



Barrow County, Georgia

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR NINE MONTH PERIOD ENDED JUNE 30, 2017





BARROW COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

Prepared by: DEPARTMENT OF FINANCE
Rose Kisaalita, CPA
Chief Financial Officer



**BARROW COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Introductory Section

- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting
- Principal Officials
- Organizational Chart



Barrow County Board of Commissioners

30 North Broad Street, Winder, Georgia 30680

December 18, 2017

Citizens of Barrow County
and the Board of Commissioners
Barrow County, Georgia

The Comprehensive Annual Financial Report of Barrow County, Georgia (the "County") for the nine month period ended June 30, 2017, is submitted in accordance with the Official Code of Georgia 36-81-7. This Code requires that the County publish, within six months of the close of each fiscal year, a complete set of audited financial statements. Responsibility for the accuracy, completeness, and fairness of the presented data, including all disclosures, rests with the County. We believe the data, as presented, is accurate in all material aspects. This form of presentation is designed to facilitate a better understanding of the financial operations of Barrow County. In developing and refining the County's accounting system, consideration is given to the adequacy of internal accounting controls. Because the cost of controls should not exceed the benefits to be derived, the objective is to provide reasonable, rather than absolute assurance, that the financial statements are free of any material misstatements. We have achieved the goals of sound internal accounting controls through a combination of written procedures, implementation of working checks and balances, sound information systems, periodic reviews of systems and results, and special reviews of new and emerging issues.

The County has prepared the financial statements to meet the current applicable requirements of the Governmental Accounting Standards Board (GASB). The basic financial statements in this report have been audited by Mauldin & Jenkins, LLC. Based on their audit, Mauldin & Jenkins, LLC has concluded that there is a reasonable basis for rendering an unmodified opinion that the County's financial statements for the nine months period ended June, 2017 are fairly presented in conformity with Generally Accepted Accounting Principles (GAAP). The independent auditor's report is presented as the first part of the Financial Section of this report.

The Comprehensive Annual Financial Report (CAFR) has three main sections: (1) Introduction – this includes the transmittal letter, principal officials, and the organizational chart. The letter of transmittal is designed to complement the management's discussion and analysis (MD&A) and should be read in conjunction with the audit; (2) Financial – this contains the independent auditor's report, MD&A, the basic financial statements with notes, individual and combining statements and schedules for individual funds, and the required supplementary information (RSI). The MD&A should be read in conjunction with this letter of transmittal and the financial statements; and (3) Statistical – this includes selected financial and demographic information presented mostly in multi-year form.

As required by Generally Accepted Accounting Principles (GAAP), this report includes all the funds of Barrow County (the primary government) and its component units. Component units are legally separate entities for which the primary government is financially accountable. The County reports the following entities as discretely presented component units: the Health Department and the Barrow County Airport Authority. Additional information about the County as a reporting entity is provided in the Notes to the Financial Statements.

PROFILE OF BARROW COUNTY GOVERNMENT

Barrow County was created in 1914 out of portions of Gwinnett, Jackson, and Walton counties and is located in the northeast portion of the State of Georgia. Barrow County ranks 152nd in size and claims 162.8 square miles within its boundaries. Barrow County has six municipalities contained within its borders. The City of Auburn and the Town of Carl are located on the western end; the Town of Bethlehem is located on the southern end; the City of Statham is located on the eastern end; the City of Winder is located in the center of the County; and the Town of Braselton is located on the northwest side of the County. Barrow County is empowered to levy a property tax on real property located within its boundaries. The County has operated under the county manager form of government since 2013. The governing authority of the County is composed of six commissioners elected by districts and a chairperson elected at-large, all for four year staggered terms. Policy making and legislative authority are vested in the governing authority. On November 8, 2011, the citizens of Barrow County voted to create a new position of County Manager to supervise, direct, and control the day-to-day activities and business operations of the County government. This position took effect on January 1, 2013. As a result of the vote, the Chairperson of the Board converted from a full-time chairperson to a part-time chairperson. Additional information about current activities of the County can be obtained at the County's web site, www.barrowga.org.

The County provides a full range of public services including: Emergency Services (Fire, EMS, EMA, and 911); Senior Citizens Center; Parks & Recreation; Amphitheater; Elections; Animal Control and Shelter; Economic & Community Development (building permits and inspections; business and alcohol licenses; Planning & Zoning); Geographic Information Systems (GIS); Roads, Bridge and Streetlights Maintenance; Water Services and Wastewater Services; Storm Water Services; Tax Assessments and Tax Collections; Public Safety (Sheriff Office, Detention Center, and Coroner); and Court Services (Probate Court, Magistrate Court, Superior Court, Juvenile Court, and Drug Court, Public Defender and District Attorney).

THE BUDGET PROCESS

In accordance with State law, Barrow County adopts an annual operating and capital budget consistent with generally accepted accounting principles. The County is required to adopt an initial budget for the fiscal year no later than June 30, preceding the beginning of the fiscal year on July 1. This budget serves as the foundation for the County's financial planning and control for management in carrying out the daily operations of the County's various services that it provides. The budget is developed on a line item basis with the focus on the cost of services. The County's budget is adopted by the Board of Commissioners after a State required public hearing and two public notices. The legal level of budgetary control is at the departmental level. The departments are permitted to transfer appropriations within the department. Budgetary amendments require the approval of the Board of Commissioners. Budgetary control is maintained using an encumbrance system and through management's monthly financial statement review and analysis.

BARROW COUNTY'S ECONOMIC CONDITION AND OUTLOOK

Barrow County is located within Georgia's Innovation Crescent region which is a coalition of more than 15 counties and economic development entities that are focused on life sciences and technology growth. The region starts in Atlanta, home to the nation's busiest airport, and ends in Athens-Clarke, home of the University of Georgia. This coalition is attracting attention from the life sciences and technology firms' community wishing to establish in Georgia.

Barrow County has seen significant growth in population and new development, both residential and non-residential. The County's population, according to the 2010 National Census, was 69,367 which was a 50.33% increase over the previous 10 year period. Barrow County continues to grow with an estimated population for 2016 of 77,126 according to the US Census. Barrow County's unemployment rate was 4.5% while the State's unemployment rate was 5.5%, by end of 2016 according to the US Bureau of Labor Statistics. New development in both residential and commercial properties continues as the County rebounds from the recession.

Local businesses and industries have expanded and invested in Barrow County in 2017. Ft. Yargo State Park, consistently one of the top five most visited parks in the State, has adopted the first new Master Plan in the State park system that will be used as a model for future State park master plans and will ensure a steady stream of tourism dollars for the community. The Plan includes facilities for increased day use and overnight stays, improved access, conference space, recreational facilities and connection to Downtown Winder. The Park has received \$2.9 million in funding through the State Legislature for construction of the first phase of the masterplan and has bid out the project for construction. Schuetz Container Systems has added \$4 million in new equipment in 2017 with plans to add another processing line in 2018 to increase productivity. Progress Container, after acquiring additional acreage around their existing facility, have completed the design/permitting phase of a new 170,000 square foot addition and have bid construction for completion in 2018. Green4U, an electric vehicle manufacturer, has begun development and limited production of Neighborhood Electric Vehicles (NEV) in partnership with DeltaWing and Panoz Automotive. ProMach, a food equipment manufacturing company, has leased an existing 150,000 square foot facility for their new manufacturing facility in Barrow County. The move into the County brought over \$3 million in capital investment in the finish and retrofit of the existing building, as well as, 90 new jobs.

By leveraging over \$1.2 million in State and Federal funds, Barrow County has invested over \$1.5 million in the new Park 53 Industrial & Technology Complex along University Parkway/Highway 316. These dollars have been used for the Georgia Ready for Accelerated Development (GRAD) process through the State of Georgia's Department of Economic Development, the construction of a new entrance road and associated infrastructure, all to promote new industrial development and job creation. Lanier Technical College and the Barrow County Sims Academy for Innovation and Technology opened their doors to the new Barrow County Workforce Development Campus adjacent to Park 53 Industrial & Technology Complex in 2015. Lanier Technical College has completed the \$18.4 million, 67,000 square foot, state of the art facility in concert with the \$12 million Barrow County Sims Academy for Innovation and Technology. Both of these institutions will provide excellent workforce development and training for new and existing industries.

The Georgia Department of Economic Development and Site Selector Firms have provided over thirty requests for information associated with prospective industries that are looking for new locations within the state. These requests reflect interest in the community by companies located state side and overseas. The industry types are advanced manufacturing, automotive suppliers, pharmaceuticals, food manufactures, data centers and medical devices. Many of the interested companies consist of foreign direct investment (FDI) from countries such as China, Japan, Germany, and Switzerland.

New single family home permits have held steady at 280 for 2017 in the unincorporated portion of the County with over 400 new starts County wide. Values for land and single family homes continues to rise year over year. Over 61,000 square feet of commercial buildings was added during the 2017 digest year depicting the considerable and continued commercial interests the community has generated along University Parkway/Highway 316 connecting Atlanta to Athens.

Funding for the operations of the County comes from the following primary sources: taxes, licenses and permits, fines and forfeitures, charges for services and state and federal grants. During the past five years, revenue from taxes have increased by \$2,130,627 (\$35,737,184 in fiscal year 2013 as compared to \$37,867,811 in the nine month period ended June 30, 2017). Most of the increases have been in property taxes, insurance premium taxes and motor and vehicle taxes.

Public Safety expenditures were 43.75% of the total expenditures for governmental funds for the nine month period that ended June 30, 2017.

LONG TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

On December 8, 2015, the Board of Commissioners voted to change the County's fiscal year from October 1, through September 30, to July 1, through June 30, starting with fiscal year 2017, to better lineup with the State of Georgia's fiscal year. So, fiscal year 2017 was for nine months period that started on October 1, 2016 and ended June 30, 2017.

On March 15th, 2011, Barrow County citizens voted to extend the current SPLOST for another six years beginning July 1, 2012 to fund an additional \$60 million of capital improvements and debt payments. As of June, 30, 2017, the County had collected \$46,273,795. The 2012 SPLOST program is designated to fund the following projects: 2005 general obligation bonds, Bear Creek Reservoir debt payments, purchase of various equipment, road, bridge, and sidewalk improvements, parks and recreation projects, water and sewer system projects, and allocations to each cities for their capital projects.

On November 7th, 2017, Barrow County citizens voted to extend the current SPLOST for another five years beginning July 1, 2018 to fund an additional \$56 million of capital improvements. The 2018 SPLOST program is designated to fund the following projects: purchase of various equipment, roads, bridges, and sidewalks improvements, parks and recreation projects, water and sewer system projects, and allocations to each city for their capital projects.

In fiscal year 2015, the Board revised the unassigned fund balance policy from 30% of General Fund expenditures to a minimum of 2 months (16.67) and a maximum of 3 months (25%). Unassigned fund balance in the General Fund at the nine month period ended June 30, 2017 represented 5.33 months or 59.22% of General Fund expenditures. The nine month end period ended June 30, 2017 amount is within the minimum target set by the policy guidelines.

The fiscal year 2018 budget was prepared in accordance with section 36-81-(1-6) of the Official Code of Georgia Annotated. In addition, while developing the budget the following priorities were taken into consideration: Continue to minimize the financial impact of county operations on its citizens through conservative budgeting practices that focus on achieving enhanced efficiency and effectiveness throughout the organization; Implement a Pay for Performance system across all County departments with the exception of the Sheriff's Office and Detention Center; Provide funding for a salary adjustment within the Sheriff's Office and Detention Center in order to address ongoing staffing shortages and the resulting increased overtime expense; to update the Capital Improvement Plan every year; Continue to provide outstanding government services at adequate levels; and continue to maintain a healthy reserve fund balance in accordance with the Revised GASB 54 Fund Balance Policy as adopted by the Board of Commissioners.

The County's tax digest and sales tax revenue are anticipated to continue to increase as well as residential and retail/commercial building activity. County programs and services are expected to remain constant in an effort to keep the cost of government as low as possible. Looking towards FY2019 and beyond, the County will have challenges, however they are good challenges, which are a direct result of our success as a vibrant, growing, and diverse community.

In addition, the implementation of the FY2019-FY2023 Capital Improvement Program will be addressed, including an emphasis on critical infrastructure projects such as roadway maintenance, sewer and water system improvements, and buildings and facilities. The programmed replacement of essential vehicles and equipment, is also critically important to ensure the County continues to provide outstanding service to the community

Fiscal Year 2018 Budget (\$73,180,102) included \$14,463,283 in its Capital Improvements Program (CIP). Fiscal year 2018 CIP include \$597,074 for the purchase of eighteen (18) vehicles for various departments, \$9,913,036 for road work, \$225,000 for parks and recreation projects, \$311,714 for upgrade and replacement of the computer system infrastructure and equipment, \$306,000 for a med unit and a med unit remount, \$485,000 for a rescue pumper, \$653,729 for various equipment, \$500,849 for Parks 53 Industrial Complex project, \$126,091 for building maintenance and repairs, and \$1,209,790 for various water and sewer projects.

During the nine month period that ended June 30, 2017, the County purchased twenty three vehicles for the following departments: One vehicle for the Tax Assessor's office at \$19,354; twenty vehicles for the Sheriff's office at \$727,450; one vehicle for Economic and Community Development at \$22,568 and improvement to a mini fire truck for \$11,232.

The County also purchased various equipment for various departments as follows: Lucas Automatic Chest Compression Devices at \$99,213 for the Emergency Services; Voice Recorder for E911 at \$26,158; Kennel Cages for Animal Control at \$11,675; Front End Loader for Roads and Bridges at \$127,000; Two Bush Cutters for Roads and Bridges at \$212,912; 5 MG Tank Mixer for Water and Sewer for \$333,841.

Computers and various software for various departments were purchased follows: Agenda Software at \$10,200 for the Clerk of Commission's office; Power Vault MD3420, 12G SAS, 2U-24 drive at \$18,780 for IT; Net Work Switches at \$24,699 for IT; Courtroom Recording Software at \$36,412 for various courts; Desktop Computers at \$59,814 for the Sheriff department. Installation of the Business License Software (\$16,363) and the Building Permit Software (\$14,731) was completed.

Buildings and Grounds department completed the roof replacement project for the Library and Annex Building at \$36,542; started the roof replacement on the old Historic Court House – total estimated cost is \$126,350; replaced the HVAC Units at the library at \$8,800. The Boiler at the Jail was replaced at \$21,000; water heaters at the Jail were replaced at \$225,312. Roof Walkway to access HVAC at the new Courthouse was started. Total estimated cost is \$75,000. Replacing the kitchen flooring at the Jail was started. Estimated cost is \$106,565. Work on the exterior office replacement for Wastewater systems was completed at \$14,261. A new entryway and handicap accessible door mechanisms was installed the at the Elections department:

Roads and Bridges department performs various duties such as patching the roads, cutting the right of ways, adding gravel and grading dirt roads, removing trees and debris from the roadway, replacing road name sign and post or directional signs and regulatory signs. The department cuts the right of way of 426 miles of paved roads three to four times a year, grades 37 miles of dirt road three times a year. The department resurfaced Cedar Creek Court off of Anita drive and also Mears Street and Elder Road. This department also patched many subdivisions, and also completed sidewalk on Haymon Morris road. \$772,825 was spent on the 2016 LMIG Road projects, \$950,589 was spent on the 2016 non-LMIG Road Maintenance projects, continued with the West Winder By-Pass using SPLOST Funds, Georgia Department of Transportation (GDOT) will fund the additional engineering for Phase III. Total spent in the nine months period ended at June 30, 2017 \$827,311 out of which \$550,422 was from GDOT grant. The department also continued work on the Ed Hogan intersection improvement project, total cost in nine months period was \$354,423. Work on the Old Hog Mountain road was completed at total Cost of \$1,093,204, out of which \$1,079,329 was from a grant from the GDOT.

The Barrow County Emergency Services, Fire Rescue Division responded to 6,199 Fire Rescue Incidents, 10% increase in fire response, 932 Motor Vehicle Accidents, average response time of 7 minutes. The Division also completed one recruit class and deployed six newly certified personnel. It purchased and placed into service 12 sets of Personal Protective Equipment (PPE) for a total of \$18,576. Three Lieutenants were promoted. Five personnel attended the National Fire Department Instructors Conference. Also the Department-wide Rules & Regulations were deployed.

The Barrow County Emergency Services, Emergency Services Division responded to 7,968 EMS incidents, which represents a 15% increase over the previous year. For the nine months period that ended June 30, 2017, 4,442 patients were transported. The Division continued to be the leader in the region for ST-Elevated Myocardial Infraction (STEMI) Intervention (Avg. 51 minute). The Division also purchased and placed into service 20 sets of PPE for a total cost of \$27,864. Lucas Devices were purchased and placed into service at \$99,213, there was an immediate increase of Return of Spontaneous Circulation (ROSC). Received Georgia Emergency Medical Services (GAEMS) trauma grant of \$7,060. As a result Airtraq Video Laryngoscope was purchased with the grant and were placed on med units. The division has also updated and deployed the new Clinical Care Protocols to include advanced STEMI care. The Barrow County Emergency Services, EMA Division, completed the required update to the Local Emergency Operations Plan (LEOP) and purchased and placed into service the Orion Damage Assessment software.

The Barrow County Emergency Services, E911 Division dispatched 123,613 incidents for all agencies (Law Enforcement, Fire Rescue, EMS) which was 44% increase compared to the previous year. The Division handled 104,896 law enforcement incidents, and 18,717 fire rescue/EMS incidents. The Division

has started implementing the New Phone Switch project. During the year, the Division also hosted a Communications Officer Refresher Course. The first major update to the radio system was completed and the New Scheduling software was placed into service during the nine month period ended June 30, 2017.

The Barrow County Sheriff's office continued to provide safety for our citizens in a professional manner. They received 3rd Place in the State for the Governor's Office of Highway Safety Challenge. This is the 8th straight year the Barrow County Sheriff's Office has been recognized by the Governor's Office of Highway Safety. The Sheriff's office joined forces with Winder Police Department to provide for 40 kids at Christmas with our Shop with a Cop program. The department also sponsored 15 youth to participate in our "Participating in the Lives of Area Youth" (PLAY) Program.

