCEHA Fund	Stadium Capital Maintenance Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ 14,006	\$ 3,274,846	\$ 658,735	\$ 3,251,906	\$ 3,383,875	\$ 1,086,650	\$ 7,555,818	\$ 27,382,691
-	-	-	-	-	-	22,162,910	-	22,162,910
-	-	-	633,772	-	5,533,677	-	-	6,167,449
19,829	-	270,931	-	-	-	960,010	-	4,007,912
100,229	-	-	-	-	-	2,060,486	-	3,085,318
-	-	-	-	-	-	122,756	-	2,573,735
-	-	-	-	-	-	1,224,726	-	1,224,726
-	-	-	-	-	-	59,145	-	59,145
-	-	-	-	-	-	193,504	-	215,666
<u>\$ 120,058</u>	<u>\$ 14,006</u>	<u>\$ 3,545,777</u>	<u>\$ 1,292,507</u>	<u>\$ 3,251,906</u>	<u>\$ 8,917,552</u>	<u>\$ 27,870,187</u>	<u>\$ 7,555,818</u>	<u>\$ 66,879,552</u>
\$ 5,361	\$ -	\$ 171,665	\$ -	\$ -	\$ -	\$ 1,053,169	\$ -	\$ 2,523,736
-	-	2,861	-	-	-	552,562	-	736,469
-	-	-	-	-	-	629,256	-	1,241,579
-	-	-	-	-	-	589,867	-	589,867
-	-	-	-	-	-	64,953	-	126,043
-	-	-	-	-	-	1,448,333	-	1,618,991
<u>5,361</u>	<u>-</u>	<u>174,526</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,338,140</u>	<u>-</u>	<u>6,836,685</u>
-	-	-	14,642	-	297,561	-	-	312,203
<u>5,361</u>	<u>-</u>	<u>174,526</u>	<u>14,642</u>	<u>-</u>	<u>297,561</u>	<u>4,338,140</u>	<u>-</u>	<u>7,148,888</u>
-	-	-	-	-	-	252,649	-	274,811
-	-	-	1,277,865	-	8,619,991	-	-	9,897,856
-	14,006	3,371,251	-	3,251,906	-	22,192,748	7,555,818	48,356,650
105,312	-	-	-	-	-	1,086,650	-	1,191,962
<u>9,385</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,385</u>
<u>114,697</u>	<u>14,006</u>	<u>3,371,251</u>	<u>1,277,865</u>	<u>3,251,906</u>	<u>8,619,991</u>	<u>23,532,047</u>	<u>7,555,818</u>	<u>59,730,664</u>
<u>\$ 120,058</u>	<u>\$ 14,006</u>	<u>\$ 3,545,777</u>	<u>\$ 1,292,507</u>	<u>\$ 3,251,906</u>	<u>\$ 8,917,552</u>	<u>\$ 27,870,187</u>	<u>\$ 7,555,818</u>	<u>\$ 66,879,552</u>

Cobb County, Georgia
Nonmajor Governmental Funds - Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended September 30, 2019

	Law Library Fund	Community Services Fund	Grant Fund	Housing & Urban Development Grant Fund	Hotel/Motel Tax Fund	Emergency 911 Fund
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 17,677,182	\$ -
Intergovernmental	-	777,133	12,595,513	5,952,395	-	-
Charges for services	560,369	-	6,975	-	-	15,240,505
Contributions	-	-	-	-	-	-
Interest earned	348	-	39,269	4,250	-	85,124
Miscellaneous	6,537	-	1,195,709	793,387	-	11,621
Total revenues	567,254	777,133	13,837,466	6,750,032	17,677,182	15,337,250
Expenditures:						
Current:						
General government	610,927	-	9,129,821	-	-	-
Public safety	-	-	2,352,691	-	-	12,576,114
Public works	-	-	393,537	-	-	-
Health and welfare	-	725,795	2,625,338	-	-	-
Culture and recreation	-	-	355,498	-	-	-
Housing and development	-	-	114,582	6,143,417	-	-
Debt service:						
Principal retirement	-	-	-	-	2,180,000	-
Interest and fiscal charges	-	-	-	-	1,421,000	-
Total expenditures	610,927	725,795	14,971,467	6,143,417	3,601,000	12,576,114
Excess (deficiency) of revenues over (under) expenditures	(43,673)	51,338	(1,134,001)	606,615	14,076,182	2,761,136
Other financing sources (uses):						
Transfers in	-	-	1,342,314	686,429	-	-
Transfers out	-	(51,304)	(732,517)	(22,449)	(14,076,182)	-
Proceeds for sale of capital assets	13,279	-	2,050	5,426	-	785
Total other financing sources (uses)	13,279	(51,304)	611,847	669,406	(14,076,182)	785
Net change in fund balances	(30,394)	34	(522,154)	1,276,021	-	2,761,921
Fund balances at beginning of year	89,020	(34)	2,589,311	292,137	-	5,537,221
Fund balances at end of year	\$ 58,626	\$ -	\$ 2,067,157	\$ 1,568,158	\$ -	\$ 8,299,142

Parking Deck Facility Fund	800 MHz Fund	Streetlight District Fund	Six Flags Special Service District Fund	Cumberland Special Service District 1 Fund	Cumberland Special Service District 2 Fund	CMCEHA Fund	Stadium Capital Maintenance Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ 944,777	\$ -	\$ 6,703,825	\$ -	\$ -	\$ 25,325,784
-	-	-	-	-	-	1,886,235	-	21,211,276
820,389	-	4,042,511	-	3,706,680	-	13,840,268	-	38,217,697
-	-	-	-	-	-	-	1,260,000	1,260,000
731	223	44,087	14,093	51,198	106,696	379,297	125,397	850,713
993	-	336	-	-	-	-	-	2,008,583
<u>822,113</u>	<u>223</u>	<u>4,086,934</u>	<u>958,870</u>	<u>3,757,878</u>	<u>6,810,521</u>	<u>16,105,800</u>	<u>1,385,397</u>	<u>88,874,053</u>
-	-	-	-	-	-	-	-	9,740,748
-	-	-	-	-	-	-	-	14,928,805
269,444	-	5,110,361	-	-	-	-	-	5,773,342
-	-	-	-	-	-	-	-	3,351,133
-	-	-	-	-	-	16,993,691	-	17,349,189
-	-	-	-	619,277	-	-	-	6,877,276
475,000	-	-	-	-	-	-	-	2,655,000
279,063	-	-	-	-	-	-	-	1,700,063
<u>1,023,507</u>	<u>-</u>	<u>5,110,361</u>	<u>-</u>	<u>619,277</u>	<u>-</u>	<u>16,993,691</u>	<u>-</u>	<u>62,375,556</u>
<u>(201,394)</u>	<u>223</u>	<u>(1,023,427)</u>	<u>958,870</u>	<u>3,138,601</u>	<u>6,810,521</u>	<u>(887,891)</u>	<u>1,385,397</u>	<u>26,498,497</u>
201,394	-	-	-	-	-	11,580,738	1,260,000	15,070,875
-	-	(25,358)	(729,481)	(3,000,000)	(6,470,000)	(7,002,952)	-	(32,110,243)
-	-	-	-	-	-	-	-	21,540
<u>201,394</u>	<u>-</u>	<u>(25,358)</u>	<u>(729,481)</u>	<u>(3,000,000)</u>	<u>(6,470,000)</u>	<u>4,577,786</u>	<u>1,260,000</u>	<u>(17,017,828)</u>
-	223	(1,048,785)	229,389	138,601	340,521	3,689,895	2,645,397	9,480,669
114,697	13,783	4,420,036	1,048,476	3,113,305	8,279,470	19,842,152	4,910,421	50,249,995
<u>\$ 114,697</u>	<u>\$ 14,006</u>	<u>\$ 3,371,251</u>	<u>\$ 1,277,865</u>	<u>\$ 3,251,906</u>	<u>\$ 8,619,991</u>	<u>\$ 23,532,047</u>	<u>\$ 7,555,818</u>	<u>\$ 59,730,664</u>

Cobb County, Georgia
CMCEHA Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Investment earnings	\$ 86,000	\$ 86,000	\$ 193,936	\$ 107,936
Total revenues	<u>\$ 86,000</u>	<u>\$ 86,000</u>	<u>\$ 193,936</u>	<u>\$ 107,936</u>
Expenditures:				
Debt service:				
Principal retirement	\$ 4,340,000	\$ 4,340,000	\$ 4,340,000	\$ -
Interest and fiscal charges	<u>2,243,645</u>	<u>2,243,645</u>	<u>2,241,601</u>	<u>2,044</u>
Total expenditures	<u>\$ 6,583,645</u>	<u>\$ 6,583,645</u>	<u>\$ 6,581,601</u>	<u>\$ 2,044</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (6,497,645)</u>	<u>\$ (6,497,645)</u>	<u>\$ (6,387,665)</u>	<u>\$ 109,980</u>
Other financing sources (uses):				
Transfers in	<u>\$ 6,583,645</u>	<u>\$ 6,583,645</u>	<u>\$ 6,454,796</u>	<u>\$ (128,849)</u>
Total other financing sources (uses)	<u>\$ 6,583,645</u>	<u>\$ 6,583,645</u>	<u>\$ 6,454,796</u>	<u>\$ (128,849)</u>
Net change in fund balance	<u><u>\$ 86,000</u></u>	<u><u>\$ 86,000</u></u>	<u>\$ 67,131</u>	<u><u>\$ (18,869)</u></u>
Reconciliation to GAAP basis:				
Unbudgeted intergovernmental revenue			22,485,536	
Unbudgeted debt service expenditures			<u>(22,485,536)</u>	
Fund balance at beginning of year - GAAP basis			<u>5,770,243</u>	
Fund balance at end of year - GAAP basis			<u><u>\$ 5,837,374</u></u>	

Cobb County, Georgia
BOC Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 5,409,229	\$ 5,308,496	\$ 5,562,921	\$ 254,425
Intergovernmental	-	-	137	137
Charges for services	150,000	150,000	81,506	(68,494)
Interest earned	10,000	10,000	81,043	71,043
Total revenues	<u>\$ 5,569,229</u>	<u>\$ 5,468,496</u>	<u>\$ 5,725,607</u>	<u>\$ 257,111</u>
Expenditures:				
Current:				
Operating Expenditures	\$ 205,413	\$ 205,413	\$ 200,661	\$ 4,752
Debt service:				
Principal retirement	3,800,000	3,800,000	3,800,000	-
Interest and fiscal charges	959,500	959,500	959,500	-
Total expenditures	<u>\$ 4,964,913</u>	<u>\$ 4,964,913</u>	<u>\$ 4,960,161</u>	<u>\$ 4,752</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 604,316</u>	<u>\$ 503,583</u>	<u>\$ 765,446</u>	<u>\$ 261,863</u>
Other financing sources (uses):				
Transfers in	\$ -	\$ 100,733	\$ 100,733	\$ -
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ 100,733</u>	<u>\$ 100,733</u>	<u>\$ -</u>
Net change in fund balance	<u>\$ 604,316</u>	<u>\$ 604,316</u>	\$ 866,179	<u>\$ 261,863</u>
Fund balance at beginning of year - GAAP basis			<u>6,905,735</u>	
Fund balance at end of year - GAAP basis			<u>\$ 7,771,914</u>	

Cobb County, Georgia
Law Library Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 525,000	\$ 525,488	\$ 560,369	\$ 34,881
Interest earned	150	150	348	198
Miscellaneous	2,000	2,000	6,537	4,537
Total revenues	<u>\$ 527,150</u>	<u>\$ 527,638</u>	<u>\$ 567,254</u>	<u>\$ 39,616</u>
Expenditures:				
Current:				
Personal services	\$ 191,902	\$ 213,875	\$ 213,874	\$ 1
Operating expenditures	337,748	397,541	397,541	-
Total expenditures	<u>\$ 529,650</u>	<u>\$ 611,416</u>	<u>\$ 611,415</u>	<u>\$ 1</u>
Excess of revenues over expenditures	<u>\$ (2,500)</u>	<u>\$ (83,778)</u>	<u>\$ (44,161)</u>	<u>\$ 39,617</u>
Other financing sources (uses):				
Transfers out	\$ -	\$ (50,000)	\$ -	\$ 50,000
Proceeds from sale of capital assets	2,500	2,500	13,279	10,779
Total other financing sources (uses)	<u>\$ 2,500</u>	<u>\$ (47,500)</u>	<u>\$ 13,279</u>	<u>\$ 60,779</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (131,278)</u>	<u>\$ (30,882)</u>	<u>\$ 100,396</u>
Fund balance at beginning of year - GAAP basis			<u>89,020</u>	
Fund balance at end of year - budgetary basis			\$ 58,138	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			<u>488</u>	
Fund balance at end of year - GAAP basis			<u>\$ 58,626</u>	

Cobb County, Georgia
Community Services Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 700,000	\$ 837,959	\$ 777,133	\$ (60,826)
Total revenues	<u>\$ 700,000</u>	<u>\$ 837,959</u>	<u>\$ 777,133</u>	<u>\$ (60,826)</u>
Expenditures:				
Current:				
Operating expenditures	\$ 700,000	\$ 785,767	\$ 725,795	\$ 59,972
Total expenditures	<u>\$ 700,000</u>	<u>\$ 785,767</u>	<u>\$ 725,795</u>	<u>\$ 59,972</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ 52,192</u>	<u>\$ 51,338</u>	<u>\$ (854)</u>
Other financing sources (uses):				
Transfers out	<u>\$ -</u>	<u>\$ (52,192)</u>	<u>\$ (51,304)</u>	<u>\$ 888</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>\$ 34</u>	<u><u>\$ 34</u></u>
Fund balance at beginning of year - GAAP basis			<u>(34)</u>	
Fund balance (deficit) at end of year - GAAP basis			<u><u>\$ -</u></u>	

Cobb County, Georgia
Hotel/Motel Tax Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 15,250,000	\$ 20,104,363	\$ 17,677,182	\$ (2,427,181)
Total revenues	\$ 15,250,000	\$ 20,104,363	\$ 17,677,182	\$ (2,427,181)
Expenditures:				
Debt service:				
Principal retirement	\$ 2,180,000	\$ 2,180,000	\$ 2,180,000	\$ -
Interest and fiscal charges	1,421,000	1,421,000	1,421,000	-
Total expenditures	\$ 3,601,000	\$ 3,601,000	\$ 3,601,000	\$ -
Excess of revenues over expenditures	\$ 11,649,000	\$ 16,503,363	\$ 14,076,182	\$ (2,427,181)
Other financing sources (uses):				
Transfers out	\$ (11,649,000)	\$ (16,503,363)	\$ (14,076,182)	\$ 2,427,181
Total other financing sources (uses)	\$ (11,649,000)	\$ (16,503,363)	\$ (14,076,182)	\$ 2,427,181
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	\$ -	<u>\$ -</u>
Fund balance at beginning of year - GAAP basis			-	
Fund balance at end of year - GAAP basis			<u>\$ -</u>	

Cobb County, Georgia
Emergency 911 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 13,400,000	\$ 13,400,000	\$ 15,240,505	\$ 1,840,505
Interest earned	4,000	4,000	85,124	81,124
Miscellaneous	5,000	7,500	11,621	4,121
Total revenues	\$ 13,409,000	\$ 13,411,500	\$ 15,337,250	\$ 1,925,750
Expenditures:				
Current:				
Personnel services	\$ 11,571,417	\$ 11,571,417	\$ 10,311,182	\$ 1,260,235
Operating expenditures	3,064,825	3,096,757	2,266,489	830,268
Capital outlay	39,000	1,349,000	21,510	1,327,490
Total expenditures	\$ 14,675,242	\$ 16,017,174	\$ 12,599,181	\$ 3,417,993
Excess (deficiency) of revenues over (under) expenditures	\$ (1,266,242)	\$ (2,605,674)	\$ 2,738,069	\$ 5,343,743
Other financing sources (uses):				
Proceeds from sale of capital assets	\$ -	\$ -	\$ 785	\$ 785
Total other financing sources (uses)	\$ -	\$ -	\$ 785	\$ 785
Net change in fund balance	\$ (1,266,242)	\$ (2,605,674)	\$ 2,738,854	\$ 5,344,528
Fund balance at beginning of year - GAAP basis			5,537,221	
Fund balance at end of year - budgetary basis			8,276,075	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			23,067	
Fund balance at end of year - GAAP basis			\$ 8,299,142	

Cobb County, Georgia
Parking Deck Facility Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 750,000	\$ 814,006	\$ 820,389	\$ 6,383
Interest earned	-	-	731	731
Miscellaneous	500	500	993	493
Total revenues	<u>\$ 750,500</u>	<u>\$ 814,506</u>	<u>\$ 822,113</u>	<u>\$ 7,607</u>
Expenditures:				
Current:				
Personnel services	\$ 70,960	\$ 70,960	\$ 16,572	\$ 54,388
Operating expenditures	187,446	254,039	212,311	41,728
Capital outlay	50,000	50,000	49,944	56
Debt service:				
Principal retirement	475,000	475,000	475,000	-
Interest and fiscal charges	279,063	279,063	279,063	-
Total expenditures	<u>\$ 1,062,469</u>	<u>\$ 1,129,062</u>	<u>\$ 1,032,890</u>	<u>\$ 96,172</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (311,969)</u>	<u>\$ (314,556)</u>	<u>\$ (210,777)</u>	<u>\$ 103,779</u>
Other financing sources (uses):				
Transfers in	<u>\$ 311,969</u>	<u>\$ 311,969</u>	<u>\$ 201,394</u>	<u>\$ (110,575)</u>
Total other financing sources (uses)	<u>\$ 311,969</u>	<u>\$ 311,969</u>	<u>\$ 201,394</u>	<u>\$ (110,575)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (2,587)</u>	\$ (9,383)	<u>\$ (6,796)</u>
Fund balance at beginning of year - GAAP basis			<u>114,697</u>	
Fund balance at end of year - budgetary basis			105,314	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			<u>9,383</u>	
Fund balance at end of year - GAAP basis			<u>\$ 114,697</u>	