The Tax Assessors Department continued to work on the Personal Property audits in an effort to make sure all accounts are taxed fairly and equitably throughout the county. Over 1300 Commercial and Industrial accounts had value updates to dictate those accounts were more in line with current sales. A total of over 24,000 properties, including residential and agricultural, were reviewed and updated county wide. The staff worked 392 single family residential permits and over 700 other building permits that added over \$65.5 Million of new growth to the County's digest. The County's net taxable digest for 2017 is almost the same as the pre-recession 2008 net taxable digest of \$1.924 Billion.

Department of Economic and Community Development had several accomplishments including the completion of the Park 53 Entrance Road; completion of the Park 53 Timber Cruise project; completion of the Park 53 Water and Sewer Extensions using \$300,000 One Georgia Grant. The department was also awarded Park 53 Appalachian Regional Commission Grant of \$150,000; successfully re-negotiated 25 year lease and acquired 37 additional acres from State Properties Commission for recreational use. There was 18 Industry Prospect Requests for Information (RFI) and 4 industry prospect site visits. There was 2 Great American Clean-up Events, 5,000 pounds of scrap metal collected, 2,243 gallons of paint, 800 tires, and 15 roll off dumpsters used. Twenty-three Commercial Building Permits were issued, 195 Single Family Building Permits were issued and Single Family Building Permits Value was about \$30,152,225.

The Senior Center had a new fitness room installed at the Senior Center in conjunction with the Northeast Georgia Area Agency on Aging. The Board of Commissioners approved two new vehicles for home delivered meal service to disabled seniors.

Leisure Services added two new athletic programs, Girls Volleyball and Girls & Boys Cross Country; The 9 and 10 year old Girls Softball team won the Georgia State Championship tournament for the second year in a row; The Youth Track & Field team had four state champions at the Georgia State Championship meet.

Stormwater department repaired Box Culvert at Harrison Mill Road; Completed 270 work orders; Completed 2402 stormwater structure inspections; Completed 2 education events at local elementary schools; Replaced 900 ft. of culvert pipe; Cut 126 Detention Ponds; Completed maintenance to 5 Watershed Dams; Completed water sampling for Watershed Assessment; Completed an adjustment to the Stormwater Rate; Completed emergency action plans for 2 Watershed Dams.

The Water and Sewer Department has the "On-line payment option" available to customers. It has seen a 2% growth in water customers. The work on the on the construction of 5MG tank improvements was completed. Total spent in fiscal period 2017 was \$333,841. The construction of Tom Miller Road Pump Station improvements was initiated. Total spent in FY2017 was \$130,437. The County refinanced two GEFA Loans in the Water & Sewer Enterprise Fund to obtain lower interest rates and lower debt payments.

Animal Control Department expanded the shelter capacity by 7 large cages for nursing moms and kittens, 36 cages for adoptable cats, and one large mobile cat adoption pen.

The Board of Elections had a very successful 2016 General Election with a 78.61% turnout. The Easy Vote Software was utilized successfully during advance voting. The County was able to serve 15,431 voters during the advance voting period with very minimal wait times. The Board was also able to relocate one location; #008 - Holsenbeck Elementary School moved to First Baptist Church in Winder. Renovations were

made to the entrance of the Board of Elections building to be in compliance with ADA regulations.

The County has continued the Service Delivery Strategy update process with all six cities. The County also assists in funding other public agencies including: Library Services; Health Department; Cooperative Extension Service; Social Services including Department of Family and Child Services (DFCS); Advantage Behavioral; Adult Literacy; Georgia Soil and Water Conservation Commission and Georgia Forestry Commission.

REGIONAL COMMISSION CENTER

Under Georgia law, the County, in conjunction with other counties and cities in the area, is a member of the Northeast Georgia Regional Commission ("RC") and is required to pay annual dues thereto. Membership in a 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 RC Board membership includes the chief elected official of each county and municipality of the area. OCGA Section 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC.

CERTIFICATE OF ACHIEVEMENT AWARD

Barrow County was awarded the Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officers Association (GFOA) for the fiscal year 2016. The Certificate of Achievement is the highest form of recognition in governmental accounting and financial reporting. This program was established by GFOA to promote education and recognition of excellence in governmental accounting and financial reporting. To be awarded a Certificate of Achievement, a Governmental unit must publish an easily readable and efficiently organized, comprehensive annual financial report, with content conforming to program standards. Such reports 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 this report meets the requirements of the Certificate of Achievement Program, and we are submitting it to GFOA for review.

ACKNOWLEDGMENTS

The preparation of this report would not have been accomplished without the effective and dedicated services of the entire staff of the Department of Finance. We express our appreciation to all Barrow County officials and employees who assisted and contributed to the operations of the County during the nine month period ended June 30, 2017, and the preparation of this report. We also thank Mauldin & Jenkins, LLC for their assistance.

Respectfully submitted,



Michael Renshaw
County Manager



Rose K. Kisaalita, CPA
Chief Financial Officer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Barrow County
Georgia**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morill

Executive Director/CEO

**BARROW COUNTY, GEORGIA
PRINCIPAL OFFICIALS
June 30, 2017**

CHAIRMAN AND COMMISSIONERS

| | |
|-----------------|--------------|
| Pat Graham | Chairman |
| Joe Goodman | Commissioner |
| Kenny Shook | Commissioner |
| James R. Wehunt | Commissioner |
| Isaiah Berry | Commissioner |
| Billy Parks | Commissioner |
| Ben Hendrix | Commissioner |

ELECTED OFFICIALS

| | |
|--------------------|-------------------------|
| Brad Smith | District Attorney |
| Currie Mingledorff | Judge, Superior Court |
| David Crosby | Coroner |
| Wayne McLocklin | Judge, Superior Court |
| David Motes | Judge, Superior Court |
| Penn McWhorter | Judge, Superior Court |
| Joseph Booth | Judge, Superior Court |
| Jud Smith | Sheriff |
| June Davis | Judge, Magistrate Court |
| Melinda Williams | Tax Commissioner |
| Regina McIntyre | Clerk of Superior Court |
| Tammy Brown | Judge, Probate Court |

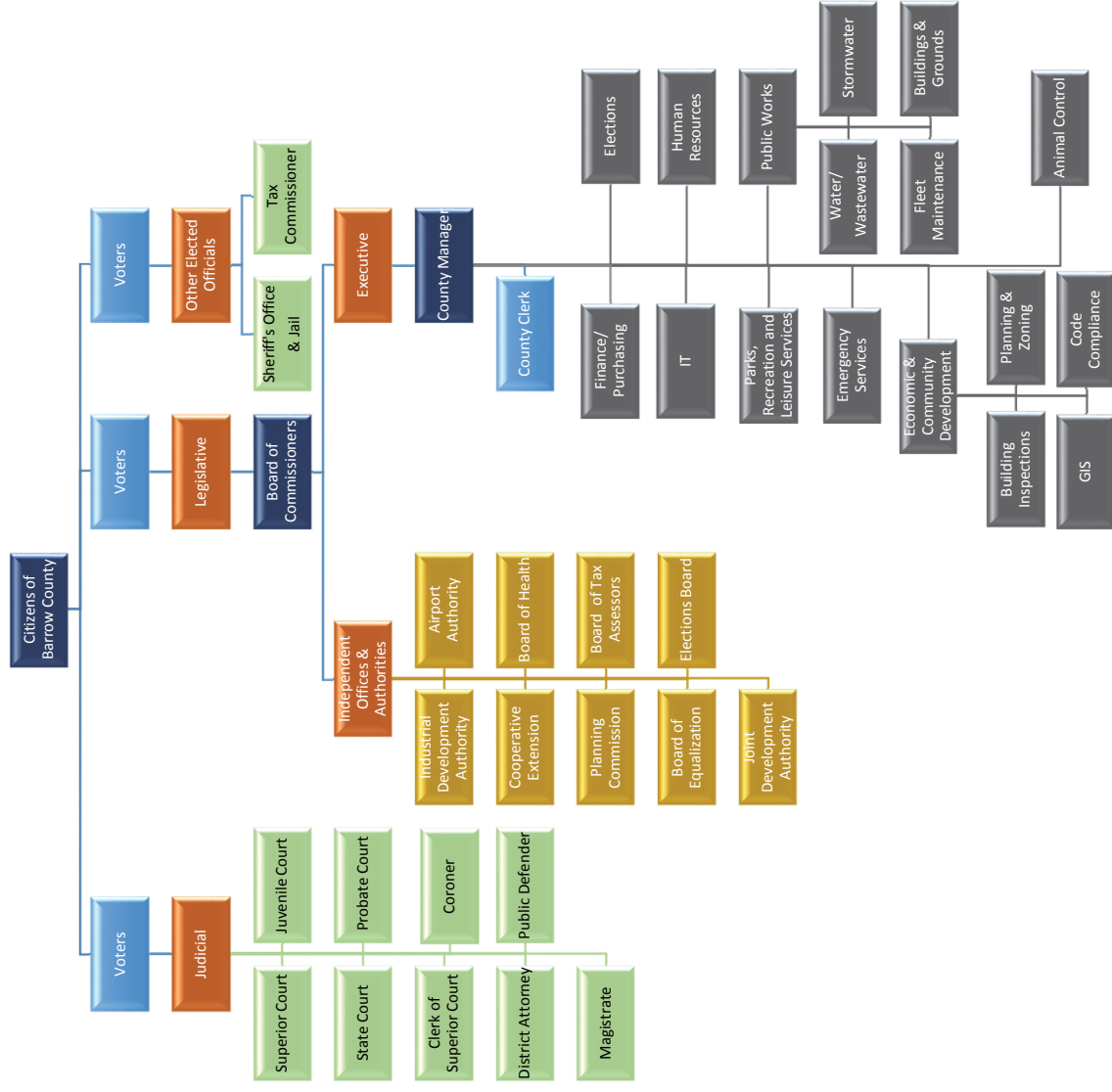
APPOINTED OFFICIALS

| | |
|-----------------|-------------------------------------|
| Angie Davis | Attorney |
| Kevin Guidry | Juvenile Judge (Judges appointment) |
| Michael Renshaw | County Manager |
| Danielle Austin | Clerk of Commission |

DIRECTORS/SUPERVISORS

| | |
|-------------------|--|
| Charlie Felts | Human Resources Director |
| Rose Kisaalita | Chief Financial Officer |
| Guy Herring | Economics and Community Development Director |
| Charles McGiboney | Public Works Director |
| John Skinner | Chief of Emergency Services |
| Don Elrod | Chief Appraiser |
| Monica Franklin | Director of Elections and Registration |
| Dan Magee | Director of Leisure Services |
| Wanda McLocklin | County Extension Coordinator and 4-H Agent |
| Jaclyn Fryman | Animal Control Director |
| Samual Mark | Sr. Manager, Utilities Operations |

Barrow County, Georgia Organizational Chart June 30, 2017





Financial Section

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
 - Government-wide Financial Statements
 - Fund Financial Statements
- Required Supplementary Information
- Combining, Individual Fund Statements and Schedules



INDEPENDENT AUDITORS' REPORT

To the Chairman and Members
of the Board of Commissioners
Barrow 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 units, each major fund, and the aggregate remaining fund information of **Barrow County, Georgia** (the "County"), as of and for the nine month period ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Barrow County, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Barrow County Health Department, which represents 14%, 4%, and 81%, respectively, of the assets and deferred outflows of resources, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Barrow County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Barrow County, Georgia, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparisons for the General Fund and the Fire Fund for the nine month period then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 14-30, the Schedule of Changes in the County's Net Pension Liability and Related Ratios on page 87, the Schedule of County Contributions on page 88, the Schedule of Employer's Proportionate Share of the Net Pension Liability – Component Unit on page 89, the Schedule of Employer's Pension Contributions – Component Unit on page 90, and the Schedule of Funding Progress – OPEB on page 91 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 and other auditors 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 the County's basic financial statements. The combining statements and schedules, including the schedules of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-121, and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining statements and schedules, including the schedules of expenditures of special purpose local option sales tax proceeds, 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 by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining statements and schedules including the schedules of expenditures of special purpose local option sale tax proceeds, 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 December 18, 2017 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
December 18, 2017

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

This section of the Barrow County, Georgia, annual financial report presents a narrative overview and an analysis of the financial activities of the Barrow County Board of Commissioners for the nine month period ending June 30, 2017. Management encourages readers to consider the information presented here in conjunction with the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

- The financial position of the County improved during the nine month period ending June 30, 2017. The total net position for the governmental activities increased by \$4,106,116 from \$93,372,420, as restated, in fiscal year 2016 to \$97,478,536 for the nine month period ending June 30, 2017. Unrestricted net position increased by \$5,912,169 from \$4,249,406 in fiscal year 2016 to \$10,161,575 in the nine month period ending June 30, 2017. Total net position increased for the business-type activities by \$7,955,368 from \$42,864,092 in fiscal year 2016 to \$50,819,460 in fiscal period 2017. Total net position for the primary government increased by \$12,061,484 from fiscal year 2016 to the nine month period ending June 30, 2017.
- The assets and deferred outflows of resources of Barrow County's governmental activities exceeded its liabilities and deferred inflows of resources at the nine month ending June 30, 2017 by \$97,478,536 (net position). Of this amount, \$10,161,575 (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors.
- As of the nine month period ending June 30, 2017, Barrow County's governmental funds reported combined ending fund balances of \$29,445,885 an increase of \$9,116,030 or 44.84% from the previous fiscal year. One contributing factor for a \$9,116,030 increase is having a nine-month period compared to a 12-month fiscal year. The 2016 Digest was based on a 12-month period, so the digest was budgeted to generate \$17,223,043 for a 9-month period compared to the 2015 digest of \$17,032,043 for a period of 12 months; an increase of \$191,000. Because of the short year, the County was not able to complete all of the capital project funds that were budgeted for. Total budget for Capital Projects was \$5,692,974, amount spent on Capital Projects was \$3,375,546, leaving a balance of \$2,317,428 unspent funds. Department managers were also watching their expenditures. Total operating budget for the General fund was \$28,534,944 compared to actual expenditures of \$24,417,711; a savings of \$4,117,233. This includes the \$487,443 budgeted for use of fund balance.
- The General Fund reported an unassigned fund balance of \$14,460,639 or 59.22% of total General Fund expenditures (and 49.63% of total General Fund expenditures and transfers out). Based on the nine month period ending June 30, 2017 General Fund expenditures, the County's unassigned fund balance will cover 5.33 months of General Fund annualized expenditures (4.47 months of General Fund annualized expenditures and transfers out). The net change in fund balance for the General Fund for the nine month period ending June 30, 2017 is an increase of \$5,265,252 or (47.03%).

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. These basic statements consist of three sections: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other information supplementary to the basic financial statements themselves.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Government-wide Financial Statements

The government-wide financial statements provide both long-term and short-term information about the County's overall financial status. These statements use a format similar to a private-sector business. They include a Statement of Net Position and a Statement of Activities, which appear on pages 31 and 32 of this report.

The Statement of Net Position presents information on the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net Position, the difference between these assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, is a useful way to measure the County's financial health or financial position. Overtime, increases or decreases in the County's net position are indicators of whether its financial health is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during this current fiscal period. All of the current fiscal period's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid. This statement separates program revenue (charges for services, grants, and contributions) from general revenue (including taxes) which shows the extent each program must rely on taxes for funding.

The Statement of Net Position and the Statement of Activities distinguish functions of the County 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 fees and charges. These financial statements also contain discretely component units for which the County is financially accountable for.

- **Governmental Activities** – These activities are comprised of functions of the County which are primarily financed by taxes and intergovernmental revenues. Examples include judicial, public safety, public works, health and welfare, culture and recreation, housing and development and general government.
- **Business-Type Activities** – The County charges fees to cover the services it provides. These activities include stormwater and water and sewer services.

The government-wide statements can be found on pages 31 and 32 of this report.

- **Component Units** – The County's statements include two component units for which the County is financially responsible: the Board of Health and the Airport Authority. These component units are separately identified within the statements to show they are legally separate from the County.

The governmental component units' statements can be found on pages 31 and 32 and 115 and 116 of this report. The proprietary component unit statements can be found on pages 42 through 44 and on pages 118 through 120 of this report.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. A fund is a grouping of related accounts used to maintain control over resources which have been segregated for specific activities or objectives. Barrow County, like other states and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of Barrow County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, this set of financial statements focuses on events which produce near term inflows and outflows of spendable resources as well as on the balances of spendable resources available at the end of the fiscal year. The fund statements also have a narrower focus than the government-wide financial statements.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

By comparing functions between the two sets of statements for governmental funds and governmental activities, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison.

Barrow County maintains nineteen (19) individual governmental funds. The five (5) major funds, the General Fund, Fire Fund, 2005 Capital Projects Special Local Option Sales Tax (SPLOST) Fund, the 2012 SPLOST Fund, and the Capital Project Fund are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances. Data for the nonmajor funds: Law Library, Confiscated Assets, Emergency 911, Drug Abuse and Education, Drug Court Participation Fee, Special Programs, Supplemental Juvenile Services, Jail, Inmate Commissary, Multiple Grants, Industrial Building Authority, Joint Development Authority, 700 MHTZ Radio System Maintenance, and 2001 SPLOST are combined into a single aggregated presentation. Individual fund data for each of these nonmajor funds is provided in the form of Combining Statements and Individual Fund Statements and Schedules located in the supplementary information section following the notes to the financial statements. Data for the nonmajor capital projects fund is also in the schedules located in the supplementary section.

Barrow County adopted an annual appropriated budget for the General Fund and for each special revenue fund. A budgetary comparison statement is provided in order to present budgetary compliance. Major fund comparison statements can be found in the basic financial statements, while all nonmajor fund variances follow the notes to the financial statements. The basic governmental fund statements can be found on pages 33 through 41 of this report.

Proprietary funds – The financial statements of Barrow County include the Water and Sewerage Authority Fund and the Stormwater Fund as major funds. Proprietary fund statements follow the governmental fund statements in this report. The County prepares budgetary estimates for the enterprise funds. The budgetary estimates, upon which such budgets are adopted, are retained in memorandum form for budget control purpose and are utilized in the preparation of comparative operating statements. Proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail, since both apply the full accrual basis of accounting. The basic proprietary fund financial statements are found on pages 42 through 44 of this report.

Agency funds – Agency funds are used to account for resources held for the benefit of parties outside the County. Agency funds are not reported in the governmental-wide statements. The basic agency fund financial statements are found on page 45 of this report.