Cobb County, Georgia
800 MHz Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Interest earned	\$ -	\$ -	\$ 223	\$ 223
Total revenues	\$ -	\$ -	\$ 223	\$ 223
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ 223	\$ 223
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	\$ 223	<u>\$ 223</u>
Fund balance at beginning of year - GAAP basis			<u>13,783</u>	
Fund balance at end of year - GAAP basis			<u>\$ 14,006</u>	

Cobb County, Georgia
Street Light District Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 6,134,000	\$ 6,134,000	\$ 4,042,511	\$ (2,091,489)
Interest earned	1,000	1,000	44,087	43,087
Miscellaneous	6,577	6,577	336	(6,241)
	<u>6,141,577</u>	<u>6,141,577</u>	<u>4,086,934</u>	<u>(2,054,643)</u>
Total revenues	\$ 6,141,577	\$ 6,141,577	\$ 4,086,934	\$ (2,054,643)
Expenditures:				
Current:				
Personal services	\$ 407,233	\$ 407,233	\$ 240,080	\$ 167,153
Operating expenditures	5,707,344	5,707,344	4,870,281	837,063
	<u>6,114,577</u>	<u>6,114,577</u>	<u>5,110,361</u>	<u>1,004,216</u>
Total expenditures	\$ 6,114,577	\$ 6,114,577	\$ 5,110,361	\$ 1,004,216
Excess of revenues over expenditures	<u>27,000</u>	<u>27,000</u>	<u>(1,023,427)</u>	<u>(1,050,427)</u>
Other financing sources (uses):				
Transfers out	<u>(27,000)</u>	<u>(27,000)</u>	<u>(25,358)</u>	<u>1,642</u>
Total other financing sources (uses)	<u>(27,000)</u>	<u>(27,000)</u>	<u>(25,358)</u>	<u>1,642</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>(1,048,785)</u>	<u>(1,048,785)</u>
Fund balance at beginning of year - GAAP basis			<u>4,420,036</u>	
Fund balance at end of year-GAAP basis			<u>\$ 3,371,251</u>	

Cobb County, Georgia
Six Flags Special Service District Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 921,632	\$ 921,632	\$ 944,777	\$ 23,145
Interest earned	5,000	5,000	14,093	9,093
Total revenues	<u>\$ 926,632</u>	<u>\$ 926,632</u>	<u>\$ 958,870</u>	<u>\$ 32,238</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 926,632</u>	<u>\$ 926,632</u>	<u>\$ 958,870</u>	<u>\$ 32,238</u>
Other financing sources (uses):				
Transfers out	\$ -	\$ -	(729,481)	(729,481)
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (729,481)</u>	<u>\$ (729,481)</u>
Net change in fund balance	<u>\$ 926,632</u>	<u>\$ 926,632</u>	\$ 229,389	<u>\$ (697,243)</u>
Fund balance at beginning of year - GAAP basis			<u>1,048,476</u>	
Fund balance at end of year - GAAP basis			<u>\$ 1,277,865</u>	

Cobb County, Georgia
Cumberland Special Service District 1 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 3,600,000	\$ 3,600,000	\$ 3,706,680	\$ 106,680
Interest earned	5,000	5,000	51,198	46,198
Total revenues	<u>\$ 3,605,000</u>	<u>\$ 3,605,000</u>	<u>\$ 3,757,878</u>	<u>\$ 152,878</u>
Expenditures:				
Current:				
General government	\$ 900,000	\$ 619,277	\$ 619,277	\$ -
Total expenditures	<u>\$ 900,000</u>	<u>\$ 619,277</u>	<u>\$ 619,277</u>	<u>\$ -</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 2,705,000</u>	<u>\$ 2,985,723</u>	<u>\$ 3,138,601</u>	<u>\$ 152,878</u>
Other financing sources (uses):				
Transfers out	\$ (2,700,000)	(3,000,000)	\$ (3,000,000)	\$ -
Total other financing sources (uses)	<u>\$ (2,700,000)</u>	<u>\$ (3,000,000)</u>	<u>\$ (3,000,000)</u>	<u>\$ -</u>
Net change in fund balance	<u>\$ 5,000</u>	<u>\$ (14,277)</u>	\$ 138,601	<u>\$ 152,878</u>
Fund balance at beginning of year - GAAP basis			<u>3,113,305</u>	
Fund balance at end of year - GAAP basis			<u>\$ 3,251,906</u>	

Cobb County, Georgia
Cumberland Special Service District 2 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 6,771,186	\$ 6,771,186	\$ 6,703,825	\$ (67,361)
Interest earned	5,000	5,000	106,696	101,696
Total revenues	<u>\$ 6,776,186</u>	<u>\$ 6,776,186</u>	<u>\$ 6,810,521</u>	<u>\$ 34,335</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 6,776,186</u>	<u>\$ 6,776,186</u>	<u>\$ 6,810,521</u>	<u>\$ 34,335</u>
Other financing sources (uses):				
Transfers out	<u>(6,470,000)</u>	<u>(6,470,000)</u>	<u>(6,470,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>\$ (6,470,000)</u>	<u>\$ (6,470,000)</u>	<u>\$ (6,470,000)</u>	<u>\$ -</u>
Net change in fund balance	<u><u>\$ 306,186</u></u>	<u><u>\$ 306,186</u></u>	<u>\$ 340,521</u>	<u><u>\$ 34,335</u></u>
Fund balance at beginning of year - GAAP basis			<u>8,279,470</u>	
Fund balance at end of year - GAAP basis			<u><u>\$ 8,619,991</u></u>	

Cobb County, Georgia
CMCEHA Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,694,807	\$ 1,694,807	\$ 1,886,235	\$ 191,428
Charges for services	12,817,725	13,717,725	13,840,268	122,543
Interest earned	150,024	150,024	379,297	229,273
Total revenues	\$ 14,662,556	\$ 15,562,556	\$ 16,105,800	\$ 543,244
Expenditures:				
Current:				
Personnel services	\$ 6,507,792	\$ 6,507,792	\$ 6,261,649	\$ 246,143
Operating expenditures	7,770,064	8,670,064	8,607,662	62,402
Contractual expenditures	1,968,705	1,968,705	2,124,380	(155,675)
Total expenditures	\$ 16,246,561	\$ 17,146,561	\$ 16,993,691	\$ 152,870
Excess (deficiency) of revenues over expenditures	\$ (1,584,005)	\$ (1,584,005)	\$ (887,891)	\$ 696,114
Other financing sources (uses):				
Transfers in	\$ 10,276,600	\$ 10,276,600	\$ 11,580,738	\$ 1,304,138
Transfers out	(14,573,079)	(14,573,079)	(7,002,952)	7,570,127
Total other financing sources (uses)	\$ (4,296,479)	\$ (4,296,479)	\$ 4,577,786	\$ 8,874,265
Net change in fund balance	\$ (5,880,484)	\$ (5,880,484)	\$ 3,689,895	\$ 9,570,379
Fund balance at beginning of year - GAAP basis			19,842,152	
Fund balance at end of year - GAAP basis			<u>\$ 23,532,047</u>	

Cobb County, Georgia
Stadium Capital Maintenance Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Contributions	\$ 1,260,000	\$ 1,260,000	\$ 1,260,000	\$ -
Interest earned	-	-	125,397	125,397
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total revenues	\$ 1,260,000	\$ 1,260,000	\$ 1,385,397	\$ 125,397
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over expenditures	\$ 1,260,000	\$ 1,260,000	\$ 1,385,397	\$ 125,397
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):				
Transfers in	\$ 1,260,000	\$ 1,260,000	\$ 1,260,000	\$ -
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	\$ 1,260,000	\$ 1,260,000	\$ 1,260,000	\$ -
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	<u> \$ 2,520,000</u>	<u> \$ 2,520,000</u>	\$ 2,645,397	<u> \$ 125,397</u>
			<u> </u>	
Fund balance at beginning of year - GAAP basis			4,910,421	
			<u> </u>	
Fund balance at end of year - GAAP basis			<u> \$ 7,555,818</u>	

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Net Position
September 30, 2019

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Assets and Deferred Outflows of Resources						
Current assets:						
Cash	\$ 206,970	\$ 3,887,122	\$ 71,582	\$ 1,329,308	\$ 236,691	\$ 5,731,673
Restricted cash and cash equivalents	-	-	-	3,077,588	44,546	3,122,134
Receivables:						
Accounts, net	-	-	-	158,801	376	159,177
Other	6,256	22,215	56,774	-	-	85,245
Due from other funds	-	2,294,859	-	-	-	2,294,859
Due from others	-	-	-	19,283	-	19,283
Due from other governments and agencies	-	2,338,158	-	-	-	2,338,158
Inventories	-	-	-	42,428	-	42,428
Prepaid items	-	-	-	18,750	-	18,750
Total current assets	213,226	8,542,354	128,356	4,646,158	281,613	13,811,707
Noncurrent assets:						
Property, plant and equipment:						
Capital assets not being depreciated	5,453,615	16,749,339	3,778,386	198,750	1,805,485	27,985,575
Capital assets being depreciated, net	724,839	46,366,356	1,954,291	77,949,646	1,123,668	128,118,800
Net property, plant and equipment	6,178,454	63,115,695	5,732,677	78,148,396	2,929,153	156,104,375
Total noncurrent assets	6,178,454	63,115,695	5,732,677	78,148,396	2,929,153	156,104,375
Total assets	6,391,680	71,658,049	5,861,033	82,794,554	3,210,766	169,916,082
Deferred Outflows of Resources:						
Deferred outflows of resources related to OPEB	-	41,884	38,859	-	-	80,743
Deferred outflows of resources related to pension	-	182,615	57,668	-	-	240,283
Total deferred outflows of resources	-	224,499	96,527	-	-	321,026
Total assets and deferred outflows of resources	6,391,680	71,882,548	5,957,560	82,794,554	3,210,766	170,237,108

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Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Net Position
September 30, 2019

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Liabilities and Deferred Inflows of Resources						
Liabilities:						
Current liabilities (payable from current assets):						
Accounts payable	\$ 306,362	\$ 3,764,248	\$ 26	\$ 579,484	\$ 41,874	\$ 4,691,994
Accrued payroll	-	17,574	9,426	174,853	-	201,853
Due to other funds	-	164,109	-	382,924	26,760	573,793
Due to others	1,912	-	-	-	2,682	4,594
Customer deposits	-	-	-	2,356,384	44,546	2,400,930
Due to other governments and agencies	11,420	1,000	-	-	-	12,420
Accrued interest payable	-	-	-	76,536	-	76,536
Unearned revenues	41,072	-	-	1,302,714	-	1,343,786
Current portion of revenue bonds	-	-	-	575,000	-	575,000
Current portion of compensated absences	-	13,958	15,741	55,830	-	85,529
Current portion of closure and post closure care	-	-	300,000	-	-	300,000
Total current liabilities	360,766	3,960,889	325,193	5,503,725	115,862	10,266,435
Long-term liabilities:						
Revenue bonds (net of current portion and bond premium)	-	-	-	4,740,000	-	4,740,000
Compensated absences (net of current portion)	-	19,097	31,211	13,957	-	64,265
Closure and postclosure care (net of current portion)	-	-	4,336,893	-	-	4,336,893
Unearned revenue	-	-	-	4,504,000	-	4,504,000
Net OPEB liability	-	308,391	286,118	-	-	594,509
Net pension liability	-	1,259,372	397,696	-	-	1,657,068
Advances from other funds	2,981,022	-	-	-	-	2,981,022
Total long-term liabilities	2,981,022	1,586,860	5,051,918	9,257,957	-	18,877,757
Total liabilities	3,341,788	5,547,749	5,377,111	14,761,682	115,862	29,144,192
Deferred inflows of resources						
Deferred inflow related to OPEB	-	28,995	26,901	-	-	55,896
Total deferred inflows of resources	-	28,995	26,901	-	-	55,896
Total liabilities and deferred inflows of resources	3,341,788	5,576,744	5,404,012	14,761,682	115,862	29,200,088
Net Position:						
Net investment in capital assets	6,178,454	63,096,854	5,732,677	72,833,396	2,929,153	150,770,534
Restricted for:						
Debt service	-	-	-	644,668	-	644,668
Unrestricted	(3,128,562)	3,208,950	(5,179,129)	(5,445,192)	165,751	(10,378,182)
Total net position	\$ 3,049,892	\$ 66,305,804	\$ 553,548	\$ 68,032,872	\$ 3,094,904	\$ 141,037,020

Continued from preceding page.

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended September 30, 2019

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Operating revenues:						
Charges for services	\$ 1,700,639	\$ 3,864,583	\$ 498,387	\$ 10,763,535	\$ 482,070	\$ 17,309,214
Miscellaneous income	-	78,415	-	-	-	78,415
Total operating revenues	1,700,639	3,942,998	498,387	10,763,535	482,070	17,387,629
Operating expenses:						
Personnel services	-	1,051,984	563,112	3,230,121	256,222	5,101,439
Other operating expenses	1,875,522	21,434,956	165,314	4,721,181	538,335	28,735,308
Total operating expenses	1,875,522	22,486,940	728,426	7,951,302	794,557	33,836,747
Operating income (loss) before depreciation	(174,883)	(18,543,942)	(230,039)	2,812,233	(312,487)	(16,449,118)
Less depreciation	(32,240)	(5,373,702)	(398,679)	(2,249,802)	(155,494)	(8,209,917)
Operating income (loss)	(207,123)	(23,917,644)	(628,718)	562,431	(467,981)	(24,659,035)
Nonoperating revenues (expenses):						
Interest income	-	48,690	1,514	165	-	50,369
Interest and fiscal charges	-	-	-	(155,630)	-	(155,630)
Gain (loss) on sale of capital assets	-	10,303	-	-	-	10,303
Total nonoperating revenues (expenses)	-	58,993	1,514	(155,465)	-	(94,958)
Net income (loss) before transfers and capital contributions	(207,123)	(23,858,651)	(627,204)	406,966	(467,981)	(24,753,993)
Capital contributions	-	6,110,533	-	-	-	6,110,533
Transfers:						
Transfers in	-	21,420,765	699,475	-	-	22,120,240
Total transfers	-	21,420,765	699,475	-	-	22,120,240
Change in net position	(207,123)	3,672,647	72,271	406,966	(467,981)	3,476,780
Total net position - beginning, before restatement	3,257,015	62,633,157	(17,093,569)	67,625,906	3,562,885	119,985,394
Restatement	-	-	17,574,846	-	-	17,574,846
Total net position - beginning	3,257,015	62,633,157	481,277	67,625,906	3,562,885	137,560,240
Total net position - ending	\$ 3,049,892	\$ 66,305,804	\$ 553,548	\$ 68,032,872	\$ 3,094,904	\$ 141,037,020

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended September 30, 2019

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Cash flows from (to) operating activities:						
Cash received from customers	\$ 1,713,584	\$ 3,922,023	\$ 527,841	\$ 10,601,933	\$ 497,646	\$ 17,263,027
Cash payments for goods and services	(1,633,631)	(28,522,748)	(869,776)	(4,360,484)	(499,571)	(35,886,210)
Cash payments for employee services and fringe benefits	-	(918,090)	(493,433)	(3,654,580)	(256,222)	(5,322,325)
Net cash from (to) operating activities	<u>79,953</u>	<u>(25,518,815)</u>	<u>(835,368)</u>	<u>2,586,869</u>	<u>(258,147)</u>	<u>(23,945,508)</u>
Cash flows from (to) noncapital financing activities:						
Transfers in	-	21,420,765	699,475	-	-	22,120,240
Net cash from (to) noncapital financing activities	<u>-</u>	<u>21,420,765</u>	<u>699,475</u>	<u>-</u>	<u>-</u>	<u>22,120,240</u>
Cash flows from (to) capital and related financing activities:						
Proceeds from sale of capital assets	-	10,303	-	-	-	10,303
Payments for capital acquisitions	(50,774)	(4,889,227)	(71,225)	(1,553,654)	-	(6,564,880)
Bond principal payments	-	-	-	(555,000)	-	(555,000)
Capital contributions	-	12,740,076	-	-	-	12,740,076
Interest and fiscal charges	-	-	-	(163,622)	-	(163,622)
Net cash from (to) capital and related financing activities	<u>(50,774)</u>	<u>7,861,152</u>	<u>(71,225)</u>	<u>(2,272,276)</u>	<u>-</u>	<u>5,466,877</u>
Cash flows from (to) investing activities:						
Interest received	-	48,690	1,514	165	-	50,369
Net cash from (to) investing activities	<u>-</u>	<u>48,690</u>	<u>1,514</u>	<u>165</u>	<u>-</u>	<u>50,369</u>
Net increase (decrease) in cash and cash equivalents	29,179	3,811,792	(205,604)	314,758	(258,147)	3,691,978
Cash and cash equivalents at beginning of year	<u>177,791</u>	<u>75,330</u>	<u>277,186</u>	<u>4,092,138</u>	<u>539,384</u>	<u>5,161,829</u>
Cash and cash equivalents at end of year	<u>\$ 206,970</u>	<u>\$ 3,887,122</u>	<u>\$ 71,582</u>	<u>\$ 4,406,896</u>	<u>\$ 281,237</u>	<u>\$ 8,853,807</u>

Continued on next page.

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended September 30, 2019

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ (207,123)	\$ (23,917,644)	\$ (628,718)	\$ 562,431	\$ (467,981)	\$ (24,659,035)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	32,240	5,373,702	398,679	2,249,802	155,494	8,209,917
Change in assets and liabilities:						
Decrease (increase) in accounts receivables	-	-	-	21,177	26,176	47,353
Decrease (increase) in other receivables	4,941	(20,975)	29,454	-	-	13,420
Decrease (increase) in due from other funds	-	1,205,155	-	-	-	1,205,155
Decrease (increase) in due from others	-	-	-	1,578	-	1,578
Decrease (increase) in inventories	-	-	-	(12,517)	-	(12,517)
Decrease (increase) in deferred outflows related to OPEB	-	(5,582)	(5,299)	-	-	(10,881)
Decrease (increase) in deferred outflows related to pension	-	40,742	12,866	-	-	53,608
Decrease (increase) in prepaid items	-	-	-	89,250	-	89,250
Increase (decrease) in accounts payable	241,700	(8,457,056)	(41,355)	16,566	29,581	(8,210,564)
Increase (decrease) in accrued payroll	-	9,606	4,795	(418,479)	-	(404,078)
Increase (decrease) in accrued compensated absences	-	19,097	-	(5,980)	-	13,117
Increase (decrease) in due to other funds	-	164,109	-	-	6,501	170,610
Increase (decrease) in due to others	228	-	-	265,820	2,682	268,730
Increase (decrease) in deposits payable	-	-	-	320,158	(1,600)	318,558
Increase (decrease) in due to other governments	(37)	-	-	-	-	(37)
Increase (decrease) in closure/post closure care	-	-	(663,107)	-	-	(663,107)
Increase (decrease) in deferred inflows related to OPEB	-	16,181	15,055	-	-	31,236
Increase (decrease) in deferred inflows related to pension	-	(43,867)	(13,852)	-	-	(57,719)
Increase (decrease) in unearned revenues	8,004	-	-	(502,937)	(9,000)	(503,933)
Increase (decrease) in net OPEB liability	-	39,822	37,832	-	-	77,654
Increase (decrease) in net pension liability	-	57,895	18,282	-	-	76,177
Total adjustments	287,076	(1,601,171)	(206,650)	2,024,438	209,834	713,527
Net cash provided (used) by operating activities	<u>\$ 79,953</u>	<u>\$ (25,518,815)</u>	<u>\$ (835,368)</u>	<u>\$ 2,586,869</u>	<u>\$ (258,147)</u>	<u>\$ (23,945,508)</u>

Continued from preceding page.

Cobb County, Georgia
Trust Funds
Combining Statements of Fiduciary Net Position
September 30, 2019

	Pension Trust Fund	OPEB Trust Fund	
	Employee Retirement System	Other Post Employment Benefits	Total
Assets:			
Cash and cash equivalents	\$ 236,959	\$ -	\$ 236,959
Investments, at fair value			
Common stock	203,488,356	34,167,278	237,655,634
Mutual funds	394,676,534	83,585,274	478,261,808
Corporate Bonds	63,779,882	16,243,925	80,023,807
Government and agency bonds	16,102,915	-	16,102,915
Money market	12,108,034	1,328,317	13,436,351
Receivables			
Accrued interest	760,491	-	760,491
Total assets	691,153,171	135,324,794	826,477,965
Net position restricted for:			
Pension benefits	691,153,171	-	691,153,171
Other post employment benefits	-	135,324,794	135,324,794
Total net position	\$ 691,153,171	\$ 135,324,794	\$ 826,477,965

Cobb County, Georgia
Trust Funds
Combining Statements of Changes in Fiduciary Net Position
For the Fiscal Year Ended September 30, 2019

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	
	Employee Retirement System	Other Post Employment Benefits	<u>Total</u>
Additions			
Contributions:			
Employer	\$ 55,665,704	\$ 20,302,618	\$ 75,968,322
Employee	<u>13,446,185</u>	<u>-</u>	<u>13,446,185</u>
Total contributions	<u>69,111,889</u>	<u>20,302,618</u>	<u>89,414,507</u>
Investment earnings:			
Net appreciation (depreciation) in fair value of assets	12,196,000	979,257	13,175,257
Interest	<u>12,115,788</u>	<u>3,728,410</u>	<u>15,844,198</u>
Total investment earnings	24,311,788	4,707,667	29,019,455
Less investment expense	<u>(1,628,652)</u>	<u>(393,809)</u>	<u>(2,022,461)</u>
Net investment earnings	<u>22,683,136</u>	<u>4,313,858</u>	<u>26,996,994</u>
Miscellaneous revenue	<u>336,808</u>	<u>-</u>	<u>336,808</u>
Total additions	<u>92,131,833</u>	<u>24,616,476</u>	<u>116,748,309</u>
Deductions			
Administrative expenses	553,383	-	553,383
Benefits and claims	<u>73,212,386</u>	<u>15,302,619</u>	<u>88,515,005</u>
Total deductions	<u>73,765,769</u>	<u>15,302,619</u>	<u>89,068,388</u>
Change in net position	18,366,064	9,313,857	27,679,921
Net position			
Beginning of year	<u>672,787,107</u>	<u>126,010,937</u>	<u>798,798,044</u>
End of year	<u>\$ 691,153,171</u>	<u>\$ 135,324,794</u>	<u>\$ 826,477,965</u>

Cobb County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended September 30, 2019

	Balance October 1, 2018	Additions	Deductions	Balance September 30, 2019
Clerk of State Court				
Assets				
Cash and cash equivalents	\$ 5,222,293	\$ 26,728,985	\$ 26,636,481	\$ 5,314,797
Liabilities				
Funds held in trust for others	\$ 5,222,293	\$ 26,728,985	\$ 26,636,481	\$ 5,314,797
Clerk of Juvenile Court				
Assets				
Cash	\$ 3,201	\$ 8,816	\$ 11,838	\$ 179
Liabilities				
Funds held in trust for others	\$ 3,201	\$ 8,816	\$ 11,838	\$ 179
Sheriff				
Assets				
Cash and cash equivalents	\$ 11,131,591	\$ 15,179,546	\$ 13,924,509	\$ 12,386,628
Liabilities				
Funds held in trust for others	\$ 11,131,591	\$ 15,179,546	\$ 13,924,509	\$ 12,386,628
Clerk of Superior Court				
Assets				
Cash and cash equivalents	\$ 14,965,450	\$ 111,041,381	\$ 105,555,170	\$ 20,451,661
Liabilities				
Funds held in trust for others	\$ 14,965,450	\$ 111,041,381	\$ 105,555,170	\$ 20,451,661
Clerk of Probate Court				
Assets				
Cash	\$ -	\$ 1,918,685	\$ 1,918,685	\$ -
Liabilities				
Due to other funds	\$ -	\$ 1,918,685	\$ 1,918,685	\$ -
Tax Commissioner				
Assets				
Cash	\$ 44,689,355	\$ 1,141,294,087	\$ 1,174,486,038	\$ 11,497,404
Taxes and penalties receivable	633,492,023	892,863,671	792,528,487	733,827,207
	<u>\$ 678,181,378</u>	<u>\$ 2,034,157,758</u>	<u>\$ 1,967,014,525</u>	<u>\$ 745,324,611</u>
Liabilities				
Unremitted tax collections	\$ 44,689,355	\$ 1,141,294,087	\$ 1,174,486,038	\$ 11,497,404
Taxes payable to others upon collection	633,492,023	892,863,671	792,528,487	733,827,207
	<u>\$ 678,181,378</u>	<u>\$ 2,034,157,758</u>	<u>\$ 1,967,014,525</u>	<u>\$ 745,324,611</u>

Continued on next page.

Cobb County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended September 30, 2019

	Balance October 1, 2018	Additions	Deductions	Balance September 30, 2019
Accounts Payable Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 70,585,284	\$ 70,585,284	\$ -
Liabilities				
Funds held in trust for others	\$ -	\$ 70,585,284	\$ 70,585,284	\$ -
Payroll Fund				
Assets				
Cash and cash equivalents	\$ 6,309,691	\$ 328,282,344	\$ 333,275,199	\$ 1,316,836
Liabilities				
Unremitted payroll tax and withholdings	\$ 6,309,691	\$ 328,282,344	\$ 333,275,199	\$ 1,316,836
Child Support, Witness and Jurors' Fees				
Assets				
Cash	\$ 11,540	\$ 2,240,564	2,174,951	\$ 77,153
Liabilities				
Funds held in trust for others	\$ 11,540	\$ 2,240,564	2,174,951	\$ 77,153
Total assets	\$ 715,825,144	\$ 2,590,143,363	\$ 2,521,096,642	\$ 784,871,865
Total liabilities	\$ 715,825,144	\$ 2,590,143,363	\$ 2,521,096,642	\$ 784,871,865

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SUPPLEMENTAL INFORMATION

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 334,073,723	\$ 335,121,640	\$ 354,960,925	\$ 19,839,285
Licenses and permits	27,489,800	27,541,564	31,870,976	4,329,412
Intergovernmental	2,929,000	3,139,625	3,607,146	467,521
Charges for services	39,282,500	40,257,042	49,926,625	9,669,583
Fines and forfeits	7,939,500	9,190,090	9,238,434	48,344
Interest earned	285,950	285,950	2,660,509	2,374,559
Miscellaneous	8,619,025	11,016,373	7,498,859	(3,517,514)
Total revenues	\$ 420,619,498	\$ 426,552,284	\$ 459,763,474	\$ 33,211,190
Expenditures:				
Current				
General government:				
Legislative:				
Board of Commissioners				
Personnel services	\$ 1,009,776	\$ 1,004,545	\$ 997,764	\$ 6,781
Operating expenditures	51,350	56,581	56,582	(1)
	<u>1,061,126</u>	<u>1,061,126</u>	<u>1,054,346</u>	<u>6,780</u>
Other Governmental				
Operating expenditures	1,474,466	1,611,699	1,544,873	66,826
Non-Profit				
Operating expenditures	850,000	863,656	838,648	25,008
	<u>850,000</u>	<u>863,656</u>	<u>838,648</u>	<u>25,008</u>
Total legislative	<u>3,385,592</u>	<u>3,536,481</u>	<u>3,437,867</u>	<u>98,614</u>
Judicial:				
Clerk of State Court				
Personnel services	5,143,188	5,198,332	5,008,983	189,349
Operating expenditures	86,511	96,248	80,177	16,071
Capital outlay	-	37,225	37,225	-
	<u>5,229,699</u>	<u>5,331,805</u>	<u>5,126,385</u>	<u>205,420</u>
Clerk of Superior Court				
Personnel services	6,973,307	6,982,206	6,565,732	416,474
Operating expenditures	234,116	367,215	327,616	39,599
Capital outlay	-	87,875	87,875	-
	<u>7,207,423</u>	<u>7,437,296</u>	<u>6,981,223</u>	<u>456,073</u>
District Attorney				
Personnel services	8,124,811	8,192,200	8,168,024	24,176
Operating expenditures	688,607	774,944	733,827	41,117
	<u>8,813,418</u>	<u>8,967,144</u>	<u>8,901,851</u>	<u>65,293</u>
Chief Magistrate				
Personnel services	4,303,313	4,303,313	4,275,358	27,955
Operating expenditures	87,739	106,830	106,830	-
Capital outlay	-	29,021	29,021	-
	<u>4,391,052</u>	<u>4,439,164</u>	<u>4,411,209</u>	<u>27,955</u>

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Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Juvenile Court				
Personnel services	5,623,804	5,623,804	5,547,164	76,640
Operating expenditures	160,447	219,686	151,049	68,637
	<u>5,784,251</u>	<u>5,843,490</u>	<u>5,698,213</u>	<u>145,277</u>
Probate Court				
Personnel services	1,515,031	1,550,773	1,550,771	2
Operating expenditures	176,452	210,585	210,585	-
Capital outlay	-	189,884	189,884	-
	<u>1,691,483</u>	<u>1,951,242</u>	<u>1,951,240</u>	<u>2</u>
Solicitor				
Personnel services	7,382,514	8,116,662	8,116,662	-
Operating expenditures	94,230	78,867	77,875	992
	<u>7,476,744</u>	<u>8,195,529</u>	<u>8,194,537</u>	<u>992</u>
State Court				
Personnel services	7,423,846	7,431,761	7,093,021	338,740
Operating expenditures	503,425	762,850	744,158	18,692
	<u>7,927,271</u>	<u>8,194,611</u>	<u>7,837,179</u>	<u>357,432</u>
Superior Court				
Personnel services	6,336,778	6,679,944	6,617,428	62,516
Operating expenditures	1,014,408	1,203,202	1,162,101	41,101
Capital outlay	-	14,510	6,313	8,197
	<u>7,351,186</u>	<u>7,897,656</u>	<u>7,785,842</u>	<u>111,814</u>
Circuit Defender				
Personnel services	913,263	913,263	908,020	5,243
Operating expenditures	4,580,625	5,511,648	5,511,648	-
	<u>5,493,888</u>	<u>6,424,911</u>	<u>6,419,668</u>	<u>5,243</u>
Total judicial	<u>61,366,415</u>	<u>64,682,848</u>	<u>63,307,347</u>	<u>1,375,501</u>
Executive and administrative:				
County Manager				
Personnel services	804,634	795,586	792,358	3,228
Operating expenditures	38,680	68,719	68,718	1
	<u>843,314</u>	<u>864,305</u>	<u>861,076</u>	<u>3,229</u>

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Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
General Administrative				
Personnel services	23,000	23,000	-	23,000
Operating expenditures	9,484,861	10,001,675	9,840,870	160,805
Capital outlay	1,474,480	147,449	147,449	-
	<u>10,982,341</u>	<u>10,172,124</u>	<u>9,988,319</u>	<u>183,805</u>
Information Services				
Personnel services	12,489,787	12,496,375	12,389,194	107,181
Operating expenditures	7,367,266	8,127,968	8,024,243	103,725
Capital outlay	-	1,166,083	957,337	208,746
	<u>19,857,053</u>	<u>21,790,426</u>	<u>21,370,774</u>	<u>419,652</u>
Drug Treatment				
Personnel services	282,471	282,471	220,176	62,295
Operating expenditures	228,300	231,746	54,950	176,796
	<u>510,771</u>	<u>514,217</u>	<u>275,126</u>	<u>239,091</u>
Finance				
Personnel services	2,735,493	2,735,493	2,665,996	69,497
Operating expenditures	252,550	252,550	189,523	63,027
	<u>2,988,043</u>	<u>2,988,043</u>	<u>2,855,519</u>	<u>132,524</u>
Purchasing				
Personnel services	2,848,388	2,848,388	2,509,880	338,508
Operating expenditures	1,764,795	2,430,168	2,430,168	-
Capital outlay	8,600,000	3,170,774	2,988,446	182,328
	<u>13,213,183</u>	<u>8,449,330</u>	<u>7,928,494</u>	<u>520,836</u>
Fleet				
Personnel services	972,513	1,047,194	906,587	140,607
Operating expenditures	28,935	29,759	29,759	-
	<u>1,001,448</u>	<u>1,076,953</u>	<u>936,346</u>	<u>140,607</u>
Tax Assessor				
Personnel services	4,295,736	4,170,382	4,147,643	22,739
Operating expenditures	2,131,478	2,289,037	2,289,037	-
Capital outlay	-	-	-	-
	<u>6,427,214</u>	<u>6,459,419</u>	<u>6,436,680</u>	<u>22,739</u>
Internal Audit				
Personnel services	408,321	460,413	460,413	-
Operating expenditures	5,986	6,058	5,797	261
	<u>414,307</u>	<u>466,471</u>	<u>466,210</u>	<u>261</u>
Human Resources				
Personnel services	2,401,962	2,413,225	2,413,225	-
Operating expenditures	740,330	739,434	492,410	247,024
Capital outlay	-	-	-	-
	<u>3,142,292</u>	<u>3,152,659</u>	<u>2,905,635</u>	<u>247,024</u>
Ethics Board				
Operating expenditures	2,130	2,130	-	2,130
	<u>2,130</u>	<u>2,130</u>	<u>-</u>	<u>2,130</u>
Property Management				
Personnel services	5,310,641	5,324,238	5,317,440	6,798
Operating expenditures	5,359,909	5,721,381	5,721,381	-
Capital outlay	-	4,400,826	3,092,577	1,308,249
	<u>10,670,550</u>	<u>15,446,445</u>	<u>14,131,398</u>	<u>1,315,047</u>