Component Units – The County's statements include two component units for which the County is financially responsible: The component units are included in the County's reporting entity because of the significance of their operational and financial relationships with the County. The basic component unit financial statements are found on pages 114 through 120.

Notes to the financial statements

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are found on pages 46 through 86 of this report.

Other information – In addition to the basic financial statements and notes, this report also includes required supplementary information concerning the County's progress funding its obligation to provide pension and OPEB benefits to its employees. This information can be found on pages 87 through 92.

Combining statements and schedules referred to earlier, which present more detailed views, are found on pages 93 through 124 of this report.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Government-wide Financial Analysis

| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>Total</u> | | <u>Percentage of Total</u> | |
|--------------------------------------|--------------------------------|------------------------|---------------------------------|----------------------|-----------------------|------------------------|----------------------------|------------------------|
| | <u>2017</u> | <u>2016 (Restated)</u> | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016 (Restated)</u> | <u>2017</u> | <u>2016 (Restated)</u> |
| Assets: | | | | | | | | |
| Current and other assets | \$ 32,227,164 | \$ 22,490,183 | \$ 10,788,555 | \$ 10,232,263 | \$ 43,015,719 | \$ 32,722,446 | 17% | 14% |
| Capital assets | <u>137,532,025</u> | <u>144,009,574</u> | <u>68,808,404</u> | <u>62,216,487</u> | <u>206,340,429</u> | <u>206,226,061</u> | <u>83%</u> | <u>86%</u> |
| Total assets | <u>169,759,189</u> | <u>166,499,757</u> | <u>79,596,959</u> | <u>72,448,750</u> | <u>249,356,148</u> | <u>238,948,507</u> | <u>100%</u> | <u>100%</u> |
| Total deferred outflows of resources | <u>6,805,043</u> | <u>6,579,815</u> | <u>108,215</u> | <u>79,111</u> | <u>6,913,258</u> | <u>6,658,926</u> | <u>100%</u> | <u>100%</u> |
| Liabilities: | | | | | | | | |
| Current liabilities | 1,961,501 | 1,915,053 | 614,166 | 555,268 | 2,575,667 | 2,470,321 | 2% | 2% |
| Long-term liabilities | <u>76,987,574</u> | <u>77,613,935</u> | <u>27,646,308</u> | <u>28,380,615</u> | <u>104,633,882</u> | <u>105,994,550</u> | <u>98%</u> | <u>98%</u> |
| Total liabilities | <u>78,949,075</u> | <u>79,528,988</u> | <u>28,260,474</u> | <u>28,935,883</u> | <u>107,209,549</u> | <u>108,464,871</u> | <u>100%</u> | <u>100%</u> |
| Total deferred inflows of resources | <u>136,621</u> | <u>178,164</u> | <u>625,240</u> | <u>727,886</u> | <u>761,861</u> | <u>906,050</u> | <u>100%</u> | <u>100%</u> |
| Net position: | | | | | | | | |
| Net investment in capital assets | 78,085,792 | 82,082,812 | 40,855,051 | 33,384,664 | 118,940,843 | 115,467,476 | 80% | 85% |
| Restricted | 9,231,169 | 7,040,202 | 996,442 | 300,379 | 10,227,611 | 7,340,581 | 7% | 5% |
| Unrestricted | <u>10,161,575</u> | <u>4,249,406</u> | <u>8,967,967</u> | <u>9,179,049</u> | <u>19,129,542</u> | <u>13,428,455</u> | <u>13%</u> | <u>10%</u> |
| Total net position | <u>\$ 97,478,536</u> | <u>\$ 93,372,420</u> | <u>\$ 50,819,460</u> | <u>\$ 42,864,092</u> | <u>\$ 148,297,996</u> | <u>\$ 136,236,512</u> | <u>100%</u> | <u>100%</u> |

Barrow County's Net Position

As noted earlier, the net position over time can be a useful indicator of a government's financial position. As illustrated in the above table, as of June 30, 2017, the County's assets and deferred outflows of resources for governmental activities exceeded liabilities and deferred inflows of \$97,478,536 and the County's assets and deferred outflows of resources for business-type activities exceeded liabilities and deferred inflows of resources by \$50,819,460 bringing the total primary government net position to \$148,297,996.

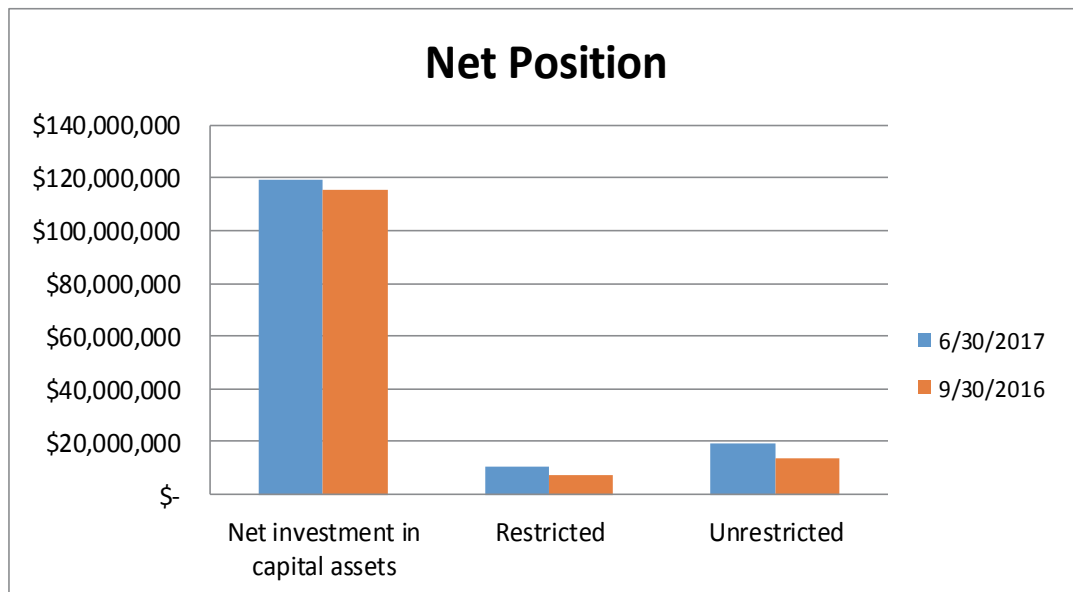
Of the \$148,297,996 in net position, Barrow County's net investment in capital assets (e.g., land, buildings, machinery and equipment less any outstanding related debt used to acquire the assets and accumulated depreciation), equals 80.20% of net position. The County uses these capital assets to provide services to citizens and consequently these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the assets themselves

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

cannot be used to liquidate these liabilities. Barrow County's net position also includes restricted net position in the amount of \$10,227,611 out of which \$543,821 is restricted for public safety, \$142,138 is restricted for the law library, \$694,075 is restricted for roads and streets, \$7,851,135 is restricted for capital improvements, and \$996,442 restricted for debt service. Restricted net position accounts for 6.90% of total net position. Finally, unrestricted net position of \$19,129,542 or 12.90% of total net position, may be used to meet the County's ongoing obligations to citizens and creditors. At the end of the current nine month period, Barrow County reported positive balances in all categories of net position.

**Barrow County's Net Position
Nine month period ended June 30, 2017 and Fiscal Year 2016**

| | <u>6/30/2017</u> | <u>9/30/2016</u> |
|----------------------------------|-----------------------|-----------------------|
| Net investment in capital assets | \$ 118,940,843 | \$ 115,467,476 |
| Restricted | 10,227,611 | 7,340,581 |
| Unrestricted | <u>19,129,542</u> | <u>13,428,455</u> |
| | <u>\$ 148,297,996</u> | <u>\$ 136,236,512</u> |



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**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Barrow County's Changes in Net Position

| | Governmental Activities 2017 | Governmental Activities 2016 (Restated) | Business-type Activities 2017 | Business-type Activities 2016 | Total 2017 | Total 2016 (Restated) |
|--|---|--|--|--|-----------------------|----------------------------------|
| Revenues: | | | | | | |
| Program revenues | | | | | | |
| Charges for services | \$ 8,005,701 | \$ 9,708,014 | 4,125,483 | \$ 5,713,183 | \$ 12,131,184 | \$ 15,421,197 |
| Operating Grants and contributions | 488,309 | 573,728 | - | - | 488,309 | 573,728 |
| Capital Grants and contributions | 2,526,974 | 931,292 | 205,795 | 407,203 | 2,732,769 | 1,338,495 |
| General revenues: | | | | | | |
| Taxes: | | | | | | |
| Property taxes | 22,463,771 | 22,646,759 | - | - | 22,463,771 | 22,646,759 |
| Alcoholic beverages taxes | 269,630 | 356,215 | - | - | 269,630 | 356,215 |
| Insurance premium taxes | 2,444,039 | 2,309,910 | - | - | 2,444,039 | 2,309,910 |
| Franchise taxes | 330,655 | 401,152 | - | - | 330,655 | 401,152 |
| Sales taxes | 12,236,299 | 15,453,266 | - | - | 12,236,299 | 15,453,266 |
| Other taxes | 383,482 | 648,182 | - | - | 383,482 | 648,182 |
| Interest | 79,305 | 56,852 | 40,780 | 23,119 | 120,085 | 79,971 |
| Gain on sale of capital assets | - | - | 5,900 | - | 5,900 | - |
| Other revenues | 710,081 | 438,932 | 11,345 | 13,533 | 721,426 | 452,465 |
| Total revenues | 49,938,246 | 53,524,302 | 4,389,303 | 6,157,038 | 54,327,549 | 59,681,340 |
| Expenses: | | | | | | |
| General government | 6,618,120 | 8,280,680 | - | - | 6,618,120 | 8,280,680 |
| Judicial | 2,923,471 | 3,673,956 | - | - | 2,923,471 | 3,673,956 |
| Public safety | 21,333,446 | 24,725,928 | - | - | 21,333,446 | 24,725,928 |
| Public works | 2,764,205 | 3,996,696 | - | - | 2,764,205 | 3,996,696 |
| Health and welfare | 517,523 | 651,212 | - | - | 517,523 | 651,212 |
| Culture and recreation | 967,869 | 1,067,470 | - | - | 967,869 | 1,067,470 |
| Housing and community development | 642,999 | 282,130 | - | - | 642,999 | 282,130 |
| Interest on long-term debt | 1,208,207 | 1,732,658 | - | - | 1,208,207 | 1,732,658 |
| Water & sewerage authority | - | - | 4,660,408 | 5,824,495 | 4,660,408 | 5,824,495 |
| Stormwater | - | - | 629,817 | 622,822 | 629,817 | 622,822 |
| Total expenses | 36,975,840 | 44,410,730 | 5,290,225 | 6,447,317 | 42,266,065 | 50,858,047 |
| Increase (decrease) in net position before transfers | 12,962,406 | 9,113,572 | (900,922) | (290,279) | 12,061,484 | 8,823,293 |
| Transfers | (8,856,290) | (1,432,230) | 8,856,290 | 1,432,230 | - | - |
| Change in net position | 4,106,116 | 7,681,342 | 7,955,368 | 1,141,951 | 12,061,484 | 8,823,293 |
| Net position -beginning, | 93,372,420 | 82,812,139 | 42,864,092 | 41,722,141 | 136,236,512 | 124,534,280 |
| Prior Period Adjustment | - | 2,878,939 | - | - | - | 2,878,939 |
| Net position, end of fiscal year | \$ 97,478,536 | \$ 93,372,420 | \$ 50,819,460 | \$ 42,864,092 | \$ 148,297,996 | \$ 136,236,512 |

The table above is included for the purpose of comparing government wide financial statements of activities for the nine month period ended June 30, 2017 with the 12 month fiscal year 2016.

For governmental activities, capital grants and contributions were \$2,526,974 in nine month period ended June 30, 2017 compared to \$931,292 in fiscal year 2016, a difference of \$1,595,682. \$1,358,706 of the capital grants in the nine month ended June 30, 2017 were from the Georgia Department of Transportation for the Local Maintenance and Road Improvement Program and other road improvements. \$425,045 was from Georgia Transportation Infrastructure Bank/State Road & Tollway Authority for the West-Winder Bypass road project.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Property taxes decreased by \$182,988. Sales tax decreased by \$3,216,967 as the County collected sales tax for 9 months as compared to twelve months in fiscal year 2016. Also, the County received \$781,802 less from Motor Vehicle taxes in the nine months period compared to fiscal year 2016. Charges for services was \$1,702,313 less in the nine month period ending June 30, 2017 compared to fiscal year 2016. The County received \$134,129 more in Insurance premium tax in the nine month period compared to fiscal year 2016. This is a one-time annual payment. The County received \$131 less in the nine month period ending June 2017 as compared to fiscal year 2016 for licenses and permits. Alcohol license renewals go out September 1st with a deadline for payment without a penalty of November 1st. Business license payments are due by January 15th so the nine month period ended June 30, 2017 did not have an impact on this. Other revenue was \$271,149 more in the nine month period ended June 30, 2017 compared to fiscal year 2016. The County received a lawsuit settlement of \$650,000 during the fiscal period ending June 30, 2017.

For governmental activities, total expense were \$7,434,890 less for the nine month period ended June 30, 2017 compared to fiscal year 2016. This was mainly because of a short period of nine (9) months compared to twelve (12) months.

Business-type activities revenue - The total revenues were \$1,767,735 less in the nine month period ended June 30, 2017 than fiscal year 2016.

Business-type activities expenses - Total expenses were \$1,157,092 less in the nine month period ended June 30, 2017 than fiscal year 2016.

Financial Analysis of Governmental Funds:

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

Governmental Funds: The focus of the governmental funds is to provide information on near-term inflows and balances of spendable resources. The unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose.

As of June 30, 2017, the County's governmental funds reported a combined fund balance of \$29,445,885, an increase of \$9,116,030 compared to fiscal year 2016. Approximately 49.11% of this amount, (\$14,460,639), constitutes unassigned fund balance of the General Fund. Out of the remainder of the fund balance, 2.87% (\$844,430) is nonspendable, 31.35% (\$9,231,169) is restricted, 16.51% (\$4,862,586) is committed, and 0.16% (\$47,061) is assigned for a particular purpose.

During the nine month period ended June 2017, out of the \$2,148,758 fiscal year 2016 committed funds, \$40,327 was for inmate use, \$242,856 was used on the jail renovations, \$170,137 was used for fire services, \$584 was used for judicial welfare, \$11,117 was used for the maintenance of the radio system, \$970,354 was used on capital projects and \$55,642 was used to purchase vehicles for the Sheriff's department. Out of the \$147,231 fiscal year 2016 assigned fund balance, \$4,795 was used for animal control services, \$8,355 was used for parks and recreation services, \$20,151 was used to pay health insurance rebate to employees and 30,930 was used for Law Enforcement programs.

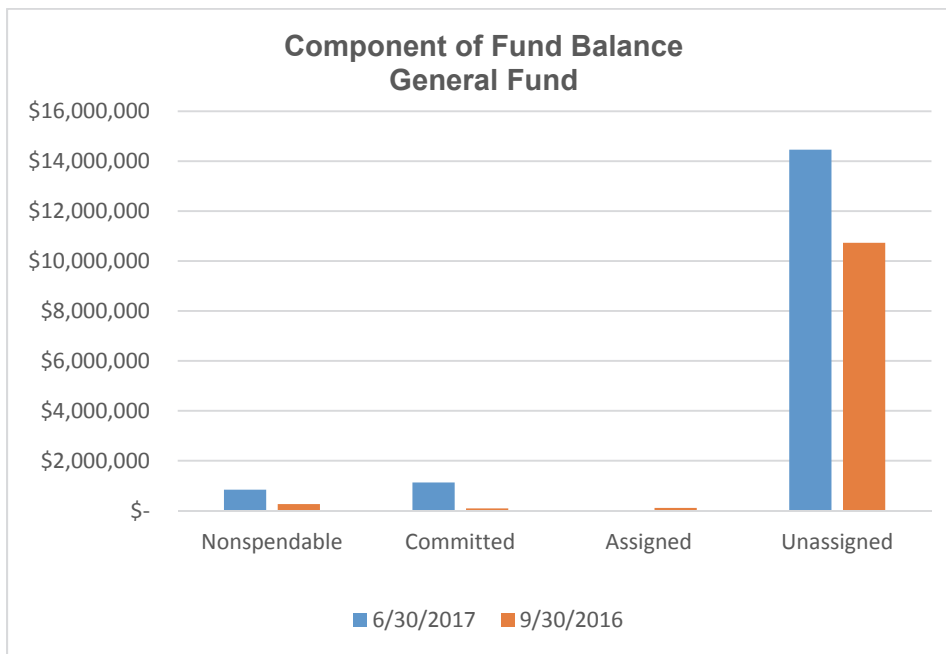
**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Barrow County General Fund Highlights

General Fund Components of Fund Balance:

**General Fund
Components of Fund Balance
Nine month period ended June 30, 2017 and Fiscal Year 2016**

| Fund balances: | 6/30/2017 | 9/30/2016 |
|-----------------------|----------------------|----------------------|
| Nonspendable | \$ 838,698 | \$ 266,141 |
| Committed | 1,131,402 | 93,718 |
| Assigned | 29,613 | 107,946 |
| Unassigned | 14,460,639 | 10,727,295 |
| Total | \$ 16,460,352 | \$ 11,195,100 |



The General Fund is the chief operating fund for the County. At the end of the nine month period ended June 30, 2017, General Fund's total fund balance was \$16,460,352 of which \$14,460,639 is unassigned fund balance. As a measure of liquidity of the General Fund, it is useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 5.33 months or 59.22% of total General Fund expenditures (and total fund balance represents approximately 67.41% of that same amount). Unassigned fund balance represents 4.47 months or 49.63% of total General Fund expenditures and transfers out (and total fund balance represents approximately 56.49% of that same amount).