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Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
Tax Commissioner				
Personnel services	6,874,641	6,784,641	6,598,853	185,788
Operating expenditures	604,101	828,910	828,910	-
Capital outlay	-	600,000	176,486	423,514
	<u>7,478,742</u>	<u>8,213,551</u>	<u>7,604,249</u>	<u>609,302</u>
Public Services				
Personnel services	468,098	587,835	566,967	20,868
Operating expenditures	22,423	22,423	14,995	7,428
	<u>490,521</u>	<u>610,258</u>	<u>581,962</u>	<u>28,296</u>
Communications				
Personnel services	1,008,288	1,062,220	960,339	101,881
Operating expenditures	125,584	106,599	106,599	-
Capital outlay	-	-	-	-
	<u>1,133,872</u>	<u>1,168,819</u>	<u>1,066,938</u>	<u>101,881</u>
Support Services				
Personnel services	314,095	314,095	308,321	5,774
Operating Services	9,600	9,600	9,454	146
	<u>323,695</u>	<u>323,695</u>	<u>317,775</u>	<u>5,920</u>
Elections & Registration				
Personnel services	3,108,894	3,521,999	3,220,110	301,889
Operating expenditures	619,179	976,966	857,874	119,092
Capital outlay	-	269,000	123,042	145,958
	<u>3,728,073</u>	<u>4,767,965</u>	<u>4,201,026</u>	<u>566,939</u>
County Clerk				
Personnel services	395,602	411,799	411,799	-
Operating expenditures	40,520	27,989	27,989	-
	<u>436,122</u>	<u>439,788</u>	<u>439,788</u>	<u>-</u>
Law Department				
Personnel services	2,237,020	2,274,148	2,274,148	-
Operating expenditures	509,702	472,975	317,034	155,941
	<u>2,746,722</u>	<u>2,747,123</u>	<u>2,591,182</u>	<u>155,941</u>
Total executive and administrative	<u>86,390,393</u>	<u>89,653,721</u>	<u>84,940,036</u>	<u>4,713,685</u>
Total general government	<u>151,142,400</u>	<u>157,873,050</u>	<u>151,685,250</u>	<u>6,187,800</u>
Public Safety:				
P S Training Center				
Personnel services	283,105	283,105	224,063	59,042
Operating expenditures	470,278	55,288	40,978	14,310
Capital outlay	-	72,513	71,745	768
	<u>753,383</u>	<u>410,906</u>	<u>336,786</u>	<u>74,120</u>
Police Department				
Personnel services	67,343,108	69,889,309	69,889,306	3
Operating expenditures	4,628,722	7,226,375	7,226,375	-
Capital outlay	3,085,070	8,166,995	4,646,038	3,520,957
	<u>75,056,900</u>	<u>85,282,679</u>	<u>81,761,719</u>	<u>3,520,960</u>

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Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
Countywide-800MHZ				
Personnel services	422,554	422,554	408,706	13,848
Operating expenditures	1,435,549	1,517,547	1,506,813	10,734
Capital outlay	-	22,927	19,987	2,940
	<u>1,858,103</u>	<u>1,963,028</u>	<u>1,935,506</u>	<u>27,522</u>
Animal Control				
Personnel services	3,136,711	3,136,711	3,114,796	21,915
Operating expenditures	536,880	618,506	579,839	38,667
Capital outlay	-	365,332	347,843	17,489
	<u>3,673,591</u>	<u>4,120,549</u>	<u>4,042,478</u>	<u>78,071</u>
Public Safety				
Personnel services	348,376	348,376	153,415	194,961
Operating expenditures	92,570	156,353	145,089	11,264
Capital outlay	145,000	152,450	152,350	100
	<u>585,946</u>	<u>657,179</u>	<u>450,854</u>	<u>206,325</u>
Emergency Management				
Personnel services	-	-	-	-
Operating expenditures	54,200	55,729	54,936	793
Capital outlay	-	-	-	-
	<u>54,200</u>	<u>55,729</u>	<u>54,936</u>	<u>793</u>
Safety Village				
Personnel services	-	-	-	-
Operating expenditures	-	9,169	6,201	2,968
Capital outlay	-	-	-	-
	<u>-</u>	<u>9,169</u>	<u>6,201</u>	<u>2,968</u>
Sheriff				
Personnel services	24,484,691	26,476,459	26,476,458	1
Operating expenditures	1,599,582	1,958,082	1,958,082	-
Capital outlay	-	724,152	724,152	-
	<u>26,084,273</u>	<u>29,158,693</u>	<u>29,158,692</u>	<u>1</u>
Corrections				
Personnel services	37,538,073	37,638,997	37,638,993	4
Operating expenditures	16,744,047	20,759,117	20,759,117	-
Capital outlay	416,923	4,976,936	4,940,497	36,439
	<u>54,699,043</u>	<u>63,375,050</u>	<u>63,338,607</u>	<u>36,443</u>
Medical Examiner				
Personnel services	1,751,530	1,930,325	1,930,325	-
Operating expenditures	143,734	275,866	275,866	-
Capital outlay	-	34,000	12,940	21,060
	<u>1,895,264</u>	<u>2,240,191</u>	<u>2,219,131</u>	<u>21,060</u>
Total public safety	<u>164,660,703</u>	<u>187,273,173</u>	<u>183,304,910</u>	<u>3,968,263</u>
Public Works:				
Department of Transportation				
Personnel services	14,934,490	14,877,123	14,239,711	637,412
Operating expenditures	2,860,631	3,605,579	3,605,579	-
Capital outlay	378,000	1,060,623	816,762	243,861
	<u>18,173,121</u>	<u>19,543,325</u>	<u>18,662,052</u>	<u>881,273</u>
Total public works	<u>18,173,121</u>	<u>19,543,325</u>	<u>18,662,052</u>	<u>881,273</u>
Culture and Recreation				
Extension Service				
Personnel services	629,243	665,538	665,538	-
Operating expenditures	27,749	32,925	32,925	-
Capital outlay	-	-	-	-
	<u>656,992</u>	<u>698,463</u>	<u>698,463</u>	<u>-</u>

Continued on next page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Library				
Personnel services	9,576,632	10,264,743	10,252,035	12,708
Operating expenditures	2,824,546	3,256,570	2,230,855	1,025,715
Capital outlay	-	192,727	190,592	2,135
	<u>12,401,178</u>	<u>13,714,040</u>	<u>12,673,482</u>	<u>1,040,558</u>
Parks and Recreation				
Personnel services	15,207,189	16,079,885	16,079,885	-
Operating expenditures	5,974,328	7,875,696	7,875,696	-
Capital outlay	-	4,216,146	3,622,322	593,824
	<u>21,181,517</u>	<u>28,171,727</u>	<u>27,577,903</u>	<u>593,824</u>
Total culture and recreation	<u>34,239,687</u>	<u>42,584,230</u>	<u>40,949,848</u>	<u>1,634,382</u>
Health and welfare:				
Senior Services				
Personnel services	2,859,259	2,763,934	2,547,377	216,557
Operating expenditures	478,027	698,588	698,588	-
Capital outlay	-	-	-	-
	<u>3,337,286</u>	<u>3,462,522</u>	<u>3,245,965</u>	<u>216,557</u>
Cobb County Board of Health				
Operating expenditures	978,560	978,560	897,013	81,547
Total health and welfare	<u>4,315,846</u>	<u>4,441,082</u>	<u>4,142,978</u>	<u>298,104</u>
Housing and development:				
Community Development				
Personnel services	9,955,584	9,988,501	10,006,640	(18,139)
Operating expenditures	471,844	704,500	683,403	21,097
	<u>10,427,428</u>	<u>10,693,001</u>	<u>10,690,043</u>	<u>2,958</u>
Total housing and development	<u>10,427,428</u>	<u>10,693,001</u>	<u>10,690,043</u>	<u>2,958</u>
Total current	<u>\$ 382,959,185</u>	<u>\$ 422,407,861</u>	<u>\$ 409,435,081</u>	<u>\$ 12,972,780</u>
Debt service:				
Principal retirement	\$ 30,888	\$ 30,888	\$ -	\$ 30,888
Interest and fiscal charges	400,000	400,000	333,324	66,676
Total debt service	<u>\$ 430,888</u>	<u>\$ 430,888</u>	<u>\$ 333,324</u>	<u>\$ 97,564</u>
Total expenditures	<u>\$ 383,390,073</u>	<u>\$ 422,838,749</u>	<u>\$ 409,768,405</u>	<u>\$ 13,070,344</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 37,229,425</u>	<u>\$ 3,713,535</u>	<u>\$ 49,995,069</u>	<u>\$ 46,281,534</u>

Continued on next page

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers in	\$ 33,567,563	\$ 35,344,899	\$ 33,266,408	\$ (2,078,491)
Proceeds from sale of capital assets	-	2,100,000	2,100,058	58
Transfers out	(56,698,220)	(67,740,652)	(67,058,393)	682,259
Total other financing sources (uses)	<u>\$ (23,130,657)</u>	<u>\$ (30,295,753)</u>	<u>\$ (31,691,927)</u>	<u>\$ (1,396,174)</u>
Net change in fund balance	<u>\$ 14,098,768</u>	<u>\$ (26,582,218)</u>	\$ 18,303,142	<u>\$ 44,885,360</u>
Fund balance at beginning of year			<u>130,115,770</u>	
Fund balance at end of year - budgetary basis			\$ 148,418,912	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			<u>14,857,931</u>	
Fund balance at end of year - GAAP basis			<u>\$ 163,276,843</u>	



STATISTICAL SECTION

The Statistical Section includes selected financial and general information presented on a multi-year comparative basis. The statistics are used to provide detailed data on the physical, economic, social and political characteristics of the County government. They are intended to provide financial report users with a broader and more complete understanding of the government and its financial affairs than is possible from basic financial statements.

COBB COUNTY, GEORGIA
STATISTICAL SECTION
September 30, 2019

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding the financial statements, note disclosures, required supplementary information as well as the overall financial position of the County.

Financial Trends

These schedules contain trend information to help the user understand how the County's financial performance has changed over time.

Revenue Capacity

These schedules contain information to help the user assess the County's major revenue sources.

Debt Capacity

These schedules present information to help the user assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules present demographic and economic indicators to help the user understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain staffing, key operating and capital statistics comparisons to help the user understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Cobb County, Georgia
Net Position by Component
Unaudited

	2019	2018 ⁽²⁾	2017 ⁽²⁾	2016	2015
Governmental activities					
Net investment in capital asset	\$ 3,648,793,821	\$ 3,597,754,891	\$ 3,517,507,657	\$ 3,318,300,453	\$ 3,165,004,359
Restricted	287,035,825	274,860,968	271,896,684	261,643,812	296,312,716
Unrestricted	(557,588,828)	(570,332,326)	(585,268,577)	(305,236,161)	(315,844,409)
Total governmental activities net position	<u>\$ 3,378,240,818</u>	<u>\$ 3,302,283,533</u>	<u>\$ 3,204,135,764</u>	<u>\$ 3,274,708,104</u>	<u>\$ 3,145,472,666</u>
Business-type activities					
Net investment in capital asset	\$ 1,455,172,685	\$ 1,460,332,315	\$ 1,442,879,862	\$ 1,420,350,770	\$ 1,382,534,953
Restricted	44,786,239	44,410,711	48,915,925	34,265,586	26,807,385
Unrestricted	(33,204,459)	(42,828,433)	(53,670,646)	(7,665,683)	(3,023,209)
Total business-type activities net position	<u>\$ 1,466,754,465</u>	<u>\$ 1,461,914,593</u>	<u>\$ 1,438,125,141</u>	<u>\$ 1,446,950,673</u>	<u>\$ 1,406,319,129</u>
Primary government					
Net investment in capital asset	\$ 5,103,966,506	\$ 5,058,087,206	\$ 4,960,387,519	\$ 4,738,651,223	\$ 4,547,539,312
Restricted	331,822,064	319,271,679	320,812,609	295,909,398	323,120,101
Unrestricted	(590,793,287)	(613,160,759)	(638,939,223)	(312,901,844)	(318,867,618)
Total primary government net position	<u>\$ 4,844,995,283</u>	<u>\$ 4,764,198,126</u>	<u>\$ 4,642,260,905</u>	<u>\$ 4,721,658,777</u>	<u>\$ 4,551,791,795</u>
	2014 ⁽¹⁾	2013	2012	2011	2010
Governmental activities					
Net investment in capital asset	\$ 3,082,678,386	\$ 3,028,553,894	\$ 2,993,197,551	\$ 2,964,844,393	\$ 2,937,351,872
Restricted	220,536,169	216,347,412	190,983,262	148,602,863	85,902,876
Unrestricted	96,461,368	74,356,405	52,489,843	30,201,143	30,533,812
Total governmental activities net position	<u>\$ 3,399,675,923</u>	<u>\$ 3,319,257,711</u>	<u>\$ 3,236,670,656</u>	<u>\$ 3,143,648,399</u>	<u>\$ 3,053,788,560</u>
Business-type activities					
Net investment in capital asset	\$ 1,270,930,346	\$ 1,247,891,037	\$ 1,234,745,764	\$ 1,216,295,546	\$ 1,213,125,239
Restricted	65,285,176	71,253,900	68,412,045	57,377,091	41,766,430
Unrestricted	10,420,926	6,776,248	5,742,409	1,243,157	(8,524,185)
Total business-type activities net position	<u>\$ 1,346,636,448</u>	<u>\$ 1,325,921,185</u>	<u>\$ 1,308,900,218</u>	<u>\$ 1,274,915,794</u>	<u>\$ 1,246,367,484</u>
Primary government					
Net investment in capital asset	\$ 4,353,608,732	\$ 4,276,444,931	\$ 4,227,943,315	\$ 4,181,139,939	\$ 4,150,477,111
Restricted	285,821,345	287,601,312	259,395,307	205,979,954	127,669,306
Unrestricted	106,882,294	81,132,653	58,232,252	31,444,300	22,009,627
Total primary government net position	<u>\$ 4,746,312,371</u>	<u>\$ 4,645,178,896</u>	<u>\$ 4,545,570,874</u>	<u>\$ 4,418,564,193</u>	<u>\$ 4,300,156,044</u>

Source: Basic Financial Statements

(1) The effect of the restatement to 2014's categories of net position have not been determined.

(2) As restated.

Cobb County, Georgia
Changes in Net Position
Unaudited

	(1)		(1)		(1)		(1)		(1)		(1)
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	
Expenses											
Governmental activities:											
General government	\$ 173,284,767	\$ 165,424,633	\$ 154,788,215	\$ 152,978,160	\$ 138,660,902	\$ 132,717,871	\$ 130,306,036	\$ 128,569,788	\$ 124,434,470	\$ 135,559,677	
Public safety	313,745,375	289,469,163	273,691,096	260,257,459	235,115,102	226,274,548	216,746,332	214,304,007	208,553,530	226,008,723	
Public works	158,517,004	143,129,556	140,071,410	129,004,776	131,167,118	122,421,838	116,643,350	114,304,649	110,401,097	112,031,838	
Health and welfare	8,042,651	7,903,359	7,708,828	6,717,051	6,519,036	6,472,100	5,860,760	4,959,244	6,152,176	8,288,145	
Culture and recreation	81,358,286	78,642,971	65,875,330	54,545,427	48,839,786	43,385,617	41,135,156	38,769,474	38,136,019	43,049,762	
Housing and development	18,415,521	17,411,304	16,763,846	16,113,070	18,376,639	18,093,093	17,753,689	16,821,511	20,739,086	20,588,418	
Interest on long-term debt	19,827,329	20,721,554	20,720,935	20,911,456	15,275,354	3,636,376	4,083,434	4,661,298	4,875,524	5,228,323	
Total governmental activities expenses	\$ 773,190,933	\$ 722,702,540	\$ 679,619,660	\$ 640,527,399	\$ 593,953,937	\$ 553,001,443	\$ 532,528,757	\$ 522,389,971	\$ 513,291,902	\$ 550,754,886	
Business-type activities:											
Water and Sewer	\$ 204,880,216	\$ 195,603,970	\$ 190,668,592	\$ 182,120,179	\$ 173,041,157	\$ 170,145,946	\$ 162,598,501	\$ 161,143,254	\$ 160,087,751	\$ 163,448,806	
Solid Waste	1,127,105	736,392	773,708	710,965	737,827	877,279	899,358	1,268,190	1,042,053	2,079,765	
Transit	27,860,642	27,003,918	27,369,365	22,531,352	22,965,800	22,845,555	22,708,672	22,105,963	23,823,838	24,765,622	
Cobblestone Golf Course	1,907,762	1,694,487	1,718,217	1,623,370	1,449,393	1,560,622	1,595,990	1,702,007	1,628,098	1,537,850	
Galleria Specialty Shops	950,051	1,004,250	930,856	883,963	963,200	-	-	-	-	-	
Performing Arts Centre	10,365,535	10,040,972	10,396,336	9,727,913	9,516,067	-	-	-	-	-	
Total business-type activities expenses	\$ 247,091,311	\$ 236,083,989	\$ 231,857,074	\$ 217,597,742	\$ 208,673,444	\$ 195,429,402	\$ 187,802,521	\$ 186,219,414	\$ 186,581,740	\$ 191,832,043	
Total primary government expenses	\$ 1,020,282,244	\$ 958,786,529	\$ 911,476,734	\$ 858,125,141	\$ 802,627,381	\$ 748,430,845	\$ 720,331,278	\$ 708,609,385	\$ 699,873,642	\$ 742,586,929	
Program Revenues											
Governmental activities:											
Charges for services:											
General government	\$ 50,710,413	\$ 49,639,193	\$ 45,993,578	\$ 44,005,094	\$ 42,541,928	\$ 40,623,239	\$ 44,282,012	\$ 44,083,506	\$ 41,456,332	\$ 48,147,632	
Public safety	20,933,544	20,618,775	19,922,346	18,747,884	18,169,500	18,253,052	17,729,347	15,782,214	15,369,970	15,237,639	
Public works	5,246,494	7,012,300	7,526,362	7,705,165	6,943,989	5,890,118	5,592,147	5,686,233	5,226,015	5,168,770	
Health and welfare	279,444	403,046	390,928	328,014	304,448	173,728	159,797	125,741	108,067	80,686	
Culture and recreation	23,139,781	21,964,132	20,022,834	20,040,564	17,193,210	3,493,384	3,803,850	3,730,765	3,443,827	3,792,402	
Housing and development	31,745,026	28,151,082	27,645,173	28,061,414	27,059,593	22,866,032	21,680,727	20,462,563	20,184,412	16,456,025	
Operating grants and contributions	22,938,863	21,934,660	25,965,261	19,455,937	22,416,730	20,517,861	24,035,310	30,918,003	36,156,256	33,068,410	
Capital grants and contributions	36,287,719	49,707,069	172,987,488	119,580,091	41,017,800	21,479,625	25,934,892	33,672,286	24,297,732	41,288,426	
Total governmental activities program revenues	\$ 191,281,284	\$ 199,430,257	\$ 320,453,970	\$ 257,924,163	\$ 175,647,198	\$ 133,297,039	\$ 143,218,082	\$ 154,461,311	\$ 146,242,611	\$ 163,239,990	
Business-type activities:											
Charges for services:											
Water and Sewer	\$ 226,598,802	\$ 200,754,371	\$ 202,800,418	\$ 206,248,856	\$ 199,209,759	\$ 193,284,442	\$ 187,171,300	\$ 199,908,029	\$ 196,795,218	\$ 183,146,980	
Solid Waste	498,387	550,942	495,220	491,337	466,443	340,960	281,315	319,350	297,272	181,662	
Transit	3,864,583	4,198,174	4,479,084	4,839,740	5,677,360	5,817,403	6,050,804	6,334,856	6,061,173	4,997,340	
Cobblestone Golf Course	1,700,639	1,687,920	1,705,705	1,702,848	1,638,146	1,627,680	1,825,184	1,940,550	1,790,455	1,027,897	
Galleria Specialty Shops	482,070	518,232	504,810	522,800	517,767	-	-	-	-	-	
Performing Arts Centre	10,763,535	9,733,543	9,742,996	8,930,062	7,950,970	-	-	-	-	-	
Operating grants and contributions	-	-	-	3,443,307	-	-	-	-	-	-	
Capital grants and contributions	27,765,134	30,000,062	31,879,589	34,058,991	17,684,800	16,786,496	19,821,770	18,250,239	15,225,107	21,178,823	
Total business-type activities program revenues	\$ 271,673,150	\$ 247,443,244	\$ 251,607,822	\$ 260,237,941	\$ 233,145,245	\$ 217,856,981	\$ 215,150,373	\$ 226,753,024	\$ 220,169,225	\$ 210,532,702	
Total primary government program revenues	\$ 462,954,434	\$ 446,873,501	\$ 572,061,792	\$ 518,162,104	\$ 408,792,443	\$ 351,154,020	\$ 358,368,455	\$ 381,214,335	\$ 366,411,836	\$ 373,772,692	
Net (Expense)/Revenue											
Governmental activities	\$ (581,909,649)	\$ (523,272,283)	\$ (359,165,690)	\$ (382,603,236)	\$ (418,306,739)	\$ (419,704,404)	\$ (389,310,675)	\$ (367,928,660)	\$ (367,049,291)	\$ (387,514,896)	
Business-type activities	24,581,839	11,359,255	19,750,748	42,640,199	24,471,801	22,427,579	27,347,852	40,533,610	33,587,485	18,700,659	
Total primary government net (expense)/revenue	\$ (557,327,810)	\$ (511,913,028)	\$ (339,414,942)	\$ (339,963,037)	\$ (393,834,938)	\$ (397,276,825)	\$ (361,962,823)	\$ (327,395,050)	\$ (333,461,806)	\$ (368,814,237)	