As mentioned earlier, fund balances increased by \$9,116,030, fiscal year 2016 compared to the nine month period ended June 30, 2017 mainly because the 2016 property tax digest was based on a 12 month fiscal year period, and also, not all the capital projects were able to be complete within a nine month period.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

General Fund Revenue Highlights

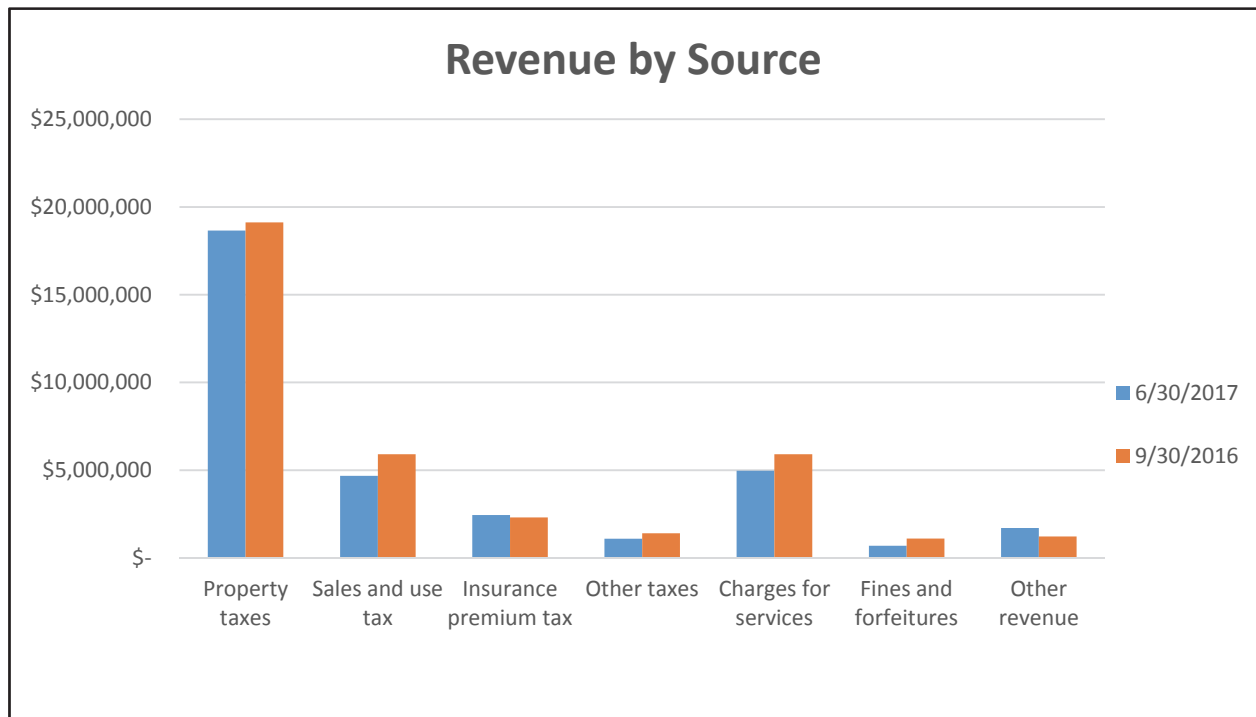
Barrow County's General Fund revenues totaled \$34,262,304 which represents a decrease of \$2,725,911 over the previous fiscal year due in part to a short nine month period.

The major revenue sources are listed in the chart below. Sales and use tax collections accounted for \$4,682,126 or 13.67% of total General Fund revenues. Property tax collections accounted for \$18,660,107 or 54.46% of General Fund revenues. Other revenue sources included charges for services, other taxes, fines and forfeitures, license and permits, earnings on investments, intergovernmental revenues and miscellaneous income.

Revenue by sources:

Revenue by Source

| | <u>6/30/2017</u> | <u>9/30/2016</u> |
|-----------------------|----------------------|----------------------|
| Property taxes | \$ 18,660,107 | \$ 19,121,316 |
| Sales and use tax | 4,682,126 | 5,914,212 |
| Insurance premium tax | 2,444,039 | 2,309,910 |
| Other taxes | 1,095,609 | 1,405,549 |
| Charges for services | 4,970,506 | 5,907,990 |
| Fines and forfeitures | 697,925 | 1,105,260 |
| Other revenue | 1,711,992 | 1,223,978 |
| Total | <u>\$ 34,262,304</u> | <u>\$ 36,988,215</u> |



**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Total taxes collected by Barrow County were \$26,881,881. This amount was \$359,105 or 1.35% higher than the nine month period ending June 30, 2017 revised budget for the General Fund. Local Option Sales Tax (LOST) revenues was \$4,682,126. The County collected \$332,126 more than anticipated in the nine month ending June 30, 2017 budget for LOST revenues for the General Fund. Insurance premium tax revenue increased by \$134,129 or 5.81% from the previous fiscal year for the General Fund.

In the nine month period ended June 30, 2017, the County permits revenues were \$863,874 which represented a decrease of \$132 from revenues in fiscal year 2016 for the General Fund.

Intergovernmental revenues is local government revenue received from surrounding counties. Federal and state grant revenues are not included. Intergovernmental revenues for the nine month ended June 30, 2017 was \$85,858 compared to \$124,621 for fiscal year 2016 for the General Fund

Charges for services were over the revised budget by \$173,599 for the General Fund.

Fines and forfeitures in the General Fund came in at \$125,664 lower than the revised budget.

Investment income in the General Fund was higher than the final budget by \$52,036. Interest rates are still very low.

General Fund Expenditure Highlights

Barrow County's General Fund expenditures totaled \$24,417,711 compared to \$30,840,950 of the prior fiscal year a difference of \$6,423,239. The majority of the expenditures, \$13,898,159 or 56.92% of total expenditure was related to public safety.

Overall, expenditures for the general government were \$4,181,245. Total general government expenditures came in under the revised budget by \$3,353,171 and under the original budget by \$3,653,534.

Judicial expenditures were \$2,517,483. This was \$145,761 below the revised budget and \$121,983 below the original budget.

Public safety expenditures totaled \$13,898,159 for the current fiscal period. The expenditures were under the final budget by \$271,363 and under the original budget by \$303,488. All public safety departments came in under the revised budget.

Public works expenditures were \$1,800,711. This amount was below the revised budget by \$140,882.

Health and welfare expenditures were \$263,357, which was \$83,200 under the final budget.

Culture and recreation expenditures were \$802,779, a positive variance from the final budget of \$40,152.

Housing and Development expenditures were \$489,832, which was \$82,703 less than the final budget.

Intergovernmental payments to joint and other governmental agencies expenditures were \$68,890. These are excise tax payments to the municipalities.

In fiscal year 2013, a Capital Projects Fund was created to separately account for capital projects primarily funded with General Fund revenues. Included in the nine month period ending June 30, 2017 revised budget was \$1,803,750 to be transferred out from the General Fund to the Capital Projects Fund.

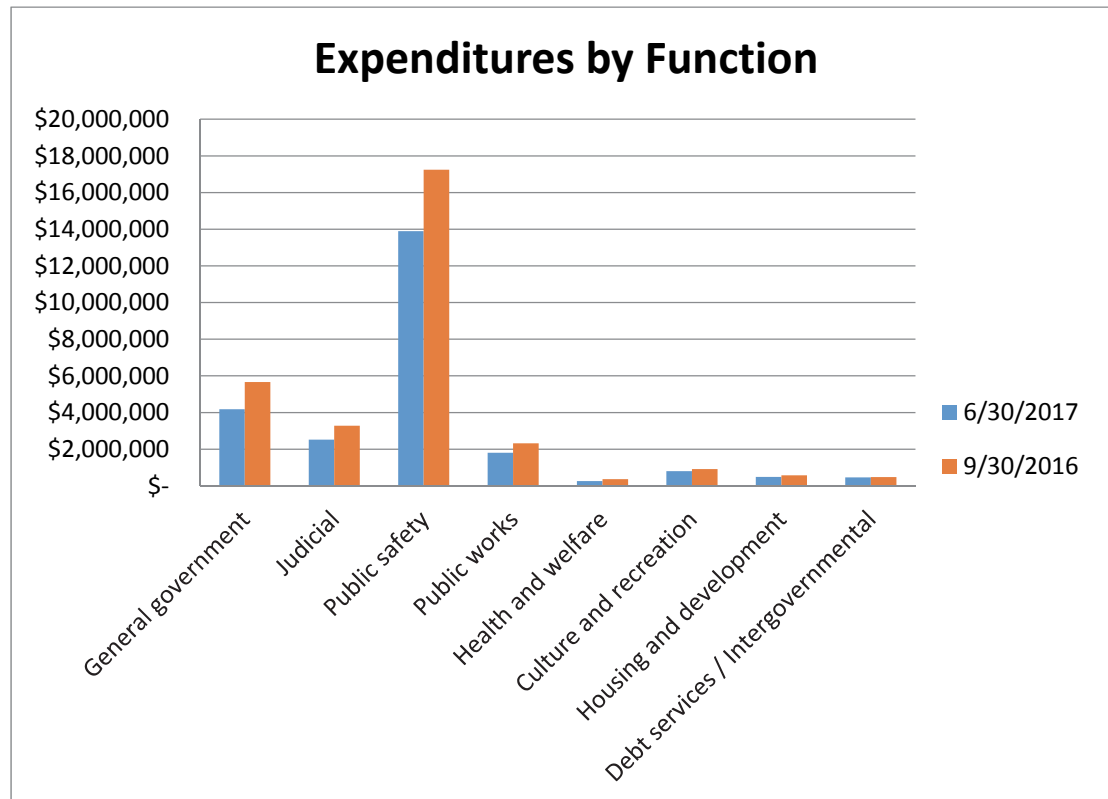
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**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

General Fund Expenditures by Function:

**Nine month period ended June 30, 2017 Compared to
Fiscal Year 2016 Expenditures by Function**

| | <u>6/30/2017</u> | <u>9/30/2016</u> |
|-----------------------------------|----------------------------|-----------------------------|
| General government | \$ 4,181,245 | \$ 5,666,034 |
| Judicial | 2,517,483 | 3,283,090 |
| Public safety | 13,898,159 | 17,248,495 |
| Public works | 1,800,711 | 2,317,142 |
| Health and welfare | 263,357 | 367,907 |
| Culture and recreation | 802,779 | 911,249 |
| Housing and development | 489,832 | 573,360 |
| Debt services / Intergovernmental | 464,145 | 473,673 |
| | <u>\$24,417,711</u> | <u>\$ 30,840,950</u> |



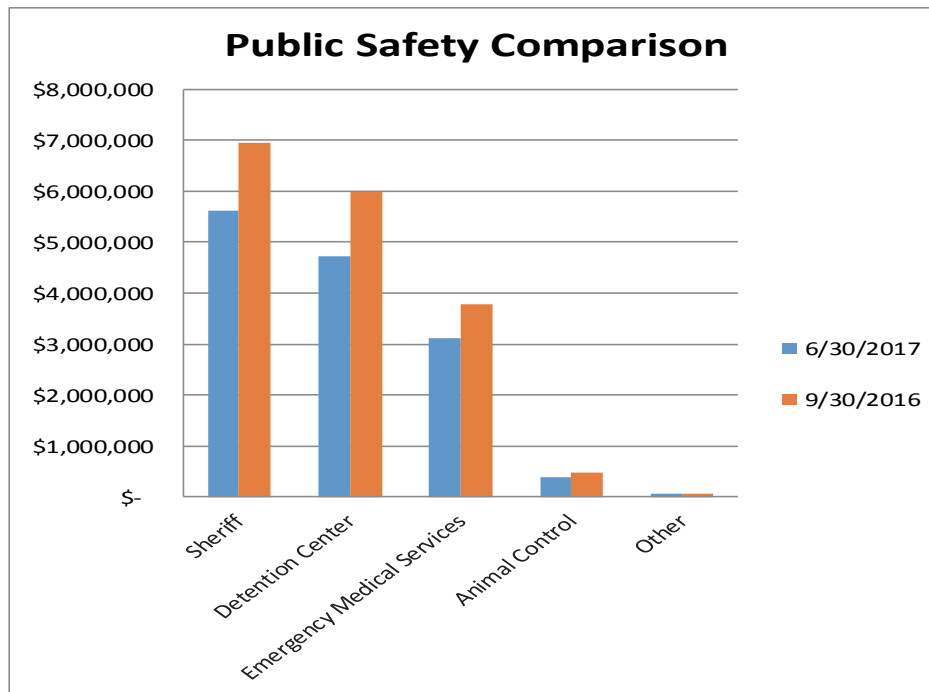
As illustrated above, the nine month period ended June 30, 2017 expenditures represent \$6,423,239 or a 20.83% decrease compared to the previous fiscal year. The nine month period ended June 30, 2017 expenditures totaled \$24,417,711 compared to \$30,840,950 for fiscal year 2016.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

The following data includes the breakdown of the public safety expenditures which represents over 56.92% of the total General Fund expenditures.

Public Safety Comparison:

| | <u>6/30/2017</u> | <u>9/30/2016</u> |
|----------------------------|----------------------|---------------------|
| Sheriff | \$ 5,619,991 | \$ 6,938,224 |
| Detention Center | 4,712,684 | 5,985,060 |
| Emergency Medical Services | 3,119,728 | 3,787,338 |
| Animal Control | 390,103 | 469,406 |
| Other | <u>55,653</u> | <u>68,467</u> |
| Total | <u>\$ 13,898,159</u> | <u>\$17,248,495</u> |



General Fund Budgetary Highlights

Differences between the General Fund's original expenditure budget (including transfers out) of \$33,016,712 and the final amended budget of \$33,451,387 amounted to \$434,675 or a 1.32% increase. During the nine month period ended June 30, 2017, the Board voted to increase the budget as follows: \$212,912 to purchase two (2) John Deere mowers for Roads & Bridges department, \$155,889 for Ed Hogan Road project, \$30,000 for Roads & Bridges department, maintenance projects, and \$35,874 for the replacement of the Sheriff's office wrecked vehicle.

The original budget for revenues (including transfer in and proceeds from sale of capital assets) was \$32,933,944 and \$32,963,944 for the revised budget a difference of \$30,000. The nine month period ended June 30, 2017 budget included \$82,768 use of reserve to balance the budget. Total revenues (including transfers in and proceeds from sale of capital assets) for nine month ended June 30, 2017 were

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

\$34,401,952, an increase of \$1,438,008 from the revised budgeted amount. This figure includes \$650,000 the County received as a radio system lawsuit settlement that was not budgeted for.

General Fund Position Highlights

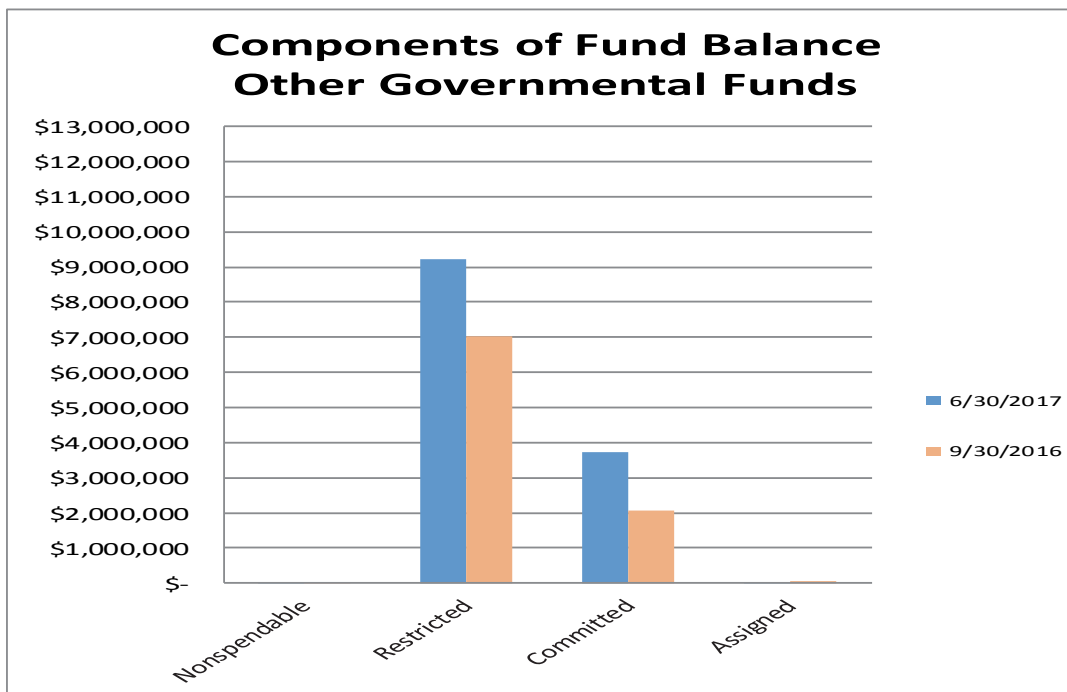
The nine month period ended June 30, 2017 budget included 442 full-time positions. Per the Budget Ordinance, this represented the maximum employment level for such departments and agencies and could not be increased without the Chairman and Commission. The nine month period ended June 30, 2017 included a Cost of Living Adjustment (COLA) of at least 1.5% for all full-time employees. A classification and compensation study that was done in fiscal year 2016 for the purpose of addressing salary market adjustments and issues related to staff retention, particularly within emergency services, was implemented in the nine month period ended June 30, 2017. Two (2) new Investigator Positions and one (1) school resource officer position were created in the Sheriff's Department; total cost was \$170,537.

Financial Analysis of the Other County's Funds

**Other Governmental Funds
Components of Fund Balance**

Nine months period ended June 30, 2017 and fiscal year 2016

| Fund balances: | 6/30/2017 | 9/30/2016 |
|-----------------------|----------------------|---------------------|
| Nonspendable | \$ 5,732 | \$ 228 |
| Restricted | 9,231,169 | 7,040,202 |
| Committed | 3,731,184 | 2,055,040 |
| Assigned | 17,448 | 39,285 |
| Total | <u>\$ 12,985,533</u> | <u>\$ 9,134,755</u> |



**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

The **Fire Fund** had \$1,553,482 fund balance at the end of the nine month period ended June 30, 2017. The Fire Fund is funded solely by the property taxes.

2005 SPLOST Capital Project Fund - Had \$512,723 fund balance at the end of the nine month period ended June 30, 2017. Various road repairs and improvements were done during this period. For 2005 SPLOST Capital Project Fund, most of its projects are done.

2012 Capital Project SPLOST Fund - In July 2012, the County started collecting revenue for the 2012 SPLOST program. Total tax revenue collected in the nine month period ended June 30, 2017 was \$7,554,173. At the end of the nine month period ended June 30, 2017, this fund had \$7,338,412 in fund balance. The major 2012 SPLOST projects in the nine month period ended June 30, 2017 were: purchase of equipment, sewer projects, road improvements, and debt payments.

Capital Projects Fund - This fund was created in fiscal year 2013 to separately account for capital projects funded with the General Fund revenue sources. In the nine month period ended June 30, 2017, \$2,382,745 was transferred to this fund from the General Fund. The major project in the nine month period ended June 30, 2017 was for the purchase of equipment, road work, and building repairs.

Nonmajor Governmental Funds - As of the nine month period ending June 30, 2017, Barrow County's nonmajor governmental funds reported combined ending fund balances of \$2,342,850, of which \$5,732 is nonspendable, \$1,380,034 is restricted, \$939,636 is committed and \$17,448 is assigned fund balance.

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

Water and Sewerage Authority Fund - The Water & Sewerage Fund had operating revenues of \$3,712,875 and operating expenses of \$4,073,587. Transfers-in from the Capital Projects 2012 SPLOST Fund of \$630,048 were used for the debt payment obligation on the Bear Creek Reservoir as allotted under the 2012 SPLOST referendum.

Stormwater Fund – Had an operating revenue of \$423,953 and operating expenses of \$629,817, and \$8,029,191 increase in net position during the nine month period ending June 30, 2017. Capital assets with a net book value of \$8,235,805 were reassigned from the governmental activities to the Stormwater fund.

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**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Capital Assets and Debt Administration

Capital Assets:

**BARROW COUNTY'S SUMMARY OF CAPITAL ASSETS
(net of depreciation)
For Nine Months Period Ended June 30, 2017 and Fiscal Year 2016**

| | Governmental activities | | Business-type activities | | Total Primary Government | |
|--------------------------------------|------------------------------------|------------------------------|-------------------------------------|-----------------------------|-------------------------------------|------------------------------|
| | <u>2017</u> | <u>2016 - Restated</u> | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016 - Restated</u> |
| Land | \$ 25,623,593 | \$ 25,623,593 | \$ 1,216,542 | \$ 1,216,542 | \$ 26,840,135 | \$ 26,840,135 |
| Construction in progress | 11,642,356 | 10,926,839 | 520,409 | 60,530 | 12,162,765 | 10,987,369 |
| Buildings and system | 58,208,689 | 59,702,739 | 7,669,055 | 7,877,903 | 65,877,744 | 67,580,642 |
| Improvements other than buildings | 1,528,060 | 1,758,417 | 48,045 | 52,373 | 1,576,105 | 1,810,790 |
| Machinery and equipment | 6,504,391 | 5,687,760 | 131,848 | 87,876 | 6,636,239 | 5,775,636 |
| Infrastructure and intangible assets | 34,024,936 | 40,310,226 | 59,222,505 | 52,921,263 | 93,247,441 | 93,231,489 |
| Total | <u>\$ 137,532,025</u> | <u>\$ 144,009,574</u> | <u>\$ 68,808,404</u> | <u>\$ 62,216,487</u> | <u>\$ 206,340,429</u> | <u>\$ 206,226,061</u> |

Capital Assets – Barrow County's investment in capital assets as of nine month ending June 30, 2017, for the primary government amounts to \$206,340,429, net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements, vehicles, machinery and equipment, and infrastructure. Total increase in capital assets for the current fiscal year was approximately 0.06%. Capital assets with a net book value of \$8,235,805 were reassigned from the governmental activities to the Business-Type activities.

Major capital asset related events during the current fiscal year included the following:

- Vehicles
- LMG Road Patching
- Ed Hogan at SR8 and Cedar Creek
- West Winder Bypass
- Various equipment
- Park Improvements
- Tanner's Bridge retrofit
- Fire Training Center

Additional information regarding the County's capital assets can be found in Note 5 to the Basic Financial Statements.

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**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Outstanding Debt

**BARROW COUNTY'S SUMMARY OF OUTSTANDING DEBT
General Obligation and Revenue Bonds
For Nine Months Period Ended June 30, 2017 and Fiscal Year 2016**

| | Governmental activities | | Business-type activities | | Total Primary Government | |
|--------------------------|------------------------------------|----------------------|-------------------------------------|----------------------|-------------------------------------|-----------------------|
| | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 |
| Contracts payable | \$ - | \$ - | \$ 17,490,790 | \$ 18,261,880 | \$ 17,490,790 | \$ 18,261,880 |
| General obligation bonds | 40,650,000 | 41,405,000 | - | - | 40,650,000 | 41,405,000 |
| Revenue bonds | 22,286,191 | 23,801,372 | 7,100,000 | 7,100,000 | 29,386,191 | 30,901,372 |
| Capital leases | - | 823,998 | - | - | - | 823,998 |
| Compensated absences | 1,219,483 | 1,196,891 | 57,899 | 50,164 | 1,277,382 | 1,247,055 |
| Net pension liabilities | 8,457,945 | 6,626,350 | 286,259 | 222,533 | 8,744,204 | 6,848,883 |
| Net OPEB obligation | 4,373,955 | 3,760,324 | - | - | 4,373,955 | 3,760,324 |
| Notes payable | - | - | 2,711,360 | 2,746,038 | 2,711,360 | 2,746,038 |
| Total | \$ 76,987,574 | \$ 77,613,935 | \$ 27,646,308 | \$ 28,380,615 | \$ 104,633,882 | \$ 105,994,550 |

Long-Term Debt – In fiscal year 2012, the County issued general obligation bonds to refinance previously outstanding general obligation bonds reported in governmental activities. This refinancing was done to take advantage of the favorable interest rates. The result was a decrease in future debt service payments of \$2,600,770. At the end of the current fiscal period, Barrow County (excluding component units) has total general obligation bonded debt outstanding of \$40,650,000. In fiscal year 2015, the County refinanced the 2006 and 2010 revenue bonds to take advantage of the favorable interest rates. The result was a decrease in future debt service payments of \$2,512,933. In fiscal year 2016, the County refinanced the water and sewer contracts and the 2005 Revenue Bonds to take advantage of the favorable rates. The result was a decrease in the future debt service payments of \$658,385. In the nine month period ended June 30, 2017, the County refinanced the two GEFA loans. The result was a decrease in future debt service payments of \$197,047. Additional County debt includes the following:

- Compensated Absences - \$1,277,382.
- Contracts Payable – Bear Creek Reservoir and City of Winder \$17,490,790, Notes Payable \$2,711,360, and Revenue Bonds \$29,386,191.

The above debt does not include any long-term debt related to the component units listed on the Barrow County Government-wide Financial Statements.

Additional information on the County's debt can be found in Note 6 to the Basic Financial Statements.

**BARROW COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION ANALYSIS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

Economic Factors and Next Fiscal Year's Budgets and Rates

The following factors are expected to have a significant effect on the County's financial position or results of operations and were taken into account in developing the fiscal year 2018 budget.

- On December 8, 2015, the Board of Commissioners voted to change the County's fiscal year from October 1 through September 30 to July 1 through June 30, starting with fiscal year 2017. So, fiscal year 2017 was a nine month period October 1, 2016 to June 30, 2017. Fiscal year 2018 will be a 12-month period, starting July 1, 2017 through June 30, 2018.
- The fiscal year 2018 General Fund Appropriation Budget was \$39,480,213; some of the new projects in the fiscal year 2018 budget are: \$125,000 for Service Delivery Strategy Legal expense; \$49,000 for small to medium personal property audits, \$179,981 for pay-for-performance, and \$2,406,074 transfer from the General fund to Capital Projects fund, and \$700,000 for Amphitheatre.

Requests for Information

The financial report is designed to provide a general overview of Barrow County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, Barrow County Financial Administration, 30 North Broad Street, Winder, GA 30680 or rkisaalita@barrowga.org.

Basic Financial Statements



BARROW COUNTY, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2017

| | PRIMARY GOVERNMENT | | | COMPONENT UNITS | |
|---|-------------------------|--------------------------|----------------|-------------------|-------------------|
| | Governmental Activities | Business-type Activities | Total | Health Department | Airport Authority |
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 26,296,596 | \$ 9,283,005 | \$ 35,579,601 | \$ 959,870 | \$ 176,299 |
| Investments | - | - | - | - | 342,365 |
| Receivables (net where applicable, of allowance for uncollectibles): | | | | | |
| Taxes | 2,691,990 | - | 2,691,990 | - | - |
| Accounts | 717,823 | 309,294 | 1,027,117 | 76,871 | 24 |
| Due from other governments | 1,664,390 | 152,744 | 1,817,134 | - | 22,282 |
| Due from component unit | 11,897 | - | 11,897 | - | - |
| Prepaid items | 836,124 | 2,955 | 839,079 | - | - |
| Internal balances | 38 | (38) | - | - | - |
| Inventory | 8,306 | 44,153 | 52,459 | - | - |
| Restricted assets: | | | | | |
| Cash and cash equivalents | - | 996,442 | 996,442 | - | - |
| Capital assets not being depreciated: | | | | | |
| Land | 25,623,593 | 1,216,542 | 26,840,135 | - | 3,665,770 |
| Construction in progress | 11,642,356 | 520,409 | 12,162,765 | - | 30,033 |
| Capital assets (net of accumulated depreciation): | | | | | |
| Buildings and systems | 58,208,689 | 7,669,055 | 65,877,744 | - | 173,025 |
| Improvements other than buildings | 1,528,060 | 48,045 | 1,576,105 | - | 3,935,505 |
| Machinery and equipment | 6,504,391 | 131,848 | 6,636,239 | 96,436 | 83,472 |
| Infrastructure and intangible assets | 34,024,936 | 59,222,505 | 93,247,441 | - | - |
| Total assets | 169,759,189 | 79,596,959 | 249,356,148 | 1,133,177 | 8,428,775 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Deferred loss on refunding | 3,547,160 | - | 3,547,160 | - | - |
| Difference between projected and actual earnings on pension plan investments | 1,093,815 | 35,048 | 1,128,863 | 88,139 | 3,998 |
| Assumption changes | 1,230,370 | 41,217 | 1,271,587 | 7,343 | 4,162 |
| Pension experience differences | 422,485 | 14,700 | 437,185 | - | 1,443 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | - | - | - | 79,521 | - |
| Employer contributions subsequent to the measurement date | 511,213 | 17,250 | 528,463 | 118,711 | 2,467 |
| | 6,805,043 | 108,215 | 6,913,258 | 293,714 | 12,070 |
| LIABILITIES | | | | | |
| Accounts payable | 609,444 | 136,042 | 745,486 | 59,497 | 3,543 |
| Retainage payable | 11,547 | 28,818 | 40,365 | - | - |
| Salaries and wages payable | 675,273 | 23,978 | 699,251 | - | 3,315 |
| Accrued liabilities | 219,582 | 34,079 | 253,661 | - | - |
| Due to primary government | - | - | - | - | 11,897 |
| Unearned revenues | - | 266,250 | 266,250 | - | - |
| Accrued interest payable | 445,655 | 124,999 | 570,654 | - | - |
| Long-term liabilities: | | | | | |
| Due within one fiscal period: | | | | | |
| Contracts payable | - | 1,035,440 | 1,035,440 | - | - |
| Bonds payable | 5,157,000 | 840,000 | 5,997,000 | - | - |
| Notes payable | - | 146,132 | 146,132 | - | - |
| Compensated absences | 975,586 | 46,319 | 1,021,905 | - | 5,449 |
| Due in more than one fiscal period: | | | | | |
| Net OPEB obligation | 4,373,955 | - | 4,373,955 | - | - |
| Contracts payable | - | 16,455,350 | 16,455,350 | - | - |
| Bonds payable (net of unamortized premiums & discounts) | 57,779,191 | 6,260,000 | 64,039,191 | - | - |
| Notes payable | - | 2,565,228 | 2,565,228 | - | - |
| Compensated absences | 243,897 | 11,580 | 255,477 | 63,185 | 1,362 |
| Net pension liability | 8,457,945 | 286,259 | 8,744,204 | 866,897 | 38,325 |
| Total liabilities | 78,949,075 | 28,260,474 | 107,209,549 | 989,579 | 63,891 |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred gain on refunding | 45,655 | 622,385 | 668,040 | - | - |
| Pension experience difference | 90,966 | 2,855 | 93,821 | 2,002 | 302 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | - | - | - | 51,457 | - |
| | 136,621 | 625,240 | 761,861 | 53,459 | 302 |
| NET POSITION | | | | | |
| Net Investment in capital assets | 78,085,792 | 40,855,051 | 118,940,843 | 96,436 | 7,887,805 |
| Restricted for: | | | | | |
| Public safety | 543,821 | - | 543,821 | - | - |
| Law library | 142,138 | - | 142,138 | - | - |
| Roads and streets | 694,075 | - | 694,075 | - | - |
| Debt service | - | 996,442 | 996,442 | - | - |
| Capital improvements | 7,851,135 | - | 7,851,135 | - | - |
| Unrestricted | 10,161,575 | 8,967,967 | 19,129,542 | 287,417 | 488,847 |
| Total net position | \$ 97,478,536 | \$ 50,819,460 | \$ 148,297,996 | \$ 383,853 | \$ 8,376,652 |

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

BARROW COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| Functions/Programs | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|--|---------------------|-------------------------|-----------------------------|--|--------------------|-----------------|
| | Program Expenses | Charges for Services | Operating | | Primary Government | Component Units |
| | | | Grants and Contributions | Capital Grants and Contributions | | |
| Primary government: | | | | | | |
| Governmental activities: | | | | | | |
| General government | \$ 6,618,120 | \$ 925,608 | \$ - | \$ - | \$ (5,692,512) | \$ - |
| Judicial | 2,923,471 | 1,917,671 | 239,501 | - | (766,299) | - |
| Public safety | 21,333,446 | 2,474,158 | 95,047 | - | (18,764,241) | - |
| Public works | 2,764,205 | 727,869 | 16,222 | 2,526,974 | 506,860 | - |
| Health and welfare | 517,523 | - | 137,539 | - | (379,984) | - |
| Culture and recreation | 967,869 | 149,601 | - | - | (818,268) | - |
| Housing and development | 642,999 | 1,810,794 | - | - | 1,167,795 | - |
| Interest on long term debt and related charges | 1,208,207 | - | - | - | (1,208,207) | - |
| Total governmental activities | 36,975,940 | \$ 8,005,701 | 488,309 | 2,526,974 | (25,954,856) | - |
| Business-type activities: | | | | | | |
| Water & Sewerage Authority | 4,660,408 | 3,701,530 | - | 205,795 | (753,083) | - |
| Stormwater | 629,817 | 423,953 | - | - | (205,864) | - |
| Total business-type activities | 5,290,225 | 4,125,483 | - | 205,795 | (958,947) | - |
| Total primary government | \$ 42,266,065 | \$ 12,131,184 | \$ 488,309 | \$ 2,732,769 | (958,947) | - |
| Component units: | | | | | | |
| Health Department | \$ 1,197,701 | \$ 511,255 | \$ 754,135 | \$ - | - | 67,889 |
| Airport Authority | 622,548 | 252,361 | - | 26,127 | - | (344,060) |
| Total component units | \$ 1,820,249 | \$ 763,616 | \$ 754,135 | \$ 26,127 | - | 67,889 |
| | | | | | - | (344,060) |
| General revenues: | | | | | | |
| Property taxes | | | | | 22,463,771 | - |
| Sales taxes | | | | | 12,236,299 | - |
| Franchise taxes | | | | | 330,655 | - |
| Insurance premium taxes | | | | | 2,444,039 | - |
| Alcoholic beverage taxes | | | | | 269,630 | - |
| Other taxes | | | | | 383,482 | - |
| Unrestricted interest | | | | | 40,780 | 138 |
| Other revenues | | | | | 721,426 | 9,337 |
| Gain on sale of capital assets | | | | | 5,900 | - |
| Transfers | | | | | (8,856,290) | - |
| Total general revenues and transfers | | | | | 38,975,287 | 138 |
| Change in net position | | | | | 12,061,484 | (330,952) |
| Net position, beginning | | | | | 133,357,573 | 8,707,604 |
| Prior period adjustment- See footnote 17 | | | | | 2,878,939 | - |
| Net position, ending | | | | | \$ 148,297,996 | \$ 383,853 |
| | | | | | \$ 97,478,536 | \$ 50,819,460 |

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

BARROW COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017

| | General | Fire | Capital Projects 2005 SPLOST | Capital Projects 2012 SPLOST | Capital Projects Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|--|----------------------|---------------------|---------------------------------------|---------------------------------------|-----------------------------|-----------------------------------|--------------------------------|
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 14,620,157 | \$ 1,659,689 | \$ 535,577 | \$ 6,513,879 | \$ 1,261,261 | \$ 1,706,033 | \$ 26,296,596 |
| Receivables: | | | | | | | |
| Taxes, net of allowances | 1,786,836 | 80,621 | - | 824,533 | - | - | 2,691,990 |
| Accounts | 546,365 | 6,823 | - | - | - | 164,635 | 717,823 |
| Intergovernmental | 9,866 | - | - | - | - | 1,654,524 | 1,664,390 |
| Due from other funds | 1,125,208 | - | - | - | - | 6,831 | 1,132,039 |
| Due from component unit | 11,897 | - | - | - | - | - | 11,897 |
| Inventory | 8,306 | - | - | - | - | - | 8,306 |
| Prepaid items | 830,392 | - | - | - | - | 5,732 | 836,124 |
| Total assets | <u>\$ 18,939,027</u> | <u>\$ 1,747,133</u> | <u>\$ 535,577</u> | <u>\$ 7,338,412</u> | <u>\$ 1,261,261</u> | <u>\$ 3,537,755</u> | <u>\$ 33,359,165</u> |
| LIABILITIES | | | | | | | |
| Accounts payable | \$ 464,796 | \$ 6,635 | \$ 22,854 | \$ - | \$ 11,648 | \$ 103,511 | \$ 609,444 |
| Retainage payable | - | - | - | - | 11,547 | - | 11,547 |
| Salaries and wages payable | 580,332 | 59,973 | - | - | - | 34,968 | 675,273 |
| Accrued liabilities | 216,777 | 2,805 | - | - | - | - | 219,582 |
| Due to other funds | - | 75,575 | - | - | - | 1,056,426 | 1,132,001 |
| Total liabilities | <u>1,261,905</u> | <u>144,988</u> | <u>22,854</u> | <u>-</u> | <u>23,195</u> | <u>1,194,905</u> | <u>2,647,847</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Unavailable revenue - property taxes | 1,216,770 | 48,663 | - | - | - | - | 1,265,433 |
| Total deferred inflow of resources | <u>1,216,770</u> | <u>48,663</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,265,433</u> |
| FUND BALANCES | | | | | | | |
| Nonspendable | 838,698 | - | - | - | - | 5,732 | 844,430 |
| Restricted | - | - | 512,723 | 7,338,412 | - | 1,380,034 | 9,231,169 |
| Committed | 1,131,402 | 1,553,482 | - | - | 1,238,066 | 939,636 | 4,862,586 |
| Assigned | 29,613 | - | - | - | - | 17,448 | 47,061 |
| Unassigned | 14,460,639 | - | - | - | - | - | 14,460,639 |
| Total fund balances | <u>16,460,352</u> | <u>1,553,482</u> | <u>512,723</u> | <u>7,338,412</u> | <u>1,238,066</u> | <u>2,342,850</u> | <u>29,445,885</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 18,939,027</u> | <u>\$ 1,747,133</u> | <u>\$ 535,577</u> | <u>\$ 7,338,412</u> | <u>\$ 1,261,261</u> | <u>\$ 3,537,755</u> | <u>\$ 33,359,165</u> |