Continued on next page

Cobb County, Georgia
Changes in Net Position
Unaudited

	(1)		(1)			(1)				
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 410,690,762	\$ 385,637,151	\$ 313,253,222	\$ 296,940,107	\$ 301,401,010	\$ 292,056,548	\$ 271,694,680	\$ 266,092,328	\$ 266,292,261	\$ 242,217,484
Sales taxes	158,710,055	148,725,522	144,258,267	138,778,010	137,535,405	133,078,439	128,892,927	130,658,337	126,853,951	121,143,588
Insurance and premium tax	32,808,386	30,414,232	28,405,029	26,709,770	24,942,877	23,663,963	22,768,278	21,312,299	21,696,998	22,308,881
Alcoholic beverage tax	5,303,590	5,293,897	5,184,685	5,037,511	4,921,908	4,822,275	4,735,183	4,611,903	4,724,926	4,766,808
Hotel/Motel tax	17,677,182	16,861,644	15,006,067	13,918,458	13,245,458	12,330,071	11,244,163	10,366,262	9,887,246	9,450,045
Real estate transfer tax	3,037,140	2,587,475	2,278,947	2,372,019	2,102,271	1,864,910	1,372,033	964,058	818,501	735,743
Miscellaneous taxes	11,977,057	12,667,600	12,606,639	12,739,469	13,060,651	12,971,101	13,110,068	11,736,588	11,257,991	11,846,938
Miscellaneous	11,554,328	9,641,936	9,035,754	10,548,514	13,818,104	12,232,740	10,517,034	7,274,977	8,430,128	9,375,895
Grant and contributions not restricted to specific programs	-	-	-	-	-	-	-	-	-	-
Gain on sale of capital assets	2,160,612	-	244,689	-	-	441,383	154,803	11,123	-	967,324
Unrestricted investment earnings	4,921,699	2,712,820	1,371,776	1,968,001	2,281,808	823,219	1,072,135	1,045,701	1,296,604	2,219,575
Special item-Adjustment to intergovernmental agreement	-	-	-	-	-	3,555,000	-	-	-	-
Transfers	(973,877)	6,877,775	5,321,598	2,826,815	2,706,577	2,282,967	6,539,853	6,877,341	5,650,524	6,603,007
Total governmental activities	\$ 657,866,934	\$ 621,420,052	\$ 536,966,673	\$ 511,838,674	\$ 516,016,069	\$ 500,122,616	\$ 472,101,157	\$ 460,950,917	\$ 456,909,130	\$ 431,635,288
Business-type activities:										
Miscellaneous	\$ 260,288	\$ 910,919	\$ 851,496	\$ 464,088	\$ 234,810	\$ 435,300	\$ 228,151	\$ 193,332	\$ 399,651	\$ 615,141
Gain on sale of capital assets	88,921	144,836	57,998	160,667	30,329	59,484	64,731	34,395	90,422	375,196
Unrestricted investment earnings	942,484	677,371	363,356	193,405	91,442	75,867	110,224	100,428	121,276	359,637
Extraordinary item	(22,007,537)	-	-	-	-	-	-	-	-	-
Transfers	973,877	(6,877,775)	(5,321,598)	(2,826,815)	(2,706,577)	(2,282,967)	(6,539,853)	(6,877,341)	(5,650,524)	(6,603,007)
Total business-type activities	\$ (19,741,967)	\$ (5,144,649)	\$ (4,048,748)	\$ (2,008,655)	\$ (2,349,996)	\$ (1,712,316)	\$ (6,136,747)	\$ (6,549,186)	\$ (5,039,175)	\$ (5,253,033)
Total primary government	\$ 638,124,967	\$ 616,275,403	\$ 532,917,925	\$ 509,830,019	\$ 513,666,073	\$ 498,410,300	\$ 465,964,410	\$ 454,401,731	\$ 451,869,955	\$ 426,382,255
Change in Net Position										
Governmental activities	\$ 75,957,285	\$ 98,147,769	\$ 177,800,983	\$ 129,235,438	\$ 97,709,330	\$ 80,418,212	\$ 82,790,482	\$ 93,022,257	\$ 89,859,839	\$ 44,120,392
Business-type activities	4,839,872	6,214,606	15,702,000	40,631,544	22,121,805	20,715,263	21,211,105	33,984,424	28,548,310	13,447,626
Total primary government	\$ 80,797,157	\$ 104,362,375	\$ 193,502,983	\$ 169,866,982	\$ 119,831,135	\$ 101,133,475	\$ 104,001,587	\$ 127,006,681	\$ 118,408,149	\$ 57,568,018

Continued from preceding page

(1) Fiscal years 2014, 2017 and 2019 were restated. The effects of the restatement to previously reported changes in net position has not been determined.

Cobb County, Georgia
Fund Balances, Governmental Funds
Unaudited

	2019	2018	2017	2016	2015	2014 ⁽¹⁾	2013	2012	2011	2010
General Fund										
Nondspendable	\$ 4,873,208	\$ 4,401,141	\$ 4,165,751	\$ 4,957,432	\$ 4,803,886	\$ 5,175,239	\$ 5,057,876	\$ 5,388,509	\$ 3,866,278	\$ 3,377,881
Restricted	1,600,630	1,932,522	2,285,032	2,232,590	2,161,863	1,630,134	1,652,111	2,003,534	2,142,090	1,909,472
Committed	23,553,350	13,199,856	10,966,156	40,196,292	19,819,502	26,228,765	24,679,900	26,838,346	22,853,051	4,395,900
Assigned	3,537,164	1,798,318	1,989,371	2,420,753	2,508,464	36,617	36,617	38,137	38,137	895,727
Unassigned	129,712,491	108,783,933	70,739,227	52,911,589	74,237,815	61,577,669	54,675,608	44,213,159	35,375,643	29,130,898
Total General Fund	\$ 163,276,843	\$ 130,115,770	\$ 90,145,537	\$ 102,718,656	\$ 103,531,530	\$ 94,648,424	\$ 86,102,112	\$ 78,481,685	\$ 64,275,199	\$ 39,709,878
All Other Governmental Funds										
Nondspendable	\$ 494,895	\$ 423,029	\$ 2,565,251	\$ 2,003,587	\$ 2,007,201	\$ 129,453	\$ 127,347	\$ 323,167	\$ 150,710	\$ 1,983
Restricted	285,277,089	269,334,972	302,871,041	275,610,226	502,145,546	218,906,035	213,561,868	188,186,359	145,233,251	93,562,980
Committed	10,848,222	4,655,639	2,800,714	12,829,921	8,482,877	25,890,974	6,692,707	892,897	1,862,719	7,338,797
Assigned	9,984	1,595	50,304	25,310	-	-	-	-	1,566,956	20,576,836
Unassigned	-	-	-	-	-	(4,777,418)	(1,762,062)	-	-	(8,747,169)
Special Revenue Funds	-	(34)	(69)	-	781,619	-	-	-	-	-
Capital Projects Funds	-	(1,928,845)	(447,675)	(6,839,306)	-	-	-	-	-	-
Total all other governmental funds	\$ 296,630,190	\$ 272,486,356	\$ 307,839,566	\$ 283,629,738	\$ 513,417,243	\$ 240,149,044	\$ 218,619,860	\$ 189,402,423	\$ 148,813,636	\$ 112,733,427

Source: Basic Financial Statements

Note: The County implemented GASB 54 in FY 2010, thus the fund balance classifications were changed in reporting for 2010 and subsequent years.

(1) The effect of the restatement to 2014's categories of fund balance have not been determined.

Cobb County, Georgia
Changes in Fund Balances, Governmental Funds
Unaudited

	2019	2018	2017	2016	2015	2014 ⁽¹⁾	2013	2012	2011	2010
Revenues										
Taxes	\$ 639,908,455	\$ 599,961,006	\$ 521,102,286	\$ 496,998,051	\$ 497,303,435	\$ 482,026,428	\$ 455,554,341	\$ 446,198,262	\$ 443,553,657	\$ 415,633,188
Licenses and permits	31,875,626	28,518,752	27,754,843	28,445,783	27,380,512	23,216,980	22,458,136	21,107,725	20,697,338	16,659,309
Intergovernmental	41,917,700	49,988,126	77,916,949	49,441,526	49,462,614	36,254,145	41,040,211	47,026,534	44,740,225	50,635,105
Charges for services	90,389,374	88,712,936	82,490,663	78,089,867	73,384,263	55,346,568	58,421,713	57,801,007	52,247,547	58,462,632
Fines and forfeits	9,238,434	9,731,182	10,569,888	11,855,345	11,447,893	12,736,005	12,368,031	10,963,315	12,842,713	13,761,213
Interest earned	8,513,587	4,444,645	2,393,647	2,076,573	2,244,247	1,483,303	1,348,103	1,337,327	1,565,632	2,174,725
Contributions	1,260,000	2,304,144	92,624,412	62,574,357	-	-	-	-	-	-
Miscellaneous	11,554,328	9,641,936	9,035,754	10,548,814	13,818,104	12,232,740	10,517,034	7,508,969	8,426,162	10,053,251
Total revenues	\$ 834,657,504	\$ 793,302,727	\$ 823,888,442	\$ 740,030,316	\$ 675,041,068	\$ 623,296,169	\$ 601,707,569	\$ 591,943,139	\$ 584,073,274	\$ 567,379,423
Expenditures										
General government	\$ 156,091,086	\$ 149,229,751	\$ 144,437,701	\$ 140,446,801	\$ 137,293,964	\$ 128,252,106	\$ 127,567,454	\$ 122,402,883	\$ 117,985,464	\$ 125,328,297
Public safety	288,982,879	267,706,590	258,749,694	242,093,157	227,385,486	217,489,182	216,546,285	207,712,179	201,220,539	216,262,152
Public works	24,379,145	22,301,790	27,788,869	21,145,757	23,559,916	22,150,532	20,675,829	20,134,131	21,071,499	19,089,629
Health and welfare	7,493,352	7,524,733	7,508,952	7,192,792	6,609,940	6,443,854	6,070,001	5,075,377	6,073,248	8,199,261
Culture and recreation	55,761,004	55,124,845	49,438,397	49,202,208	42,274,216	40,020,320	38,387,445	36,379,623	35,222,986	39,403,023
Housing and development	17,549,047	16,083,539	15,678,995	14,736,015	16,895,956	17,146,174	17,447,786	18,364,641	24,233,973	20,834,947
Debt service										
Principal retirement	27,704,283	26,211,095	24,151,419	18,507,246	14,042,574	10,519,015	13,252,657	13,691,395	15,472,073	10,666,662
Interest and fiscal charges	21,015,176	21,827,454	21,265,715	18,582,073	14,810,059	3,917,464	4,293,197	4,834,172	5,221,351	5,640,833
Capital outlay	142,629,178	194,121,129	261,948,186	434,201,650	302,655,447	121,817,341	94,945,037	83,866,243	85,476,054	177,623,740
Intergovernmental	43,640,420	36,664,971	35,563,668	36,614,195	36,746,628	35,103,822	33,970,260	32,479,600	20,541,070	-
Total expenditures	\$ 785,245,570	\$ 796,795,897	\$ 846,531,596	\$ 982,721,894	\$ 822,274,186	\$ 602,859,810	\$ 573,155,951	\$ 544,940,244	\$ 532,518,257	\$ 623,048,544
Excess of revenues over (under) expenditures	\$ 49,411,934	\$ (3,493,170)	\$ (22,643,154)	\$ (242,691,578)	\$ (147,233,118)	\$ 20,436,359	\$ 28,551,618	\$ 47,002,895	\$ 51,555,017	\$ (55,669,121)
Other financing sources (uses)										
Transfers in	\$ 104,144,334	\$ 95,000,402	\$ 85,302,533	\$ 68,989,368	\$ 143,992,902	\$ 43,470,427	\$ 33,104,084	\$ 31,780,837	\$ 39,754,285	\$ 48,899,093
Transfers out	(104,073,421)	(87,153,868)	(78,957,372)	(65,747,030)	(140,620,103)	(40,806,305)	(25,876,763)	(24,535,492)	(32,786,823)	(41,516,848)
Capital lease proceeds	4,916,420	-	-	8,800,000	19,866,806	110,242	904,122	527,412	1,778,899	280,310
Proceeds from sale of capital assets	2,905,640	263,659	353,948	49,161	126,687	469,872	154,803	19,621	344,152	1,871,876
Bonds issued	-	-	24,700,000	-	386,600,000	-	-	-	-	10,730,000
Premium on bonds issued	-	-	2,880,754	-	100,514	79,901	-	-	-	-
Discount on bonds issued	-	-	-	-	(249,821)	-	-	-	-	-
Premium on issuance of certificates	-	-	-	-	-	6,315,000	-	-	-	103,572
Total other financing sources (uses)	\$ 7,892,973	\$ 8,110,193	\$ 34,279,863	\$ 12,091,499	\$ 409,816,985	\$ 9,639,137	\$ 8,286,246	\$ 7,792,378	\$ 9,090,513	\$ 20,368,003
Net change in fund balances before restatement	\$ 57,304,907	\$ 4,617,023	\$ 11,636,709	\$ (230,600,079)	\$ 262,583,867	\$ 30,075,496	\$ 36,837,864	\$ 54,795,273	\$ 60,645,530	\$ (35,301,118)
Restatement	\$ -	\$ -	\$ -	\$ -	\$ 19,567,438	\$ -	\$ -	\$ -	\$ -	\$ 30,328
Net change in fund balances after restatement	\$ 57,304,907	\$ 4,617,023	\$ 11,636,709	\$ (230,600,079)	\$ 282,151,305	\$ 30,075,496	\$ 36,837,864	\$ 54,795,273	\$ 60,645,530	\$ (35,270,790)
Debt service as a percentage of noncapital expenditures	7.67%	7.98%	7.91%	6.85%	5.62%	3.03%	3.71%	4.06%	4.64%	3.43%

Source: Basic Financial Statements

Note: Capital outlay in capital project funds in years prior to 2008 was classified by function

(1) Fiscal year 2014 was restated. The effects of the restatement to previously reported changes in fund balances has not been determined.