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

BARROW COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

Amounts Reported for Governmental activities in the statement of net position (page 31) are different because:

| | | |
|--|---------------------|----------------------|
| Total Fund Balance on the balance sheet (page 33) | | \$ 29,445,885 |
| Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds. | \$ 195,880,976 | |
| Less: Accumulated Depreciation | <u>(58,348,951)</u> | 137,532,025 |
| The net pension liability is not due and payable in current period and therefore is not reported in the governmental funds. | | (8,457,945) |
| Deferred outflows of resources related to pension plans are not current financial resources and therefore are not reported in governmental funds: | | |
| Net difference between projected and actual earnings on pension plan investments | \$ 1,093,815 | |
| Assumption changes | 1,230,370 | |
| Pension experience differences | 422,485 | |
| Employer contributions subsequent to the measurement date | <u>511,213</u> | 3,257,883 |
| Property tax receivables are not available to pay for current period expenditures and therefore are deferred inflows of resources in the governmental funds. | | 1,265,433 |
| Net OPEB obligation is not due and payable in current period and therefore is not reported in the governmental funds. | | (4,373,955) |
| Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported in the governmental funds: | | |
| Accrued interest payable | \$ (445,655) | |
| Bonds payable due within one fiscal period | (5,157,000) | |
| Bonds payable due in more than one fiscal period | (57,779,191) | |
| Compensated absences | <u>(1,219,483)</u> | (64,601,329) |
| Deferred outflows of resources - Unamortized loss on debt refunding | | 3,547,160 |
| Deferred inflows of resources - Unamortized gain on debt refunding | | (45,655) |
| Deferred inflows of resources related to pension plans are not current financial resources and therefore are not reported in governmental funds: | | |
| Pension experience difference | | <u>(90,966)</u> |
| Net position of governmental activities | | <u>\$ 97,478,536</u> |

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

BARROW COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | General | Fire | Capital Projects 2005 SPLOST | Capital Projects 2012 SPLOST | Capital Projects Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|--|----------------------|---------------------|---------------------------------------|---------------------------------------|-----------------------------|-----------------------------------|--------------------------------|
| REVENUES | | | | | | | |
| Taxes | \$ 26,881,881 | \$ 3,431,757 | \$ - | \$ 7,554,173 | \$ - | \$ - | \$ 37,867,811 |
| Licenses and permits | 863,874 | - | - | - | - | - | 863,874 |
| Intergovernmental | 85,858 | - | - | - | - | 2,865,393 | 2,951,251 |
| Charges for services | 4,970,506 | - | - | - | - | 1,140,406 | 6,110,912 |
| Fines and forfeitures | 697,925 | - | - | - | - | 332,990 | 1,030,915 |
| Investment income | 71,406 | 6,306 | 1,386 | 14,836 | - | 1,593 | 95,527 |
| Other revenues | 690,854 | - | - | - | - | 19,227 | 710,081 |
| Total revenues | <u>34,262,304</u> | <u>3,438,063</u> | <u>1,386</u> | <u>7,569,009</u> | <u>-</u> | <u>4,359,609</u> | <u>49,630,371</u> |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| General government | 4,181,245 | - | - | - | - | - | 4,181,245 |
| Judicial | 2,517,483 | - | - | - | - | 228,098 | 2,745,581 |
| Public safety | 13,898,159 | 2,060,198 | - | - | - | 1,554,194 | 17,512,551 |
| Public works | 1,800,711 | - | - | - | - | 2,313,424 | 4,114,135 |
| Health and welfare | 263,357 | - | - | - | - | 137,539 | 400,896 |
| Culture and recreation | 802,779 | - | - | - | - | 2,898 | 805,677 |
| Housing and development | 489,832 | - | - | - | - | 100,144 | 589,976 |
| Intergovernmental: | | | | | | | |
| Payments to joint and other government agencies | 68,890 | - | - | 1,619,631 | - | - | 1,688,521 |
| Capital outlay | - | - | 299,743 | 960,767 | 2,115,033 | 3 | 3,375,546 |
| Debt service: | | | | | | | |
| Principal | 395,255 | - | - | 1,183,743 | - | 1,527,000 | 3,105,998 |
| Interest | - | - | - | 976,505 | - | 534,321 | 1,510,826 |
| Total expenditures | <u>24,417,711</u> | <u>2,060,198</u> | <u>299,743</u> | <u>4,740,646</u> | <u>2,115,033</u> | <u>6,397,621</u> | <u>40,030,952</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>9,844,593</u> | <u>1,377,865</u> | <u>(298,357)</u> | <u>2,828,363</u> | <u>(2,115,033)</u> | <u>(2,038,012)</u> | <u>9,599,419</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | 9,375 | - | - | - | 2,382,745 | 2,338,743 | 4,730,863 |
| Proceeds from sale of capital assets | 130,273 | 6,823 | - | - | - | - | 137,096 |
| Transfers out | (4,718,989) | (1,343) | - | (630,048) | - | (968) | (5,351,348) |
| Total other financing sources (uses) | <u>(4,579,341)</u> | <u>5,480</u> | <u>-</u> | <u>(630,048)</u> | <u>2,382,745</u> | <u>2,337,775</u> | <u>(483,389)</u> |
| Net change in fund balances | 5,265,252 | 1,383,345 | (298,357) | 2,198,315 | 267,712 | 299,763 | 9,116,030 |
| Fund balance - beginning | <u>11,195,100</u> | <u>170,137</u> | <u>811,080</u> | <u>5,140,097</u> | <u>970,354</u> | <u>2,043,087</u> | <u>20,329,855</u> |
| Fund balances - ending | <u>\$ 16,460,352</u> | <u>\$ 1,553,482</u> | <u>\$ 512,723</u> | <u>\$ 7,338,412</u> | <u>\$ 1,238,066</u> | <u>\$ 2,342,850</u> | <u>\$ 29,445,885</u> |

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

BARROW COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

Amounts Reported for Governmental Activities in the statement of activities (page 32) are different because:

| | | |
|---|----|-----------|
| Net Change in fund balances- total governmental funds (page 35) | \$ | 9,116,030 |
|---|----|-----------|

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimate use lives and reported as depreciation expense:

| | | |
|---|-------------|-----------|
| Capital outlay | | 3,375,546 |
| Depreciation expense | (3,749,906) | |
| Donated assets from developers | 47,810 | |
| Capital outlay in noncapital project funds and other adjustments | 2,451,021 | |
| Capital assets reassigned from governmental activities to an enterprise fund | (8,235,805) | |
| Capital assets transferred to the enterprise funds from the governmental activities | (205,795) | |
| Proceeds of the sale of capital assets | (137,096) | |
| Loss on disposal of capital assets | (23,323) | |

Net changes in the net pension liability and related deferred outflows and inflows of resources reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

| | | |
|---|----------------|-----------|
| Increase in net pension liability | \$ (1,831,595) | |
| Increase in deferred outflows of resources - employer contributions subsequent to measurement date | 35,679 | |
| Decrease in deferred outflows of resources - net difference between projected and actual earnings on pension plan investments | (221,047) | |
| Increase in deferred outflows of resources - assumption changes | 599,379 | |
| Increase in deferred outflows of resources - pension investment earning difference | 422,485 | |
| Decrease in deferred inflows of resources - pension investment earning difference | <u>32,378</u> | (962,721) |

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

| | | |
|--|--------------------|---------|
| Fiscal period 2017 unavailable revenue | \$ 1,265,433 | |
| Fiscal year 2016 unavailable revenue | <u>(1,005,368)</u> | 260,065 |

Expenses for compensated absences are reported for governmental activities but do not require the use of current financial resources and therefore are not reported as expenditures for governmental funds.

(22,592)

Net OPEB obligations did not require the use of current financial resources and therefore were not reported as expenditures in governmental funds.

(613,631)

The issuance of long-term debt, (e.g. bonds, leases), provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are accrued and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

| | | |
|---|------------------|-----------|
| General Obligation Bonds principal paid in Fiscal Period 2017 | \$ 755,000 | |
| Capital lease payments in Fiscal Period 2017 | 823,998 | |
| Revenue Bonds payments in Fiscal Period 2017 | <u>1,527,000</u> | 3,105,998 |
| Fiscal Year 2016 accrued interest that was paid in Fiscal Period 2017 | \$ 760,093 | |
| Fiscal Period 2017 accrued interest that was paid in Fiscal Period 2018 | <u>(445,655)</u> | 314,438 |

| | | |
|--|--------------|----------|
| Discount on refunding bonds issued - IBA | | (11,819) |
| Amortized deferred loss on Refunding the 2012 General Obligation Bonds | (506,398) | |
| Amortized deferred loss on Refunding the IBA Revenue Bonds | (104,871) | |
| Amortized deferred gain on new Refunding Revenue Bonds - JDA | <u>9,165</u> | |

| | | |
|--|----|------------------|
| Change in net position of governmental activities. | \$ | <u>4,106,116</u> |
|--|----|------------------|

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

BARROW COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET(GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budget Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|--|-----------------------|-------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUES | | | | |
| Taxes: | | | | |
| Property tax | \$ 18,977,115 | \$ 18,977,115 | \$ 18,660,107 | \$ (317,008) |
| Sales and use tax | 4,350,000 | 4,350,000 | 4,682,126 | 332,126 |
| Beer and wine tax | 214,622 | 214,622 | 269,630 | 55,008 |
| Real estate transfer tax | 88,423 | 88,423 | 105,349 | 16,926 |
| Franchise tax | 272,988 | 272,988 | 330,654 | 57,666 |
| Intangible tax | 259,717 | 259,717 | 389,976 | 130,259 |
| Insurance premium tax | 2,359,911 | 2,359,911 | 2,444,039 | 84,128 |
| Total taxes | <u>26,522,776</u> | <u>26,522,776</u> | <u>26,881,881</u> | <u>359,105</u> |
| Licenses and permits: | | | | |
| Beer and wine licenses | 100,000 | 100,000 | 138,720 | 38,720 |
| County permits | 301,000 | 301,000 | 432,526 | 131,526 |
| Business licenses | 140,000 | 140,000 | 163,116 | 23,116 |
| Financial institution business license | 117,833 | 117,833 | 129,512 | 11,679 |
| Total licenses and permits | <u>658,833</u> | <u>658,833</u> | <u>863,874</u> | <u>205,041</u> |
| Intergovernmental revenues: | | | | |
| State grants | 7,117 | 7,117 | 4,572 | (2,545) |
| Local government revenue | 84,791 | 84,791 | 81,286 | (3,505) |
| Total intergovernmental revenues | <u>91,908</u> | <u>91,908</u> | <u>85,858</u> | <u>(6,050)</u> |
| Charges for services: | | | | |
| Clerk of Superior Court | 410,000 | 410,000 | 503,540 | 93,540 |
| Probate Court | 125,000 | 125,000 | 159,816 | 34,816 |
| Magistrate Court | 180,000 | 180,000 | 181,672 | 1,672 |
| Sheriff | 282,349 | 282,349 | 281,457 | (892) |
| Parks & Recreation | 191,586 | 191,586 | 146,742 | (44,844) |
| Economic & Community Development | 42,557 | 42,557 | 116,861 | 74,304 |
| Emergency medical services | 1,261,575 | 1,261,575 | 1,223,358 | (38,217) |
| Animal Services | 15,750 | 15,750 | 32,373 | 16,623 |
| Solid waste tipping fees | 641,975 | 641,975 | 663,646 | 21,671 |
| Commissions on taxes, tags and titles | 877,000 | 877,000 | 904,741 | 27,741 |
| Subdivision street lights fee | 593,121 | 593,121 | 604,783 | 11,662 |
| Other charges for services | 145,994 | 175,994 | 151,517 | (24,477) |
| Total charges for services | <u>4,766,907</u> | <u>4,796,907</u> | <u>4,970,506</u> | <u>173,599</u> |

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

(Continued)

BARROW COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET(GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budget Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|-------------------------------|-----------------------|-------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| Fines and forfeitures: | | | | |
| Clerk of Superior Court | \$ 263,980 | \$ 263,980 | \$ 220,971 | \$ (43,009) |
| Probate Court | 394,709 | 394,709 | 334,567 | (60,142) |
| Magistrate Court | 65,015 | 65,015 | 37,045 | (27,970) |
| District Attorney | 57,522 | 57,522 | 60,888 | 3,366 |
| Other fines and forfeitures | 2,613 | 2,613 | 2,939 | 326 |
| Late tag penalties | 39,750 | 39,750 | 41,515 | 1,765 |
| Total fines and forfeitures | <u>823,589</u> | <u>823,589</u> | <u>697,925</u> | <u>(125,664)</u> |
| Investment income | <u>19,370</u> | <u>19,370</u> | <u>71,406</u> | <u>52,036</u> |
| Other revenues | <u>31,186</u> | <u>31,186</u> | <u>690,854</u> | <u>659,668</u> |
| Total revenues | <u>32,914,569</u> | <u>32,944,569</u> | <u>34,262,304</u> | <u>1,317,735</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government: | | | | |
| Board of County Commissioners | 167,206 | 167,206 | 144,714 | 22,492 |
| Clerk of Commission | 60,150 | 60,150 | 58,369 | 1,781 |
| County Manager | 159,197 | 159,197 | 154,763 | 4,434 |
| Elections | 185,696 | 185,696 | 152,845 | 32,851 |
| Financial Administration | 511,090 | 511,090 | 473,939 | 37,151 |
| County Attorney | 252,000 | 252,000 | 148,104 | 103,896 |
| Information Technology | 316,720 | 316,720 | 265,372 | 51,348 |
| Human Resources | 178,252 | 178,252 | 172,242 | 6,010 |
| Tax Commissioner | 501,472 | 501,472 | 436,303 | 65,169 |
| Tax Assessor | 550,270 | 550,270 | 520,197 | 30,073 |
| Board of Equalization | 6,332 | 6,332 | 3,042 | 3,290 |
| Building and Grounds | 1,029,605 | 1,029,605 | 993,466 | 36,139 |
| Northeast Georgia RDC - Dues | 71,453 | 71,453 | - | 71,453 |
| Other | 3,845,336 | 3,544,973 | 657,889 | 2,887,084 |
| Total general government | <u>7,834,779</u> | <u>7,534,416</u> | <u>4,181,245</u> | <u>3,353,171</u> |
| Judicial: | | | | |
| Superior Court | 402,108 | 402,108 | 398,259 | 3,849 |
| Clerk of Superior Court | 568,576 | 549,956 | 526,893 | 23,063 |
| District Attorney | 556,811 | 556,811 | 500,401 | 56,410 |
| Magistrate Court | 270,850 | 276,184 | 264,215 | 11,969 |
| Probate Court | 322,304 | 322,304 | 298,905 | 23,399 |
| Juvenile Court | 255,975 | 274,595 | 274,594 | 1 |
| Indigent Defense | 262,842 | 281,286 | 254,216 | 27,070 |
| Total judicial | <u>2,639,466</u> | <u>2,663,244</u> | <u>2,517,483</u> | <u>145,761</u> |

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

(Continued)

BARROW COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET(GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Budget Amounts | | Actual | Variance With |
|--|-----------------------|-------------------|-------------------|----------------------|
| | Original | Final | Amounts | Final Budget |
| Public safety: | | | | |
| Sheriff | \$ 5,725,939 | \$ 5,708,814 | \$ 5,619,991 | \$ 88,823 |
| Detention Center | 4,746,370 | 4,746,370 | 4,712,684 | 33,686 |
| Emergency Medical Services | 3,275,766 | 3,260,766 | 3,119,728 | 141,038 |
| Coroner | 61,541 | 61,541 | 55,653 | 5,888 |
| Animal control | 392,031 | 392,031 | 390,103 | 1,928 |
| Total public safety | <u>14,201,647</u> | <u>14,169,522</u> | <u>13,898,159</u> | <u>271,363</u> |
| Public works: | | | | |
| Public Works Administration | 530,020 | 587,145 | 587,145 | - |
| Roads and Bridges | 1,349,448 | 1,354,448 | 1,213,566 | 140,882 |
| Total public works | <u>1,879,468</u> | <u>1,941,593</u> | <u>1,800,711</u> | <u>140,882</u> |
| Health and welfare: | | | | |
| Health Department | 152,084 | 152,084 | 152,084 | - |
| Advantage Behavioral | 3,116 | 3,116 | 3,116 | - |
| Dept of Family and Children services | 37,500 | 37,500 | 27,278 | 10,222 |
| Aging program | 136,607 | 136,607 | 63,629 | 72,978 |
| Mental Center | 2,250 | 2,250 | 2,250 | - |
| Adult Literacy - WBCACE | 15,000 | 15,000 | 15,000 | - |
| Total health and welfare | <u>346,557</u> | <u>346,557</u> | <u>263,357</u> | <u>83,200</u> |
| Culture and recreation: | | | | |
| Leisure Services | 687,931 | 687,931 | 665,873 | 22,058 |
| Amphitheater | - | 50,000 | 31,906 | 18,094 |
| Library Board of Trustees | 105,000 | 105,000 | 105,000 | - |
| Total culture and recreation | <u>792,931</u> | <u>842,931</u> | <u>802,779</u> | <u>40,152</u> |
| Housing and development: | | | | |
| Cooperative Extension service | 46,345 | 46,345 | 44,392 | 1,953 |
| Soil conservation | 3,000 | 3,000 | 3,000 | - |
| Forrest resources | 4,660 | 4,660 | 3,481 | 1,179 |
| Barrow County Chamber of commerce | 16,000 | 16,000 | 16,000 | - |
| Economic Development/Community Development | 502,530 | 502,530 | 422,959 | 79,571 |
| Total housing and development | <u>572,535</u> | <u>572,535</u> | <u>489,832</u> | <u>82,703</u> |