Cobb County, Georgia
Assessed Value and Actual Value
Unaudited

Fiscal Year	Real Property						Personal Property		Total Assessed Value	Total Direct Tax Rate (1)	Estimated Actual Value	Assessed Value as of a Percentage of Actual Value
	Residential Property		Commercial Property		Other		Assessed Value	Estimated Actual Value				
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value						
2010	18,078,841,365	45,197,103,413	7,720,793,266	19,301,983,165	2,430,590,424	6,076,476,060	3,198,128,714	7,995,321,785	31,428,353,769	9.60	78,570,884,423	40%
2011	17,078,999,812	42,697,499,530	7,109,351,351	17,773,378,378	2,531,565,795	6,328,914,488	2,990,728,676	7,476,821,690	29,710,645,634	11.11	74,276,614,086	40%
2012	15,982,982,729	39,957,456,823	7,447,369,118	18,618,422,795	2,667,891,919	6,669,729,798	2,901,783,664	7,254,459,160	29,000,027,430	11.11	72,500,068,576	40%
2013	15,811,957,069	39,529,892,673	7,082,047,086	17,705,117,715	2,914,805,850	7,287,014,625	3,005,768,196	7,514,420,490	28,814,578,201	10.91	72,036,445,503	40%
2014	16,907,664,617	42,269,161,543	7,260,294,717	18,150,736,793	2,683,400,022	6,708,500,055	3,072,303,669	7,680,759,173	29,923,663,025	10.71	74,809,157,564	40%
2015	18,169,547,660	45,423,869,150	7,672,250,921	19,180,627,303	2,151,270,171	5,378,175,428	3,285,988,674	8,214,971,685	31,279,057,426	10.51	78,197,643,566	40%
2016	20,204,883,350	50,512,208,375	7,867,423,289	19,668,558,223	1,832,860,034	4,582,150,085	3,505,481,019	8,763,702,548	33,410,647,692	9.85	83,526,619,230	40%
2017	22,049,332,812	55,123,332,030	8,502,663,155	21,256,657,888	1,574,943,474	3,937,358,685	3,073,458,137	7,683,645,343	35,200,397,578	9.85	88,000,993,946	40%
2018	23,858,299,915	59,645,749,788	9,609,046,282	24,022,615,705	1,390,262,911	3,475,657,278	3,230,540,485	8,076,351,213	38,088,149,593	11.45	95,220,373,983	40%
2019	25,690,545,071	64,226,362,678	9,928,753,957	24,821,884,893	1,319,784,217	3,299,460,543	3,344,483,248	8,361,208,120	40,283,566,493	11.45	100,708,916,233	40%

Source: Cobb County Tax Digest
Note: (1) Per \$1,000 of assessed value.

Cobb County, Georgia
Direct and Overlapping Property Tax Rates
Unaudited

	Year Taxes Are Payable									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Cobb County Direct Rates										
General	8.46	8.46	6.76	6.66	7.12	7.32	7.52	7.72	7.72	6.82
Fire District	2.86	2.86	2.96	2.96	3.06	3.06	3.06	3.06	3.06	2.56
Debt Service	0.13	0.13	0.13	0.23	0.33	0.33	0.33	0.33	0.33	0.22
Total direct rates	11.45	11.45	9.85	9.85	10.51	10.71	10.91	11.11	11.11	9.60
 Cumberland Special Service District	 2.45	 2.45	 2.45	 2.45	 2.60	 2.70	 -	 -	 -	 -
 Six Flags Special Service District	 3.50	 3.50	 3.50	 3.50	 3.50	 -	 -	 -	 -	 -
 City Rates										
Acworth	37.95	37.95	36.35	36.35	37.06	37.31	37.56	37.81	37.86	36.35
Austell	30.74	30.74	29.04	28.85	29.46	29.71	30.90	31.15	30.32	29.31
Kennesaw	39.85	39.85	38.25	38.25	38.96	39.21	39.46	39.71	39.76	38.25
Marietta	32.86	32.18	30.48	30.48	31.51	31.77	30.73	31.45	31.50	30.49
Powder Springs	39.85	39.85	37.25	37.25	37.96	38.21	38.46	38.71	38.76	37.25
Smyrna	36.48	36.48	34.78	34.78	35.39	35.64	35.89	36.14	36.19	35.18
 School District Cobb County Board of Education	 18.90	 18.90	 18.90	 18.90	 18.90	 18.90	 18.90	 18.90	 18.90	 18.90
 State of Georgia	 -	 -	 -	 -	 0.05	 0.10	 0.15	 0.20	 0.25	 0.25

Source: Cobb County Tax Commissioner's Office

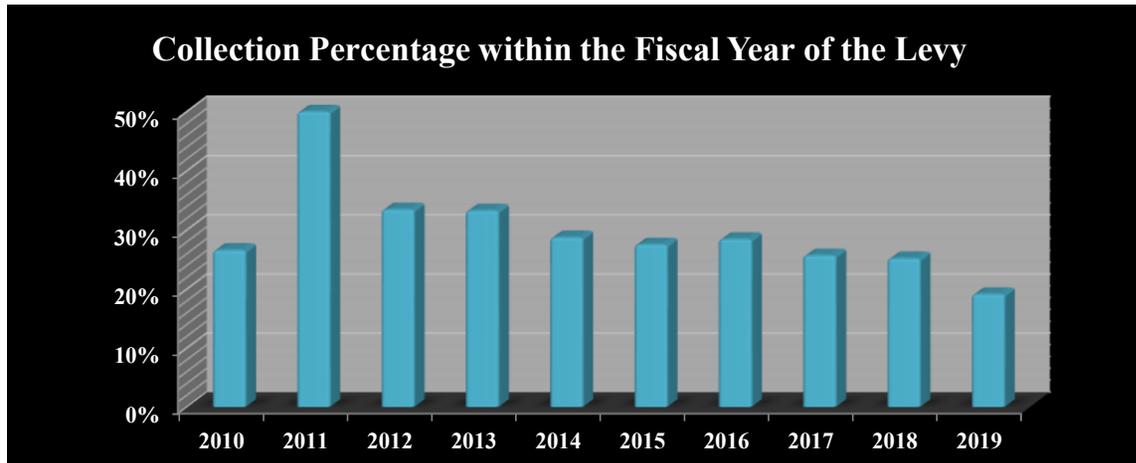
Cobb County, Georgia
Principal Property Tax Payers
Unaudited

Taxpayer	Fiscal Year 2019		Fiscal Year 2010	
	Taxes Levied	Percentage of Total County Taxes Levied	Taxes Levied	Percentage of Total County Taxes Levied
Georgia Power Co.	\$ 16,369,500	4.47%	\$ 8,082,487	3.65%
Home Depot	7,458,428	2.04%	5,172,508	2.34%
ATT/BellSouth Telecommunication	3,735,430	1.02%	2,454,407	1.11%
Ohio Teacher's Retirement Fund			3,259,598	1.47%
Diamondrock Waverly Owner, LLC			1,802,886	0.82%
SP4			2,993,445	1.35%
Lockheed Martin Corp	3,558,994	0.97%	2,452,526	1.11%
Cobb EMC	2,983,788	0.81%	2,933,769	1.33%
Walton Properties	3,553,306	0.97%		
GC Net Lease	2,001,865	0.55%	2,207,716	1.00%
UK Lasalle Inc.	2,317,645	0.63%		
Cousins Properties			1,881,793	0.85%
Wildwood Properties	2,749,728	0.75%		
Galleria LLC/OTR	2,129,576	0.58%		

Source: Cobb County Tax Commissioner's Office.

Cobb County, Georgia
Property Tax Levies and Collections
Unaudited

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
	Adjustments	Amount		Percentage of Original Levy	Amount		Percentage of Adjusted Levy	
2010	\$ 224,451,029	\$ (7,970,209)	\$ 221,187,450	\$ 59,693,126	26.60%	\$ 156,786,089	\$ 216,479,215	97.87%
2011	246,978,483	(7,378,413)	244,851,567	124,618,748	50.46%	114,980,944	239,599,692	97.86%
2012	242,052,858	(10,973,437)	237,323,249	81,038,859	33.48%	150,002,739	231,041,598	97.35%
2013	233,824,893	(6,716,067)	227,108,826	77,847,895	33.29%	149,228,321	227,076,216	99.99%
2014	247,294,515	(6,334,651)	240,959,864	71,107,105	28.75%	169,801,459	240,908,564	99.98%
2015	257,918,079	(4,899,773)	253,018,306	71,060,722	27.55%	181,881,868	252,942,590	99.97%
2016	258,110,165	(4,487,808)	253,622,357	73,434,005	28.45%	180,061,205	253,495,210	99.95%
2017	277,036,463	(5,402,243)	271,634,220	71,214,299	25.71%	200,118,173	271,332,472	99.89%
2018	349,212,898	(6,565,164)	342,647,734	87,968,704	25.19%	253,536,359	341,505,063	99.67%
2019	368,198,441	(1,806,379)	366,392,062	70,453,718	19.13%		70,453,718	19.23%



Cobb County, Georgia
Largest Retail Water System Accounts
Unaudited

Customer	2019			2010		
	Metered Flow (Gallons)	Annual Revenues	Percentage of Total Revenues	Metered Flow (Gallons)	Annual Revenues	Percentage of Total Revenues
Cobb County School System	192,371,000	\$ 2,235,021.83	1.15%	219,963,000.00	\$ 2,016,580.00	1.30%
Cobb County Government	342,794,000	2,573,104.16	1.33%	272,817,000.00	1,540,298.00	0.99%
Kennesaw State University	114,229,000	1,280,062.41	0.66%	106,968,000.00	966,102.00	0.62%
Home Depot	75,266,000	751,513.45	0.39%	59,893,000.00	471,789.00	0.30%
YES Companies EXP2, LLC	70,913,000	768,560.66	0.40%	-	-	0.00%
Wellstar Health System	63,637,000	634,825.21	0.33%	68,883,000.00	564,889.00	0.36%
Walton River LP	60,206,000	661,083.64	0.34%	-	-	0.00%
Georgia Power	141,613,000	1,119,522.94	0.58%	-	-	0.00%
Mid-America Apartments	72,485,000	795,620.96	0.41%	-	-	0.00%
Darling International	51,189,000	467,588.50	0.24%	-	-	0.00%
Lynx Chemical Group	-	-	0.00%	40,330,000.00	465,983.00	0.30%
The Gardens of East Cobb	-	-	0.00%	38,840,000.00	345,862.00	0.22%
Asian II Jupiter Mill LLC	-	-	0.00%	44,386,000.00	396,613.00	0.26%
Stone Ridge @ Vinings	-	-	0.00%	48,306,000.00	429,900.00	0.28%
LSI River Heights, LP	-	-	0.00%	42,866,000.00	380,427.00	0.25%
Total	1,184,703,000	\$ 11,286,904	5.82%	943,252,000	\$ 7,578,443	4.89%

(1) Provided by the CCWS. All revenues are for combined water and sewer service unless otherwise stated. The listing does not include wholesale sewer customers.

(2) Consists of retail water and sewer operating revenues only (i.e. excludes wholesale revenues, miscellaneous revenues, system development fees, and other non-operating revenues).

Cobb County, Georgia
Existing Water Rates
Unaudited

Minimum Monthly Charges

Meter Size	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
5/8 Inch	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
3/4 Inch	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
1 Inch	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00
1.5 Inch	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00
2.0 Inch	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00
3.0 Inch	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00
4.0 Inch	99.60	99.60	99.60	99.60	99.60	99.60	99.60	99.60	99.60	99.60
6.0 Inch	206.40	206.40	206.40	206.40	206.40	206.40	206.40	206.40	206.40	206.40
8.0 Inch	321.60	321.60	321.60	321.60	321.60	321.60	321.60	321.60	321.60	321.60
10.0 Inch	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20
12.0 Inch	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20

Source: Cobb County Water System

Cobb County, Georgia
Existing Sewer Rates
Unaudited

		Rate Per 1,000 Gallons									
		Fiscal Year									
Usage Block	Monthly Usage (gals)	2019		2018		2017		2016		2015	
		Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer
Residential:	Tier 1 (1,000 to 3,000)	\$ 3.16	\$ 6.04	\$ 3.16	\$ 6.04	\$ 2.83	\$ 5.41	\$ 2.83	\$ 5.41	\$ 2.83	\$ 5.41
	Tier 2 (4,000 to 15,000)	\$ 4.87		\$ 4.87		\$ 4.36		\$ 4.36		\$ 4.36	
	Tier 3 (16,000 to 29,000)	\$ 6.06		\$ 6.06		\$ 5.43		\$ 5.43		\$ 5.43	
	Tier 4 (30,000 to 49,000)	\$ 6.90		\$ 6.90		\$ 6.36		\$ 6.36		\$ 6.36	
	Tier 5 (50,000 and above)	\$ 9.21		\$ 9.21		\$ 8.25		\$ 8.25		\$ 8.25	
Non-Residential:		\$ 4.78	\$ 6.04	\$ 4.78	\$ 6.04	\$ 4.28	\$ 5.41	\$ 4.28	\$ 5.41	\$ 4.28	\$ 5.41
		2014		2013		2012		2011		2010	
		Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer
Residential:	Tier 1 (1,000 to 3,000)	\$ 2.83	\$ 5.41	\$ 2.83	\$ 5.41	\$ 2.83	\$ 5.41	\$ 2.83	\$ 5.30	\$ 2.67	\$ 5.10
	Tier 2 (4,000 to 15,000)	\$ 4.36		\$ 4.36		\$ 4.36		\$ 4.11		\$ 3.88	
	Tier 3 (16,000 to 29,000)	\$ 5.43		\$ 5.43		\$ 5.43		\$ 5.12		\$ 4.83	
	Tier 4 (30,000 to 49,000)	\$ 6.36		\$ 6.36		\$ 6.36		\$ 6.00		\$ 5.66	
	Tier 5 (50,000 and above)	\$ 8.25		\$ 8.25		\$ 8.25		\$ 7.78		\$ 7.34	
Non-Residential:		\$ 4.28	\$ 5.41	\$ 4.28	\$ 5.41	\$ 4.28	\$ 5.41	\$ 4.04	\$ 5.30	\$ 3.81	\$ 5.10

Source: Cobb County Water System

Cobb County, Georgia
Fire Sprinkler Service Charges
Unaudited

Meter Size	2010-2019		
	Double Check Detector Assembly	Domestic or Fire Meter (No Backflow) (1)	Unmetered Fire Line (No Backflow) (1)
5/8 Inch		\$ 19.00	
3/4 Inch		\$ 19.00	
1 Inch		\$ 19.00	
1 1/2 Inch		\$ 19.00	
2 Inch	\$ 20.00	\$ 24.00	
3 Inch	\$ 20.00	\$ 32.00	
4 Inch	\$ 20.00	\$ 140.00	
6 Inch	\$ 50.00	\$ 151.00	\$ 200.00
8 Inch	\$ 60.00	\$ 201.00	\$ 250.00
10 Inch	\$ 80.00	\$ 251.00	\$ 300.00
12 Inch	\$ 110.00		\$ 350.00

Cobb County, Georgia
System Development Fees
Unaudited

Fiscal Year	CCWS Portion	Permitting Jurisdiction (3)	Total Fee Collected
2010-2019	\$ 2,400.00	\$ 500.00	\$ 2,900.00

Source: Cobb County Water System

Cobb County, Georgia
Rate Comparison With Other Utilities (1)
Unaudited

Description	Fiscal Year					
	2019			2010		
	Water	Sewer	Total	Water	Sewer	Total
CCWS (Existing)	\$ 31.09	\$ 36.24	\$ 67.33	\$ 26.65	\$ 30.60	\$ 57.25
CCWS (Projected)	\$ 31.09	\$ 36.24	\$ 67.33	\$ -	\$ -	\$ -
Other Public Utilities:						
Fulton County	\$ 24.16	\$ 42.28	\$ 66.44	\$ 21.57	\$ 37.89	\$ 59.46
Paulding County	\$ 59.74	\$ 51.36	\$ 111.10	\$ 38.96	\$ 32.00	\$ 70.96
City of Atlanta	\$ 42.77	\$ 108.41	\$ 151.18	\$ 33.64	\$ 82.75	\$ 116.39
Cherokee County	\$ 37.45	\$ 47.35	\$ 84.80	\$ 30.20	\$ 38.00	\$ 68.20
Douglas County	\$ 41.08	\$ 47.92	\$ 89.00	\$ 32.88	\$ 35.66	\$ 68.54
Gwinnett County	\$ 37.44	\$ 38.08	\$ 75.52	\$ 32.16	\$ 37.89	\$ 70.05
Coweta County	\$ 45.14	\$ 50.30	\$ 95.44	\$ 43.27	\$ 44.65	\$ 87.92
Rockdale County	\$ 39.32	\$ 56.69	\$ 96.01	\$ 33.65	\$ 39.23	\$ 72.88
Clayton County	\$ 34.20	\$ 36.47	\$ 70.67	\$ 28.93	\$ 30.60	\$ 59.53
DeKalb County	\$ 19.50	\$ 74.93	\$ 94.43	\$ 12.42	\$ 44.45	\$ 56.87
Average of Other Utilities	\$ 38.08	\$ 55.38	\$ 93.46	\$ 30.77	\$ 42.31	\$ 73.08

Source: Cobb County Water System

(1) Assumes a residential customer using 6,000 gallons of service per month.

(2) Based on rate adjustments approved by the Board to become effective on January 1, 2017. The proposed rate adjustments will only apply to the volumetric rate components.

Cobb County, Georgia
Wholesale Sewer Rates
Unaudited

Rate Per 1,000 Gallons

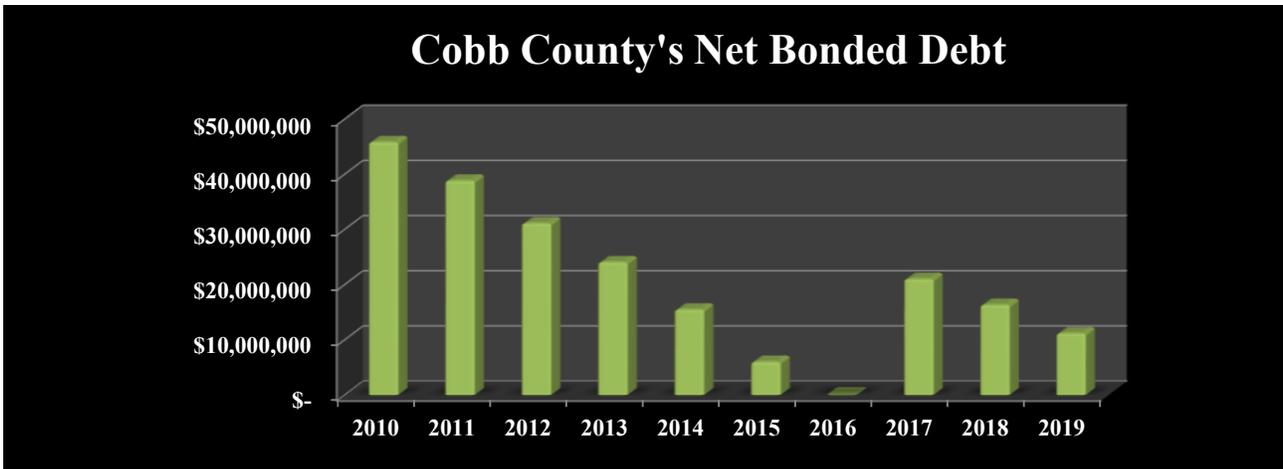
Description	2019	2010
General Wholesale Customers	\$ 4.71	\$ 3.98
Fulton County:		
Flows up to 10.32 MGD	\$ 2.54	\$ 2.15
Flows exceeding 10.32 MGD	\$ 4.71	\$ 3.98

Source: Cobb County Water System

(1) Fulton County funded 50 percent of the cost of the original Sutton WRF, and subsequently receives a reduced rate that excludes a capital recovery component up to the portion of capacity that was funded. A similar provision is in the 2003 agreement between the County and Fulton County for the Sutton WRF replacement project previously discussed.

Cobb County, Georgia
Ratios of General Bonded Debt Outstanding
Unaudited

Fiscal Year	General Bonded Debt Outstanding			Percentage of Personal Income	Percentage Actual Value of Taxable Property	Per Capita
	General Obligation Bonds Net of Related Premiums, Discounts, & Adjustments	Less: Amounts Restricted to Repaying Principal	Net Bonded Debt			
2010	\$ 54,097,458	\$ 8,244,274	\$ 45,853,184	0.15%	0.06%	66.49
2011	47,588,653	8,728,738	38,859,915	0.12%	0.05%	55.72
2012	40,370,000	9,248,141	31,121,859	0.10%	0.04%	43.99
2013	33,920,141	9,841,774	24,078,367	0.08%	0.03%	33.57
2014	26,436,633	10,930,878	15,505,755	0.05%	0.02%	21.24
2015	18,638,155	12,611,608	6,026,547	0.02%	0.01%	8.12
2016	10,514,647	10,490,000	24,647	0.00%	0.00%	0.03
2017	29,525,691	8,500,227	21,025,464	0.06%	0.02%	27.82
2018	23,250,565	6,905,735	16,344,830	0.04%	0.02%	21.36
2019	18,970,439	7,771,914	11,198,525	0.03%	0.01%	14.46



Source: Basic Financial Statements

Cobb County, Georgia
Direct and Overlapping Governmental Activities Debt
Unaudited
As of September 30, 2019

Governmental Unit	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Cities			
Kennesaw	\$ 8,325,000	100%	\$ 8,325,000
Marietta	70,820,000	100%	70,820,000
Powder Springs	8,700,000	100%	8,700,000
Total cities			\$ 87,845,000
Development Authorities			
Acworth	\$ 13,708,000	100%	\$ 13,708,000
Marietta	16,700,000	100%	16,700,000
Smyrna	43,180,000	100%	43,180,000
Total development authorities			\$ 73,588,000
Subtotal, overlapping debt			<u>\$ 161,433,000</u>
Total direct debt			
General Obligation Debt, net of premiums, discounts, and adjustments			18,970,439
Certificates of Participation			7,490,000
Capital Lease Payable			10,182,434
Revenue Anticipation Certificates, net of premiums			5,366,741
Governmental Revenue Bonds, net of premiums, discounts, and adjustments			441,739,197
Total direct debt			<u>\$ 483,748,811</u>
Total direct and overlapping debt			<u><u>\$ 645,181,811</u></u>

(1) Entities are situated entirely within the geographic boundaries of the County

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

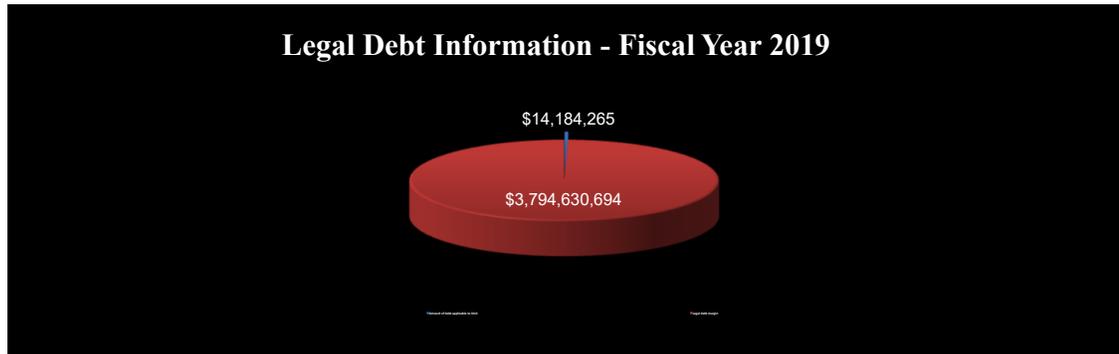
Sources: Assessed value data used to estimate applicable percentages provided by the Cobb County Board of Equalization and Assessment. Debt outstanding data provided by each governmental unit.

Cobb County, Georgia
Legal Debt Margin Information
Unaudited

	Fiscal Year				
	2019	2018	2017	2016	2015
Assessed value of property	\$ 40,283,566,493	\$ 38,088,149,593	\$ 35,200,397,578	\$ 33,410,647,692	\$ 31,279,057,426
Debt limit, 10% of assessed value	4,028,356,649	3,808,814,959	3,520,039,758	3,341,064,769	3,127,905,743
Amount of debt applicable to limit	9,518,086	14,184,265	18,384,773	-	5,828,392
General Obligation Bonds	17,290,000	21,090,000	26,885,000	10,490,000	18,440,000
Less: Resources restricted to paying principal	<u>(7,771,914)</u>	<u>(6,905,735)</u>	<u>(8,500,227)</u>	<u>(10,490,000)</u>	<u>(12,611,608)</u>
Total net debt applicable to limit	9,518,086	14,184,265	18,384,773	-	5,828,392
Legal debt margin	<u>\$ 4,018,838,563</u>	<u>\$ 3,794,630,694</u>	<u>\$ 3,501,654,985</u>	<u>\$ 3,341,064,769</u>	<u>\$ 3,122,077,351</u>
Total net debt applicable to the limit as a percentage of debt limit	0.24%	0.37%	0.52%	0.00%	0.19%

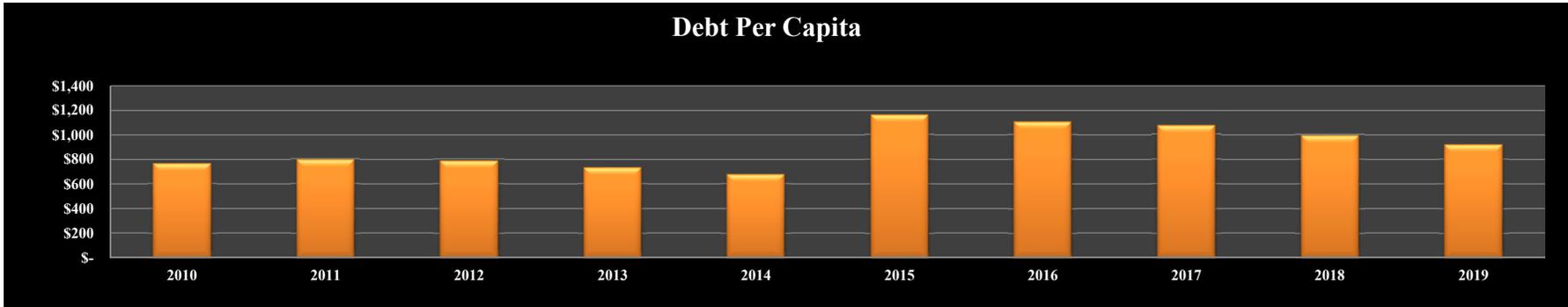
	Fiscal Year				
	2014	2013	2012	2011	2010
Assessed value of property	\$ 29,923,663,025	\$ 28,814,578,201	\$ 29,000,027,430	\$ 29,710,645,634	\$ 31,428,353,769
Debt limit, 10% of assessed value	2,992,366,303	2,881,457,820	2,900,002,743	2,971,064,563	3,142,835,377
Amount of debt applicable to limit	15,134,122	23,533,226	31,121,859	38,341,262	45,235,726
General Obligation Bonds	26,065,000	33,375,000	40,370,000	47,070,000	53,480,000
Less: Resources restricted to paying principal	<u>(10,930,878)</u>	<u>(9,841,774)</u>	<u>(9,248,141)</u>	<u>(8,728,738)</u>	<u>(8,244,274)</u>
Total net debt applicable to limit	15,134,122	23,533,226	31,121,859	38,341,262	45,235,726
Legal debt margin	<u>\$ 2,977,232,181</u>	<u>\$ 2,857,924,594</u>	<u>\$ 2,868,880,884</u>	<u>\$ 2,932,723,301</u>	<u>\$ 3,097,599,651</u>
Total net debt applicable to the limit as a percentage of debt limit	0.51%	0.82%	1.07%	1.29%	1.44%

Source: Cobb County Tax Commissioner's Office



Cobb County, Georgia
Ratios of Outstanding Debt By Type
Unaudited

Fiscal Year	Governmental Activities					Business - Type Activities			Total Premiums, Discounts, & Adjustments	Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Certificates of Participation	Revenue Anticipation Certificates	Revenue Bonds	Capital Leases	Revenue Bonds	Capital Leases	Notes Payable				
2010	\$ 53,480,000	\$ 10,730,000	\$ -	\$ 133,000,000	\$ 16,767,946	\$ 224,675,000	\$ 17,401	\$ 87,374,239	\$ *	\$ 526,044,586	1.75%	762.83
2011	47,070,000	10,490,000	-	128,460,000	10,766,312	212,490,000	-	132,316,878	12,584,669	554,177,859	1.77%	794.60
2012	40,370,000	10,260,000	-	123,685,000	5,907,329	198,990,000	325,654	163,412,065	11,706,761	554,656,809	1.76%	783.91
2013	33,375,000	9,990,000	-	118,650,000	2,298,794	185,325,000	258,842	164,395,534	9,076,216	523,369,386	1.64%	729.74
2014	26,065,000	9,670,000	6,315,000	101,870,000	1,115,021	179,395,000	190,749	156,084,686	11,843,248	492,548,704	1.45%	674.82
2015	18,440,000	9,270,000	6,315,000	483,340,000	20,249,253	165,330,000	121,352	147,533,739	10,502,927	861,102,271	2.40%	1,160.48
2016	10,490,000	8,850,000	6,070,000	477,610,000	25,027,811	152,885,000	-	138,736,509	9,340,771	829,010,091	2.24%	1,104.64
2017	26,885,000	8,415,000	5,820,000	467,890,000	19,731,392	140,040,000	-	129,682,955	10,898,305	809,362,652	2.13%	1,070.94
2018	21,090,000	7,965,000	5,565,000	454,095,000	13,985,297	126,780,000	-	120,368,698	9,492,525	759,341,520	1.94%	992.42
2019	17,290,000	7,490,000	5,305,000	439,825,000	10,182,434	100,415,000	-	115,734,949	14,296,877	710,539,260	1.77%	917.65



* Information prior to 2011 is not readily available

Cobb County, Georgia
Revenue Bond Coverage
Unaudited

Water and Sewer Bonds:

Fiscal Year	Gross Revenues (2)	Direct Operating Expenses (1)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2010	\$ 184,733,255	\$ 113,271,988	\$ 71,461,267	\$ 8,915,000	\$ 9,202,344	\$ 18,117,344	3.94
2011	197,794,263	111,410,679	86,383,584	9,665,000	9,485,689	19,150,689	4.51
2012	201,676,082	114,183,662	87,492,420	10,015,000	9,044,825	19,059,825	4.59
2013	188,229,350	113,474,593	74,754,757	10,395,000	8,588,025	18,983,025	3.94
2014	194,473,101	122,988,407	71,484,694	11,770,000	6,471,112	18,241,112	3.92
2015	200,161,816	126,684,133	73,477,683	11,590,000	6,023,749	17,613,749	4.17
2016	207,690,263	134,860,019	72,830,244	12,330,000	5,679,339	18,009,339	4.04
2017	204,602,109	143,418,500	61,183,609	12,725,000	4,899,075	17,624,075	3.47
2018	203,098,936	136,953,303	66,145,633	13,150,000	4,489,176	17,639,176	3.75
2019	228,549,831	146,320,327	82,229,504	12,775,000	3,558,800	16,333,800	5.16

(1) Depreciation expense not included.

(2) Includes non operating revenues and transfers in.

Cobb County, Georgia
Annual Debt Service Requirements
Unaudited

Year Ending September 30	Governmental Activities General Obligation Bonds		Governmental Activities Revenue Bonds		Business Type Activities Revenue Bonds		Total Primary Government Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020	4,000,000	764,500	14,820,000	18,507,756	13,350,000	3,703,593	32,170,000	22,975,849
2021	4,210,000	559,250	15,425,000	17,968,618	13,490,000	3,590,047	33,125,000	22,117,915
2022	4,430,000	343,250	16,075,000	17,372,814	13,925,000	3,141,800	34,430,000	20,857,864
2023	4,650,000	116,250	16,760,000	16,742,921	14,385,000	2,676,322	35,795,000	19,535,493
2024	-	-	17,490,000	16,079,287	6,910,000	2,192,792	24,400,000	18,272,079
2025-2029	-	-	85,065,000	69,645,606	38,355,000	5,697,836	123,420,000	75,343,442
2030-2034	-	-	60,305,000	55,745,789	-	-	60,305,000	55,745,789
2035-2039	-	-	72,090,000	41,060,438	-	-	72,090,000	41,060,438
2040-2044	-	-	89,185,000	23,242,050	-	-	89,185,000	23,242,050
2045-2048	-	-	52,610,000	3,603,825	-	-	52,610,000	3,603,825
	<u>\$ 17,290,000</u>	<u>\$ 1,783,250</u>	<u>\$ 439,825,000</u>	<u>\$ 279,969,103</u>	<u>\$ 100,415,000</u>	<u>\$ 21,002,390</u>	<u>\$ 557,530,000</u>	<u>\$ 302,754,743</u>

Cobb County, Georgia
Demographic and Economic Statistics
Unaudited

Year	Population (1)	Personal Income (1)	Per Capita Personal Income (1)	County Unemployment Rate (2)
2010	689,600	30,087,950,000	43,631.02	9.5%
2011	697,430	31,321,350,000	44,909.67	8.4%
2012	707,550	31,428,960,000	44,419.42	7.3%
2013	717,200	31,922,440,000	44,509.82	7.1%
2014	729,900	34,055,020,000	46,657.10	6.0%
2015	742,020	35,929,130,000	48,420.70	4.9%
2016	750,480	36,948,200,000	49,232.76	4.5%
2017	755,750	37,975,220,000	50,248.39	3.6%
2018	765,140	39,056,160,000	51,044.46	3.2%
2019	774,300	40,221,270,000	51,945.33	3.2%

City	(2) 2019 Population
Acworth	22,642
Austell	7,213
Kennesaw	34,172
Marietta	60,806
Powder Springs	15,375
Smyrna	<u>56,706</u>
Total	196,914

Source:

- (1) Woods & Poole Economics 2019 Data Pamphlet
- (2) Office of Economic Development and Cobb Chamber of Commerce

Cobb County, Georgia
Principal Employers
Unaudited

Employer	Industry	2019		2010	
		Employees	Percentage of Total County Employment	Employees	Percentage of Total County Employment
Brand Energy & Infrastructure Holdings	Retail	2,800	0.52%		
Cobb County Government	Government	5,375	0.99%	5,103	1.19%
Cobb County Schools	Government	18,301	3.37%	19,123	4.46%
Dobbins Air Force Base	Government	-	0.00%	2,547	0.59%
Home Depot	Retail	13,000	2.39%	11,784	2.75%
Kennesaw State University	Education	4,834	0.89%	3,400	0.79%
Kroger Co.	Retail	2,500	0.46%	1,974	0.46%
Lockheed Martin	Aircraft/Defense	4,700	0.87%	7,568	1.77%
Publix Super Markets	Retail	3,569	0.66%	2,905	0.68%
Ryla Teleservices Inc. (Alorica)	Call Center	-	0.00%	6,011	1.40%
Six Flags Over Georgia	Theme Park	1,926	0.35%	2,226	0.52%
Walmart	Retail	-	0.00%	2,750	0.64%
Wellstar Health System	Healthcare	13,610	2.51%	11,840	2.76%
Worldspan	Retail	-	0.00%	671	0.16%

Source: Office of Economic Development and Cobb Chamber of Commerce

* Total County Employment per Woods & Poole Economics 2019 Data Pamphlet.