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

(Continued)

BARROW COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET(GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budget Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|--|-----------------------|---------------|----------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| Intergovernmental: | | | | |
| Payments to joint and other government agencies | \$ 52,500 | \$ 68,891 | \$ 68,890 | \$ 1 |
| Debt service: | | | | |
| Principal | 395,255 | 395,255 | 395,255 | - |
| Total debt service | 395,255 | 395,255 | 395,255 | - |
| Total expenditures | 28,715,138 | 28,534,944 | 24,417,711 | 4,117,233 |
| Excess of revenues over expenditures | 4,199,431 | 4,409,625 | 9,844,593 | 5,434,968 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 9,375 | 9,375 | 9,375 | - |
| Proceeds from sale of capital assets | 10,000 | 10,000 | 130,273 | 120,273 |
| Transfers out | (4,301,574) | (4,916,443) | (4,718,989) | 197,454 |
| Total other financing sources (uses) | (4,282,199) | (4,897,068) | (4,579,341) | 317,727 |
| Net change in fund balances | (82,768) | (487,443) | 5,265,252 | 5,752,695 |
| Fund balance - beginning | 11,195,100 | 11,195,100 | 11,195,100 | - |
| Fund balance - ending | \$ 11,112,332 | \$ 10,707,657 | \$ 16,460,352 | \$ 5,752,695 |

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

BARROW COUNTY, GEORGIA
FIRE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET(GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budget Amounts</u> | | <u>Actual</u> | <u>Variance with</u> |
|---------------------------------------|-----------------------|-------------------|---------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Taxes: | | | | |
| Property tax | \$ 3,456,708 | \$ 3,456,708 | \$ 3,431,757 | \$ (24,951) |
| Total taxes | <u>3,456,708</u> | <u>3,456,708</u> | <u>3,431,757</u> | <u>(24,951)</u> |
| Investment income | <u>2,000</u> | <u>2,000</u> | <u>6,306</u> | <u>4,306</u> |
| Total revenues | <u>3,458,708</u> | <u>3,458,708</u> | <u>3,438,063</u> | <u>(20,645)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Fire department | <u>3,457,365</u> | <u>3,457,365</u> | <u>2,060,198</u> | <u>1,397,167</u> |
| Total public safety | <u>3,457,365</u> | <u>3,457,365</u> | <u>2,060,198</u> | <u>1,397,167</u> |
| Total expenditures | <u>3,457,365</u> | <u>3,457,365</u> | <u>2,060,198</u> | <u>1,397,167</u> |
| Excess of revenues over expenditures | 1,343 | 1,343 | 1,377,865 | 1,376,522 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds from sale of capital assets | - | - | 6,823 | 6,823 |
| Transfers out | <u>(1,343)</u> | <u>(1,343)</u> | <u>(1,343)</u> | <u>-</u> |
| Transfers out | - | - | - | - |
| Total other financing sources (uses) | <u>(1,343)</u> | <u>(1,343)</u> | <u>5,480</u> | <u>6,823</u> |
| Net change in fund balances | - | - | 1,383,345 | 1,383,345 |
| Fund balances - beginning | <u>170,137</u> | <u>170,137</u> | <u>170,137</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 170,137</u> | <u>\$ 170,137</u> | <u>\$ 1,553,482</u> | <u>\$ 1,383,345</u> |

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

BARROW COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

| | Water and Sewerage Authority Fund | Stormwater Fund | Total |
|--|--|----------------------------|----------------------|
| ASSETS | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 9,034,411 | \$ 248,594 | \$ 9,283,005 |
| Accounts receivable, net of allowances | 267,934 | 41,360 | 309,294 |
| Due from other governments | 152,744 | - | 152,744 |
| Inventory | 44,153 | - | 44,153 |
| Prepaid items | 2,555 | 400 | 2,955 |
| Restricted assets: | | | |
| Cash and cash equivalents | 996,442 | - | 996,442 |
| Total current assets | <u>10,498,239</u> | <u>290,354</u> | <u>10,788,593</u> |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Land | 1,216,542 | - | 1,216,542 |
| Construction in progress | 520,409 | - | 520,409 |
| Buildings | 10,795,442 | 12,132 | 10,807,574 |
| Infrastructure and intangible assets | 77,186,096 | 15,532,438 | 92,718,534 |
| Site improvements | 350,448 | - | 350,448 |
| Machinery and equipment | 660,560 | 101,535 | 762,095 |
| Total capital assets | 90,729,497 | 15,646,105 | 106,375,602 |
| Less accumulated depreciation | (30,074,110) | (7,493,088) | (37,567,198) |
| Total noncurrent assets | <u>60,655,387</u> | <u>8,153,017</u> | <u>68,808,404</u> |
| Total assets | <u>71,153,626</u> | <u>8,443,371</u> | <u>79,596,997</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pension investment earning differences | 31,512 | 3,536 | 35,048 |
| Pension assumption changes | 37,450 | 3,767 | 41,217 |
| Pension experience differences | 13,446 | 1,254 | 14,700 |
| Pension contributions subsequent to measurement date | 15,540 | 1,710 | 17,250 |
| Total deferred outflows of resources | <u>\$ 97,948</u> | <u>\$ 10,267</u> | <u>\$ 108,215</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 131,827 | \$ 4,215 | \$ 136,042 |
| Salaries and wages payable | 20,584 | 3,394 | 23,978 |
| Accrued liabilities | 34,018 | 61 | 34,079 |
| Due to other funds | 38 | - | 38 |
| Retainage payable | 28,818 | - | 28,818 |
| Accrued interest payable | 55,482 | - | 55,482 |
| Compensated absences payable | 39,122 | 7,197 | 46,319 |
| Unearned revenues | 266,250 | - | 266,250 |
| Notes payable | 146,132 | - | 146,132 |
| Contracts payable | 1,035,440 | - | 1,035,440 |
| | <u>1,757,711</u> | <u>14,867</u> | <u>1,772,578</u> |
| Payable from restricted assets: | | | |
| Accrued interest payable | 69,517 | - | 69,517 |
| Revenue bonds payable - current portion | 840,000 | - | 840,000 |
| | <u>909,517</u> | <u>-</u> | <u>909,517</u> |
| Total current liabilities | <u>2,667,228</u> | <u>14,867</u> | <u>2,682,095</u> |
| Long-term liabilities: | | | |
| Compensated absences payable | 9,781 | 1,799 | 11,580 |
| Net pension liability | 258,555 | 27,704 | 286,259 |
| Notes payable | 2,565,228 | - | 2,565,228 |
| Contracts payable (net of unamortized premiums) | 16,455,350 | - | 16,455,350 |
| Revenue bonds payable | 6,260,000 | - | 6,260,000 |
| Total long-term liabilities | <u>25,548,914</u> | <u>29,503</u> | <u>25,578,417</u> |
| Total liabilities | <u>28,216,142</u> | <u>44,370</u> | <u>28,260,512</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred gain on refunding | 622,385 | - | 622,385 |
| Pension experience differences | 2,562 | 293 | 2,855 |
| Total deferred inflows of resources | <u>624,947</u> | <u>293</u> | <u>625,240</u> |
| NET POSITION | | | |
| Net investment in capital assets | 32,702,034 | 8,153,017 | 40,855,051 |
| Restricted for debt service | 996,442 | - | 996,442 |
| Unrestricted | 8,712,009 | 255,958 | 8,967,967 |
| Total net position | <u>\$ 42,410,485</u> | <u>\$ 8,408,975</u> | <u>\$ 50,819,460</u> |

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

BARROW COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Water and Sewerage Authority Fund | Stormwater Fund | Totals |
|--|--|----------------------------|----------------------|
| Operating revenues: | | | |
| Charges for services | \$ 47,591 | \$ 423,953 | \$ 471,544 |
| Sewer sales | 739,042 | - | 739,042 |
| Water sales | 2,914,897 | - | 2,914,897 |
| Other revenue | 11,345 | - | 11,345 |
| | <u>3,712,875</u> | <u>423,953</u> | <u>4,136,828</u> |
| Total operating revenues | | | |
| Operating expenses: | | | |
| Personnel costs | 556,820 | 83,231 | 640,051 |
| Contracted services | 340,038 | 233,687 | 573,725 |
| Professional and technical services | 138,662 | 4,889 | 143,551 |
| Purchased water | 809,986 | - | 809,986 |
| Supplies | 337,683 | 16,059 | 353,742 |
| Depreciation and amortization | 1,890,398 | 291,951 | 2,182,349 |
| | <u>4,073,587</u> | <u>629,817</u> | <u>4,703,404</u> |
| Total operating expenses | | | |
| Operating loss | <u>(360,712)</u> | <u>(205,864)</u> | <u>(566,576)</u> |
| Nonoperating income (expenses) | | | |
| Interest income | 40,780 | - | 40,780 |
| Sale of capital assets | 2,900 | 3,000 | 5,900 |
| Debt issuance cost | (53,919) | - | (53,919) |
| Interest expense | (532,902) | - | (532,902) |
| | <u>(543,141)</u> | <u>3,000</u> | <u>(540,141)</u> |
| Total nonoperating income (expenses) | | | |
| Loss before contributions and transfers | (903,853) | (202,864) | (1,106,717) |
| Capital contributions - from governmental activities | 205,795 | 8,235,805 | 8,441,600 |
| Transfers in | 630,048 | - | 630,048 |
| Transfers out | (5,813) | (3,750) | (9,563) |
| | <u>(73,823)</u> | <u>8,029,191</u> | <u>7,955,368</u> |
| Change in net position | | | |
| Total net position - beginning | <u>42,484,308</u> | <u>379,784</u> | <u>42,864,092</u> |
| Total net position - ending | <u>\$ 42,410,485</u> | <u>\$ 8,408,975</u> | <u>\$ 50,819,460</u> |

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

BARROW COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Water and Sewerage Authority Fund | Stormwater Fund | Total |
|---|--|----------------------------|----------------------|
| Cash flows from operating activities: | | | |
| Receipts from customers and users | \$ 3,897,309 | \$ 421,795 | \$ 4,319,104 |
| Payments to employees | (509,384) | (74,684) | (584,068) |
| Payments to suppliers for goods and services provided | <u>(1,651,092)</u> | <u>(254,273)</u> | <u>(1,905,365)</u> |
| Net cash provided by operating activities | <u>1,736,833</u> | <u>92,838</u> | <u>1,829,671</u> |
| Cash flows from noncapital financing activities: | | | |
| Transfer to other funds | <u>(5,813)</u> | <u>(3,750)</u> | <u>(9,563)</u> |
| Net cash used by noncapital financing activities | <u>(5,813)</u> | <u>(3,750)</u> | <u>(9,563)</u> |
| Cash flows from capital and related financing activities: | | | |
| Transfer from SPLOST capital project fund | 630,048 | - | 630,048 |
| Proceeds from issuance of debt proceeds (intergovernmental contracts payable) | 2,735,340 | - | 2,735,340 |
| Redemption of old debt (intergovernmental contracts payable) | (2,770,018) | - | (2,770,018) |
| Debt issuance costs (intergovernmental contracts payable) | (53,919) | - | (53,919) |
| Purchase of capital assets | (518,010) | (38,648) | (556,658) |
| Principal payments on long term borrowings | (619,800) | - | (619,800) |
| Interest payments on long-term borrowings | (486,706) | - | (486,706) |
| Proceed from the sale of assets | <u>2,900</u> | <u>3,000</u> | <u>5,900</u> |
| Net cash used by capital and related financing activities | <u>(1,080,165)</u> | <u>(35,648)</u> | <u>(1,115,813)</u> |
| Cash flows from investing activities: | | | |
| Interest received | <u>40,780</u> | <u>-</u> | <u>40,780</u> |
| Net cash provided by investing activities | <u>40,780</u> | <u>-</u> | <u>40,780</u> |
| Net increase in cash and cash equivalents | 691,635 | 53,440 | 745,075 |
| Cash and cash equivalents, beginning of fiscal period | <u>9,339,218</u> | <u>195,154</u> | <u>9,534,372</u> |
| Cash and cash equivalents, end of fiscal period | <u>\$ 10,030,853</u> | <u>\$ 248,594</u> | <u>\$ 10,279,447</u> |
| Reconciliation of cash and cash equivalents | | | |
| Cash and cash equivalents | \$ 9,034,411 | \$ 248,594 | \$ 9,283,005 |
| Cash and cash equivalents - Restricted | <u>996,442</u> | <u>-</u> | <u>996,442</u> |
| | <u>\$ 10,030,853</u> | <u>\$ 248,594</u> | <u>\$ 10,279,447</u> |
| Reconciliation of operating loss to net cash provided by operating activities: | | | |
| Operating loss | \$ (360,712) | \$ (205,864) | \$ (566,576) |
| Adjustments to reconcile net operating income (loss) to net cash provided (used) by operating activities: | | | |
| Depreciation and amortization | 1,890,398 | 291,951 | 2,182,349 |
| (Increase) decrease in accounts receivable | 106,279 | (2,158) | 104,121 |
| Decrease in due from other governments | 78,155 | - | 78,155 |
| (Increase) decrease in prepaid items | 5,236 | (135) | 5,101 |
| Decrease in inventory | 7,913 | - | 7,913 |
| Increase in deferred outflows of resources related to pension items | (26,621) | (2,483) | (29,104) |
| Increase (decrease) in accounts payable and accrued liabilities | (31,365) | 497 | (30,868) |
| Increase in salaries, wages, and compensated absences payable | 16,796 | 5,691 | 22,487 |
| Increase in net pension liability | 58,291 | 5,435 | 63,726 |
| Decrease in due to other funds | (6,507) | - | (6,507) |
| Decrease in deferred inflow of resources | <u>(1,030)</u> | <u>(96)</u> | <u>(1,126)</u> |
| Net cash provided by operating activities | <u>\$ 1,736,833</u> | <u>\$ 92,838</u> | <u>\$ 1,829,671</u> |
| Noncash capital financing activities: | | | |
| Capital assets acquired through contributions from governmental activities | <u>\$ 205,795</u> | <u>\$ 8,235,805</u> | <u>\$ 8,441,600</u> |

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

BARROW COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
JUNE 30, 2017

| ASSETS | Agency Funds |
|--------------------------|----------------------------|
| | <hr/> |
| Cash and cash equivalent | \$ 4,824,928 |
| Investments | 118,780 |
| Taxes receivables | <u>4,266,071</u> |
| | |
| Total assets | <u>\$ 9,209,779</u> |
| | |
| LIABILITIES | |
| Due to others | <u>\$ 9,209,779</u> |
| | |
| Total liabilities | <u><u>\$ 9,209,779</u></u> |

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

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

On December 8, 2015, the Board of Commissioners voted to change the County's fiscal year from October 1 through September 30 to July 1 through June, starting with the fiscal period 2017.

The County operates under a County Commission – County Manager form of government. On November 8, 2011, the citizens of Barrow County voted to create the new position of County Manager. This took effect on January 1, 2013. As a result of the vote; the chairperson of the Board is on a part-time basis. The County Manager is responsible for the day to day running of the County.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of Barrow County, Georgia (the "primary government") and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational and financial relationships with the County. In conformity with GAAP, as set forth by Governmental Accounting Standards Board (GASB) 61, "The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and 34," the component units' financial statements have been included as blended or discretely presented component units. Blended component units, although legally separate entities, are in substance part of the County's operations so financial data from these units are combined with the financial data of the primary government. Each discretely presented component unit, on the other hand, is reported separately in the financial statements to emphasize that it is legally separate from the County.

Blended Component Unit – Blended component units, although legally separate entities, are in substance, part of the County's operations and management of the County has operational responsibility for the component units.

Water and Sewerage Authority Fund - On September 13th, 2011, the Board unanimously voted to authorize the merger of the Water and Sewerage Fund with the Sewerage Treatment Fund and the Water Transmission Fund. As a result of the merger the Water and Sewerage Authority Fund, although a legally separate entity, is in substance part of the County's operations. The Authority exists to provide services directly to the County through financing activities and all employees and water and sewer operations are performed by the County. Therefore, financial data from the Authority is combined with the financial data of the primary government as a major enterprise fund. The Authority is comprised of a seven member-board, which is appointed by the County Commissioners.

An Industrial Building Authority (IBA) was created on January 30, 1962 to encourage and promote the expansion and development of industrial and commercial facilities in Barrow County, so as to relieve possible unemployment within its boundaries. The IBA has five (5) board members; the Chairman of the Barrow County Chamber of Commerce, the Chairman of Barrow County, Mayor of the City of Winder, one (1) member appointed by the County as approved by the Board, and one (1) member appointed by the City of Winder as approved by the Council. The IBA is fiscally dependent upon the County for funding its long-term obligations and the County is expected to pay all of the IBA's debt. Separate financial statements are not prepared for the IBA.

A Joint Development Authority (JDA) was created on October 30, 1981 between Barrow County Board of Commissioners and the Mayor of the City of Winder for the development and promotion of public good and general welfare trade, commerce, industry, and employment activities in the City of Winder and Barrow County. The JDA has seven (7) board members; the Chairman of the Barrow County Chamber of Commerce, the Chairman of Barrow County, Mayor of the City of Winder, two (2) members appointed by the County as approved by the Board, and two (2) members appointed by the City of Winder as approved by the Council. The JDA is fiscally dependent upon the County for funding its long-term obligations and the County is expected to pay all of the JDA's debt. Separate financial statements are not prepared for the JDA.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

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

The Barrow County Board of Health (the "Board of Health") provides various health services for the citizens of Barrow County under a contract with the Georgia Department of Human Resources (DHR). The Health Department receives financial support from Barrow County, Georgia, the State of Georgia, and the Federal Government. The County Commission appoints a majority of the Board of Directors of the Board of Health. The County has the authority to modify and approve the Board of Health's budget and the ability to approve health service fees. The presentation of the Board of Health's financial information was taken from its audited financial report at June 30, 2017 and is presented in the County financial statements as a governmental type component unit. Separate financial statements for the Barrow County Board of Health can be obtained at the Barrow County Health Department, 15 Porter street, Winder, Georgia 30680.