Cobb County, Georgia
Building Permits and Construction
Unaudited

Year	Single Family Residence		Commerical Industrial, Other		Total New Construction	
	Permits	Values	Permits	Values	Permits	Values
2019	875	257,271,001	10040	1,097,995,183	10,915	1,355,266,184
2018	982	296,695,988	9776	679,604,979	10,758	976,300,967
2017	943	290,368,248	8882	703,401,304	9,825	993,769,552
2016	939	310,783,719	4786	1,060,620,960	5,725	1,371,404,679
2015	923	314,159,526	4673	763,401,075	5,596	1,077,560,601
2014	938	277,097,942	6414	318,658,575	7,352	595,756,517
2013	1077	316,049,472	5243	395,524,902	6,320	711,574,374
2012	734	203,691,614	4933	377,565,829	5,667	581,257,443
2011	586	157,087,812	5144	466,193,085	5,730	623,280,897
2010	467	107,288,665	5041	267,126,934	5,508	374,415,599

Source: Cobb County Building Inspections Department

Cobb County, Georgia
Commercial and Saving Bank Deposit
Unaudited

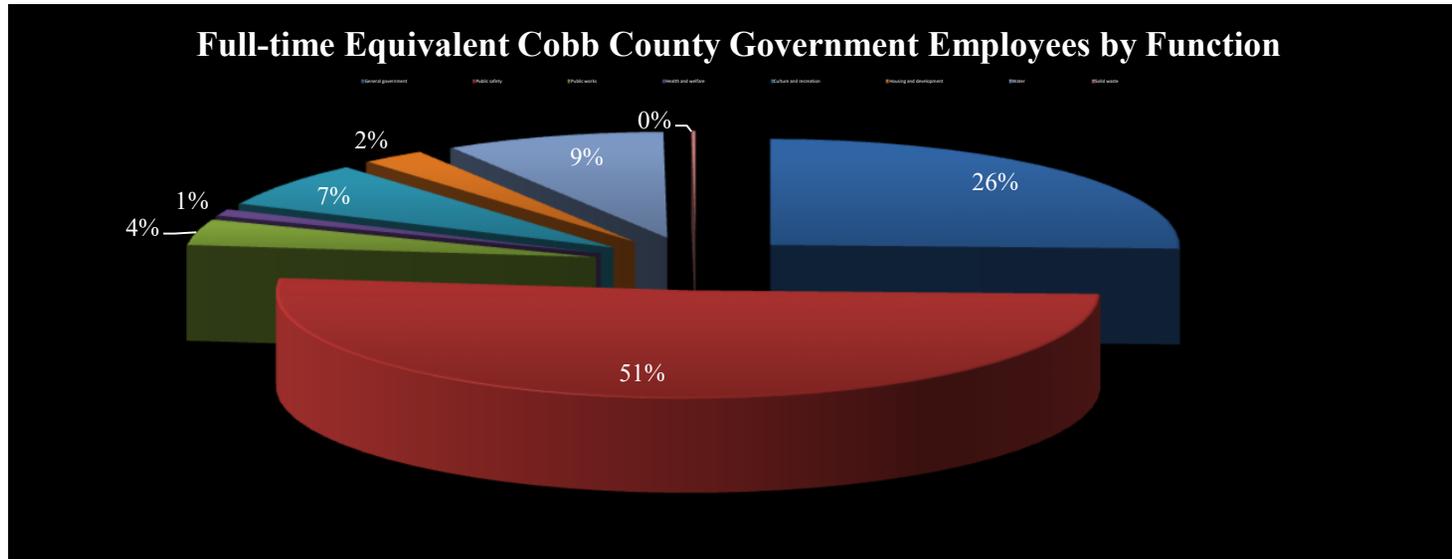
Combined Financial Institutional Statistics

Year	Total Deposits (in thousands)
2019	\$ 15,632,932
2018	\$ 15,215,670
2017	\$ 13,416,881
2016	\$ 13,796,846
2015	\$ 11,935,855
2014	\$ 10,933,235
2013	\$ 10,269,243
2012	\$ 10,102,532
2011	\$ 9,489,929
2010	\$ 9,467,972

Source: Federal Deposit Insurance Corporation

Cobb County, Georgia
Full-time Equivalent Cobb County Government Employees by Function
Unaudited

Function/Program	Full-time Equivalent Employees as of September 30									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General government	1,133	1,119	1,109	1,102	1,174	1,141	1,148	1,150	1,141	1,143
Public safety	2,276	2,290	2,285	2,240	2,260	2,348	2,304	2,294	2,294	2,294
Public works	174	171	159	153	161	165	165	159	148	148
Health and welfare	45	44	46	45	67	46	45	43	53	53
Culture and recreation	305	304	296	288	447	292	291	318	318	318
Housing and development	111	112	109	93	110	90	88	92	92	93
Water	385	377	394	389	408	434	429	429	429	429
Solid waste	7	6	4	4	4	4	4	6	6	7
Total	4,436	4,423	4,402	4,314	4,631	4,520	4,474	4,491	4,481	4,485



Source: Cobb County Human Resources Department

Cobb County, Georgia
Operating Indicators by Function
Unaudited

Function/Program	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General government										
Vehicle tags issued	639,497	640,101	639,008	632,791	721,751	698,400	698,010	632,813	695,116	681,339
Public safety										
E-911 calls	387,629	385,518	388,150	400,401	414,371	399,038	381,924	393,208	380,090	382,357
Police service calls	502,039	471,146	490,607	481,449	506,325	483,756	454,620	458,160	457,878	488,890
Fire/EMS dispatches	85,674	86,708	86,802	84,309	77,386	74,074	68,021	64,823	64,854	61,841
Public works										
Miles of road resurfacing	52.86	48.43	69.73	83.00	87.00	124.00	124.00	92.00	64.00	35.93
Health and welfare										
Number of child support cases	5,593	5,562	5,782	5,975	5,988	6,436	6,217	7,500	7,587	7,814
Culture and recreation										
Golf rounds played	38,540	39,075	38,609	41,334	39,940	38,795	42,014	44,848	40,385	24,198
Housing and development										
Building permits issued	10,915	10,758	9,825	5,725	5,596	7,352	6,319	5,667	5,730	5,508
Water										
Water accounts	191,743	183,377	182,020	180,886	179,882	177,969	176,207	174,837	176,406	175,688
Water Purchase	62,255,752	57,607,002	57,831,648	56,906,048	53,144,642	50,166,716	45,611,090	47,698,883	44,919,089	40,513,474
Sales	103,195,634	92,177,941	94,229,181	94,661,829	91,752,406	88,651,958	86,189,236	93,143,253	89,932,972	82,614,026
Daily average consumption										
- 1,000 gal units	56,868	54,055	55,611	56,167	54,408	53,104	51,552	56,709	56,909	56,312
Solid waste										
Solid waste and compost tonnage	**	**	**	**	**	**	**	**	**	**

Source: Department managers within each function/program.

* Information not available

**At the end of FY2009, Solid Waste was privatized

Cobb County, Georgia
Capital Asset Statistics by Function
Unaudited

Function/Program	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General government										
Fleet service bays	23	23	23	23	23	23	23	23	23	23
Public safety										
Police stations	7	6	6	6	6	6	6	6	6	6
Fire stations	29	29	29	29	30	30	30	30	31	31
Public works										
Miles of road***	2,396	2,434	2,431	2,426	3,290	3,228	3,275	3,256	3,451	3,418
Miles of sidewalks	1,254	1,243	1,231	1,227	1,225	1,210	1,186	1,174	1,160	1,146
Health and welfare										
Senior service facilities	6	6	6	6	6	6	6	5	4	5
Culture and recreation										
County parks	90	90	78	77	77	77	77	77	77	77
County libraries	15	16	16	16	16	17	17	17	17	17
County golf courses	2	2	2	2	2	2	2	2	2	2
Housing and development										
HUD homes built	8	10	13	6	7	4	28	14	2	1
Water										
Miles of water mains*	3,044	3,324	3,286	3,282	3,215	2,907	3,150	3,133	3,130	3,121
Miles of sewers*	2,742	2,646	2,613	2,623	2,593	2,607	2,603	2,605	2,596	2,611
Solid waste										
Landfills	3	3	3	3	3	3	3	3	3	3

Source: Department managers within each function/program.

*In 2010, Water began utilizing Geographical Information System [GIS] to calculate assets. Historical data has been revised based on 2010 GIS quantities

***In 2012, the miles of roads indicator was reduced so as to not include private roads.

Cobb County, Georgia
Existing Authority Water & Sewer Treatment System Capacities
Unaudited

Description	Fiscal Year		Fiscal Year	
	2019		2010	
	Wyckoff Plant	Quarles Plant	Wyckoff Plant	Quarles Plant
Water Treatment (MGD)	86.00	86.00	72.00	86.00
Raw Water Pumping (MGD)	139.00 (2)	143.00	84.00	96.00
Treated Water Pumping (MGD)	133.00 (2)	120.00	100.00	125.00
Raw Water Storage (MG)	0.00 (1)	25.00	0.00 (1)	18.00
Clear Well Storage (MG)	6.00	14.00	6.00	8.00
Potable/Finished Water Storage (MG)	Combined = 40.10		Combined = 35.60	
Combined Average Daily Production	84.97 MGD		83.30 MGD	

Treatment Plant	Date in Service	Fiscal Year		Fiscal Year	
		Existing Capacity	Capacity Used (%)	Existing Capacity	Capacity Used (%)
R.L. Sutton	1973	60.00	48%	60.00	47%
South Cobb	1964	40.00	69%	40.00	69%
Noonday	1973	20.00	55%	20.00	51%
Northwest	1987	12.00	59%	12.00	58%
Total		132.00		132.00	

Source: Cobb County Water System

Cobb County, Georgia
 Historical System Accounts
 Unaudited

<u>Fiscal Year</u>	<u>Water</u>		<u>Sewer</u>	
	<u>Accounts</u>	<u>% Change</u>	<u>Accounts</u>	<u>% Change</u>
2010	175,688	0.35%	146,172	0.96%
2011	176,406	0.41%	147,299	0.77%
2012	174,837	-0.89%	148,332	0.70%
2013	176,207	0.78%	151,161	1.91%
2014	177,969	1.00%	152,399	0.82%
2015	179,882	1.07%	153,480	0.71%
2016	180,886	0.56%	150,042	-2.24%
2017	182,020	0.63%	150,897	0.57%
2018	183,377	0.75%	152,120	0.81%
2019	191,743	4.56%	159,346	4.75%

Source: Cobb County Water System



COMPLIANCE SECTION

The Compliance Section includes the special report of the 1 percent Sales and Use Tax and the Water System Comparative Statement of Revenues and Expenses as required by the Security and Exchange Commission's Rule 15c2-12(b)(5).

Cobb County, Georgia
Road Sales Tax Funds
Schedule of Projects Constructed with Special Sales Tax Proceeds
For the Fiscal Year Ended September 30, 2019

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years (1)	Current Year	Total	
2006 SPLOST:						
Public Safety						
Jail Expansion	\$ 110,000,000	\$ 110,000,000	\$ 109,999,999	\$ -	\$ 109,999,999	100.00%
New Court House	55,000,000	63,380,000	63,312,715	64,925	63,312,715	99.89%
800Mhz Communication System:						
Cobb County	22,625,636	23,556,090	23,556,090	-	23,556,090	100.00%
City of Acworth 800Mhz	208,728	229,395	229,395	-	229,395	100.00%
City of Austell 800Mhz	160,334	192,681	192,681	-	192,681	100.00%
City of Kennesaw 800 Mhz	353,942	428,767	428,767	-	428,767	100.00%
City of Marietta 800 Mhz	2,519,952	1,409,151	1,409,151	-	1,409,151	100.00%
City of Powder Springs 800 Mhz	281,340	253,476	253,476	-	253,476	100.00%
City of Smyrna 800 Mhz	850,068	930,440	930,440	-	930,440	100.00%
Transportation:						
Cobb County	525,324,286	545,586,977	519,829,480	6,566,001	526,395,481	96.48%
City of Acworth	11,090,749	9,974,670	9,974,670	-	9,974,670	100.00%
City of Austell	2,042,132	1,743,270	1,743,270	-	1,743,270	100.00%
City of Kennesaw	9,931,674	7,988,479	7,988,479	-	7,988,479	100.00%
City of Marietta	58,273,797	52,533,354	52,533,354	-	52,533,354	100.00%
City of Powder Springs	13,212,326	11,537,187	11,537,187	-	11,537,187	100.00%
City of Smyrna	42,725,391	37,005,532	37,005,532	-	37,005,532	100.00%
Program Total	\$ 854,600,355	\$ 866,749,469	\$ 840,924,686	\$ 6,630,926	\$ 847,490,687	97.78%
2011 SPLOST:						
Facilities						
Parks	\$ 16,748,420	\$ 24,122,397	\$ 20,113,136	\$ 336,948	\$ 20,450,084	84.78%
Public Safety	82,023,000	87,098,000	81,832,346	1,888,181	83,720,527	96.12%
Equipment	10,931,400	9,642,488	9,438,700	197,270	9,635,970	99.93%
800Mhz Communication System	1,965,000	1,965,000	1,961,502	-	1,961,502	99.82%
Transportation:						
Cobb County	250,885,000	350,241,791	305,890,039	15,442,995	321,333,034	91.75%
City of Acworth	13,323,141	14,468,360	14,465,016	-	14,465,016	99.98%
City of Austell	4,672,186	5,073,793	5,072,620	-	5,072,620	99.98%
City of Kennesaw	22,107,998	24,008,337	24,002,788	-	24,002,788	99.98%
City of Marietta	44,799,421	48,650,249	48,639,004	-	48,639,004	99.98%
City of Powder Springs	10,678,598	9,596,499	9,593,820	-	9,593,820	99.97%
City of Smyrna	33,934,318	38,851,214	38,842,695	-	38,842,695	99.98%
Program Total	\$ 492,068,482	\$ 613,718,128	\$ 559,851,666	\$ 17,865,394	\$ 577,717,060	94.13%
2016 SPLOST:						
Facilities						
Libraries	\$ 23,228,600	\$ 23,401,435	\$ 9,260,655	\$ 1,738,975	\$ 10,999,630	47.00%
Technology	23,203,167	28,553,167	12,886,350	8,872,593	21,758,943	76.21%
Parks	30,079,000	30,079,000	2,685,332	589,004	3,274,336	10.89%
Public Health	77,508,779	76,158,779	39,170,729	10,293,300	49,464,029	64.95%
Public Safety	6,500,000	7,835,728	7,835,728	-	7,835,728	100.00%
Senior Services	115,051,584	133,782,244	50,947,344	23,440,086	74,387,430	55.60%
Transportation:	2,201,580	2,201,580	2,153,437	2,488	2,155,925	97.93%
Cobb County	287,331,467	394,258,033	143,661,537	73,428,841	217,090,378	55.06%
City of Acworth	21,208,827	21,208,827	11,563,708	4,488,072	16,051,780	75.68%
City of Austell	6,725,280	6,725,280	3,548,427	1,423,159	4,971,586	73.92%
City of Kennesaw	31,602,891	31,602,891	17,117,779	6,687,595	23,805,374	75.33%
City of Marietta	58,353,902	58,353,902	30,788,985	12,348,468	43,137,453	73.92%
City of Powder Springs	14,231,720	14,231,720	7,765,159	3,011,623	10,776,782	75.72%
City of Smyrna	52,773,203	52,773,203	29,278,473	11,167,517	40,445,990	76.64%
Program Total	\$ 750,000,000	\$ 881,165,789	\$ 368,663,642	\$ 157,491,721	\$ 526,155,363	59.71%

(1) As revised.

Cobb County, Georgia
Water and Sewer Enterprise Fund
Comparative Statements of Revenues and Expenses
For the Fiscal Years Ended September 30, 2019 and 2018

	2019	2018
Operating revenues:		
Water sales	\$ 102,967,178	\$ 92,177,941
Sewer sales	115,883,061	102,204,599
Water connection charges	4,793,276	4,771,321
Sewer connection charges	2,790,615	1,600,510
Other	346,545	838,688
Total operating revenues	226,780,675	201,593,059
Operating expenses:		
Administrative	25,282,348	24,066,707
Engineering	2,782,127	2,837,765
Water operations	71,284,037	66,565,391
Sewer operations	46,971,815	43,483,440
Total operating expenses	146,320,327	136,953,303
Operating income before depreciation	80,460,348	64,639,756
Less depreciation	(50,846,526)	(54,419,095)
Operating income	29,613,822	10,220,661
Nonoperating revenues (expenses):		
Interest income	892,115	644,241
Interest and fiscal charges	(8,472,375)	(4,872,294)
Amortization	750,211	640,722
Gain from sale of capital assets	78,618	140,396
Total nonoperating revenues (expenses)	(6,751,431)	(3,446,935)
Net income before transfers and capital contributions	22,862,391	6,773,726
Capital contributions	21,654,601	17,991,751
Total capital contributions	21,654,601	17,991,751
Transfers:		
Transfers in	48,212	80,518
Transfers out	(21,194,575)	(21,845,936)
Total transfers	(21,146,363)	(21,765,418)
Extraordinary item	(22,007,537)	-
Change in net position	\$ 1,363,092	\$ 3,000,059

Note: The comparative financial statement above has been prepared in order to meet continuing disclosure requirements as set forth in the Security and Exchange Commission's Rule 15c2-12(b)(5).