The Barrow County Airport Authority (the "Airport Authority") operates as a separate statutory authority comprised of a seven-member board that oversees the operations of the airport. The Airport Authority's board is appointed by the County Commissioners. Management believes that due to the close relationship between the Airport Authority and the County, it would be misleading to exclude the Airport Authority from the reporting entity. Separate financial statements are not prepared for the Airport Authority.

B. Government-wide and Fund Financial Statements

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

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

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.

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

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from the governmental funds, while business-type incorporates data from the County's enterprise funds.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Agency funds are custodial in nature and do not present results of operations or have a measurement focus but do use the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the fiscal year for

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the County considers property taxes, sales taxes, licenses, and investment income to be available if they are collected within 60 days of the end of the current fiscal period; however, grant revenues are considered to be available if they are collected within 180 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the County's water and sewer function and various other functions of the County. Elimination of these charges would distort the direct costs reported for the various functions concerned.

The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component units. Separate statements for each fund category- governmental, proprietary, and fiduciary- are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

The County reports the following major governmental funds:

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

The **Fire Fund** is a special revenue fire district fund that accounts for fire services. This fund is funded by property taxes.

The **Capital Projects 2005 SPLOST Fund** accounts for the financial resources provided from the 2005 General Obligation Sales Tax Bonds and the 2005 one percent Special Purpose Local Option Sales Tax. Such resources are used for roads, streets, and bridges, recreational facilities, Bear Creek debt payments, water projects, sewer lines, Cultural Arts Facility and West Winder By-Pass and airport improvements. The 2005 General Obligation Sales Tax Bond proceeds were used as financial resources for the new Criminal Justice Facility, Animal Control Facility, E911 Facility, Fire Station(s), Fire Training Center, Courthouse Renovations, and the Health Department renovations.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Although 2005 SPLOST was approved by the Citizens of Barrow County during fiscal year 2005, the County did not start collecting these taxes until fiscal year 2006.

The **Capital Projects 2012 SPLOST Fund** accounts for the financial resources provided from the 2012 one percent Special Purpose Local Option Sales Tax. Such resources are used for payment of the debt service and satisfaction of the general obligation bond issued in conjunction with the 2005 SPLOST, and for roads, streets, and bridges, recreational facilities, Bear Creek debt payments, water projects, sewer lines and for purchase of equipment. Although 2012 SPLOST was approved by the Citizens of Barrow County during fiscal year 2011, the County did not start collecting these taxes until fiscal year 2012.

The **Capital Projects Fund** was established to separately account for capital projects primarily funded with the General Fund revenue sources. The Board believes that the County can more effectively account for these projects through a separate capital projects fund.

The County reports the following major proprietary funds:

The **Water and Sewerage Fund** accounts for the activities of the water and sewer funds of the County and the Authority, a blended component unit of the County. The fund accounts for the activities of the water distribution system, sewerage treatment plant, sewage pumping stations, and collection systems. It is a proprietary fund.

The **Stormwater Fund** is another proprietary fund. It accounts for the activities of the stormwater funds of the County. This fund works under the National Pollutant Discharge Elimination System (NPDES) Phase Two Permit that requires the County to maintain a five year storm water management plan (2013-2017). This plan requires the inspections and maintenance of the storm water sewer system, which includes approximately 178 detention ponds.

Proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. These funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Additionally, the County reports the following fund types:

Special revenue funds account for and report the proceeds of specific revenue sources that are legally restricted or committed to expenditures 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 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 inflow.

**BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Capital Project Fund accounts for the acquisition and construction of the County's capital facilities, other than those financed by enterprise funds.

Agency funds – the agency funds are used to account for resources held by the County or its officials in a custodial capacity. The agency funds have no measurement focus but utilize the accrual basis of accounting for reporting its assets and liabilities. The following are the agency funds: Tax Commissioner, Clerk of Superior Court, Probate Court, Magistrate Court, and Sheriff.

D. Deposits and Investments

Georgia statutes authorize the County to invest in the following: (1) obligations of Georgia or any other State; (2) obligations of the United States; (3) obligations fully insured or guaranteed by the United States government or one of its agencies; (4) obligations of any corporation of the United States government; (5) prime bankers' acceptances; (6) the State of Georgia local government investment pool; (7) repurchase agreements; and (8) obligations of any other political subdivisions of the State of Georgia. Any investment or deposit in excess of the federal depository insured amounts must be collateralized by 100% of State or U.S. obligations. For purposes of the statement of cash flows, all highly liquid investments with an original maturity of less than 90 days are considered to be cash equivalents.

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair market value as of year-end and the County's investment in the Georgia Fund 1 is reported at fair value. The County considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation. The County's nonparticipating interest-earning investment contracts (certificates of deposit) are recorded at cost. Any remaining investments are recorded at fair value.

E. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds." Amounts are expected to be repaid within one fiscal year. In the government-wide financial statements, certain eliminations are made. Balances between the funds are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in the business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

F. Interfund Transfers In/Out

Certain activities also occur during the fiscal year involving transfer of resources between funds. In fund financial statements, these amounts are reported at gross amount. In the government-wide statements, certain eliminations are made. Transfers between the funds included in the governmental activities are eliminated so that the net amount is included as transfers in the governmental activity column. Similarly, balances between the funds in the business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. 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 amount of assets, deferred outflows of resources, deferred inflows of resources, and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amount of revenues and expenditures/expenses during the period. Actual results could differ from those estimates.

H. Budgets

Annual appropriated budgets are adopted for all funds. The budgets for the proprietary funds are for management control purposes and are not required to be reported. Budgets are adopted on a basis consistent with generally accepted accounting principles. Capital outlay expenditures are budgeted for each department in the capital project funds as capital outlay. All appropriations lapse at fiscal year-end for all funds except for the capital project funds. Expenditures may not legally exceed budgeted appropriations at the department level (e.g. Administration).

I. Capital Assets

Capital assets, which include property, plant, equipment, intangible, and infrastructure assets, are reported in the government-wide and proprietary fund financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of one year or more. 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.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the County chose to include all such items regardless of their acquisition date or amount. The County was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the County constructs or acquires additional capital assets each fiscal year, including infrastructure, they are capitalized and reported at historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of enterprise funds is included as part of the capitalized value of the asset constructed.

Land and construction in progress are not depreciated. Other property, plant, equipment, and infrastructure of the primary government and its component units are depreciated using the straight line method over the following useful lives:

| Asset | Years |
|---|--------------|
| Improvements | 15 |
| Infrastructure | 50 |
| Buildings | 50 |
| Machinery and Equipment | 10 |
| Furniture and Fixtures | 10 |
| Vehicles | 5 |
| Special Purpose Vehicle | 20 |
| Intangible asset- Sewerage Treatment Capacity | 22 |
| Intangible asset- Water Capacity Rights | 40 |
| Intangible asset- Amphitheater | 50 |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Inventories and Prepaid Items

Inventory consists of other supplies, which are recorded as assets at the time of purchase and as expenditures or expenses as the supplies are used. These inventories are valued at cost using the first-in, first-out (FIFO) method.

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

K. Long-Term Obligations

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

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 the 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.

L. Compensated Absences

All full-time employees of the County are eligible to accrue personal leave based upon their years of service and position held. Generally, employees are entitled to up to a maximum of 240 hours of accrued personal leave upon termination. Additionally, any accrued personal leave that cannot be utilized shall be credited towards years of service if the employee retires from the County.

In accordance with the provisions of Statement of Governmental Accounting Standards No. 16, "Accounting for Compensated Absences", no liability is recorded for non-vesting accumulating rights to receive sick pay benefits as the County does not have a policy for making cash payments for such benefits at employee termination.

All paid time off 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.

M. Unearned Revenue

Unearned revenue arise in the governmental fund level, proprietary funds, and government wide level when resources are received by the County before it has a legal claim to them. In subsequent periods, when the County has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet or statement of net position and revenue is recognized.

N. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditures) until then. One of the items for the County that qualifies for reporting in this category is the deferred loss on refunding reported in the government-wide statement of net position. A deferred loss on refunding results from the difference in the

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Deferred Outflows/Inflows of Resources (Continued)

carrying value of refunded debt and its reacquisition price. This loss is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The County also reports deferred outflows of resources related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. The difference between projected investment return on pension investments and actual return on those investments is deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the County to the pension plan before fiscal year-end but subsequent to the measurement date of the County's net pension liability are reported as deferred outflows of resources and will reduce the net pension liability in the following year. Experience losses result from periodic studies by the County's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains are recorded as deferred outflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized in pension expense over the expected remaining service lives of plan members. These items are reported in the government wide financial statements and also in the fund level statements for the County's proprietary funds.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has several types of items, one of which only arises under a modified accrual basis of accounting that qualifies for reporting in this category. One item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. Another item is a defeased gain on refunding which results from the difference in the carrying value of refunded debt and its reacquisition price. This gain is deferred and amortized over the shorter of the life of the refunded or refunding debt. Finally, the County has deferred inflows of resources related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains result from periodic studies by the County's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience losses are recorded as deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members.

O. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Barrow County Retirement Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

P. Fund Equity and Net Position

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

Fund Balance – Generally, fund balance represents the difference between the totals of assets, total deferred inflows of resources, and total liabilities under the current financial resources management focus of accounting. In

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Fund Equity and Net Position (Continued)

the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in those funds can be spent. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Fund balances are classified as follows:

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

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

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by a formal vote and passage of a resolution of the County Board of Commissioners. Only the County's Board of Commissioners may modify or rescind the commitment by a formal vote and passage of a subsequent resolution.

Assigned – Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The County's Board of Commissioners established a policy through an unanimous vote and passage of a resolution which expressly delegated to the Chief Financial Officer the authority to assign funds for particular purposes.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. During fiscal year 2015, the Board revised the unassigned fund balance policy from 30% of General Fund expenditures to a minimum of 2 months (16.67%) and a maximum of 3 months (25%). For the nine month period ended June 30, 2017, unassigned fund balance is 59.22% of the General Fund expenditures or 49.63% of the General Fund expenditures plus transfers out.

Fund Balance Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order: (1) Committed, (2) Assigned, and (3) Unassigned.

Net Position – Generally net position represents the difference between the total assets, total deferred outflows of resources, and total liabilities and deferred inflows of financial position statements prepared using the economic resources measurement focus and the accrual basis of accounting.

Net Position Flow Assumption – Sometimes the government will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted- net position in the government-wide and proprietary fund finances statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Fund Equity and Net Position (Continued)

The composition of the Fund Balance Classification is as follows:

| | General Fund | Fire Fund | Capital Projects 2005 SPLOST Fund | Capital Projects 2012 SPLOST Fund | Capital Projects Fund | Nonmajor Governmental Funds | Totals |
|------------------------------------|-----------------|--------------|---|---|-----------------------------|-----------------------------------|--------------|
| Nonspendable: | | | | | | | |
| Inventory | \$ 8,306 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 8,306 |
| Prepaid items | 830,392 | - | - | - | - | 5,732 | 836,124 |
| Subtotals | 838,698 | - | - | - | - | 5,732 | 844,430 |
| Restricted: | | | | | | | |
| Emergency services | - | - | - | - | - | 1,789 | 1,789 |
| Law enforcement | - | - | - | - | - | 260,371 | 260,371 |
| Law library | - | - | - | - | - | 142,138 | 142,138 |
| Capital projects | - | - | 512,723 | 7,338,412 | - | - | 7,851,135 |
| Drug abuse treatment and education | - | - | - | - | - | 253,073 | 253,073 |
| Juvenile court indigent programs | - | - | - | - | - | 28,588 | 28,588 |
| Roads and streets | - | - | - | - | - | 694,075 | 694,075 |
| Subtotals | - | - | 512,723 | 7,338,412 | - | 1,380,034 | 9,231,169 |
| Committed: | | | | | | | |
| Inmate use | - | - | - | - | - | 126,150 | 126,150 |
| Jail construction | - | - | - | - | - | 401,299 | 401,299 |
| Building maintenance | 11,509 | - | - | - | - | - | 11,509 |
| Drug court supervision fee | - | - | - | - | - | 73,067 | 73,067 |
| Fire Services | - | 1,553,482 | - | - | - | - | 1,553,482 |
| 700 MHTZ Radio Maintenance System | - | - | - | - | - | 18,131 | 18,131 |
| Capital Projects | - | - | - | - | 1,238,066 | - | 1,238,066 |
| Housing and Development | - | - | - | - | - | 320,989 | 320,989 |
| FY2018 Budget - Use of Reserve | 774,000 | - | - | - | - | - | 774,000 |
| Vehicle replacement program | 345,893 | - | - | - | - | - | 345,893 |
| Subtotals | 1,131,402 | 1,553,482 | - | - | 1,238,066 | 939,636 | 4,862,586 |
| Assigned: | | | | | | | |
| Animal Control | 5,960 | - | - | - | - | - | 5,960 |
| Law enforcement | - | - | - | - | - | 9,132 | 9,132 |
| Parks and recreation | - | - | - | - | - | 8,316 | 8,316 |
| Housing and development | 23,653 | - | - | - | - | - | 23,653 |
| Subtotals | 29,613 | - | - | - | - | 17,448 | 47,061 |
| Unassigned: | 14,460,639 | - | - | - | - | - | 14,460,639 |
| Total Fund Balance | \$16,460,352 | \$1,553,482 | \$ 512,723 | \$ 7,338,412 | \$1,238,066 | \$ 2,342,850 | \$29,445,885 |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Revenues and Expenditures/Expenses

Program Revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Taxes

Property taxes attach as an enforceable lien on real property and are levied as of November 15, 2016. The tax levy is mailed out and the billings are considered past due 61 days after the respected tax billing date, at which time the applicable property subject to lien, and penalties and interest are assessed.

NOTE 2. LEGAL COMPLIANCE- BUDGETS

Barrow County, Georgia follows these procedures in establishing the budgetary data reflected in the basic financial statements:

1. The County's annual budgets are prepared based on anticipated revenues and expected expenditures. Revenue anticipation, generally conservative, is designed to help insure fiscal responsibility and maintain a balanced budget. Budgeting is the responsibility of the County Manager and the County Commissioners.
2. The Financial Administration Office compiles the budget requests that are submitted by the department directors and elected officials.
3. Public hearings are conducted to obtain taxpayer comments.
4. Prior to June 30, the budget is legally enacted by passage of an ordinance or resolution.
5. Budgets of the General Fund, Fire Fund, and other Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The Capital Projects Fund budgets are adopted on a project length basis. For the capital project SPLOST Funds, their budgets are adopted on a project length basis as approved by the citizens of Barrow County. Georgia Law requires that local governments include a schedule in the annual financial report that compares the budget and expenditures for each project funded by Special Purpose Local Option Sales Tax Dollars. These schedules are on pages 121 to 124. The County prepares budgetary estimates for the enterprise funds. The budgetary estimates, upon which such budgets are adopted, are retained in memorandum form for budget control purpose and are utilized in the preparation of comparative operating statements. The level of budgetary control is the department level.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 3. DEPOSITS AND INVESTMENTS

As of June 30, 2017, the County and its component units had the following investments:

| <u>Investment</u> | <u>Maturities</u> | <u>Fair Value</u> |
|-------------------------|------------------------------------|-------------------|
| Certificates of deposit | June 14, 2018 – December 21, 2018 | \$ 461,145 |
| Georgia Fund 1 | 26 days -weighted average maturity | 23,529,068 |

As of fiscal year end, the General Fund, 2005 SPLOST Fund, 2012 SPLOST Fund, Water and Sewerage Fund and Fire Fund have Georgia Fund 1 investments recorded as cash and cash equivalents (\$9,513,481, \$547, \$4,281,480, \$8,626,545 and \$1,107,015 respectively). The Airport Authority, a discretely presented component unit, and the County's Agency Funds (Sheriff Fund) are reflecting as investments, certificates of deposit (CDs) which are non-participating interest earning contracts in the amounts of \$342,365 and \$118,780 respectively.

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

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

The investment in the Georgia Fund 1 represents the County's portion of a pooled investment account operated by the Office of State Treasurer. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in the Georgia Fund 1 is valued at fair market value. As of June 30, 2017, the County's investment in Georgia Fund 1 was rated AAAf by Standard & Poor's. Funds included in this Pool are not required to be collateralized.

Custodial credit risk – deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2017, the County's accounts were fully collateralized according to State statutes.

Fair Value Measurements. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The County's investments are in CDs and in Georgia Fund 1. The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the County does not disclose the investment in the Georgia Fund 1 within the fair value hierarchy. The CDs are measured at cost.

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BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 4. RECEIVABLES

Receivables at June 30, 2017 for the County's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

A. Primary Government

| | <u>General Fund</u> | <u>Fire Fund</u> | <u>Capital Projects 2012 SPLOST</u> | <u>Water and Sewage Authority</u> | <u>Stormwater Fund</u> | <u>Nonmajor Funds</u> | <u>Total</u> |
|--------------------------------------|-------------------------|----------------------|---|---|----------------------------|---------------------------|---------------------|
| Receivables: | | | | | | | |
| Taxes | \$ 2,149,359 | \$ 90,348 | \$ 824,533 | \$ - | \$ - | \$ - | \$ 3,064,240 |
| Accounts | <u>1,433,644</u> | <u>6,823</u> | <u>-</u> | <u>396,198</u> | <u>64,881</u> | <u>164,635</u> | <u>2,066,181</u> |
| Gross receivables | 3,583,003 | 97,171 | 824,533 | 396,198 | 64,881 | 164,635 | 5,130,421 |
| Less allowance for uncollectibles | <u>(1,249,802)</u> | <u>(9,727)</u> | <u>-</u> | <u>(128,264)</u> | <u>(23,521)</u> | <u>-</u> | <u>(1,411,314)</u> |
| Net total receivables | <u>\$ 2,333,201</u> | <u>\$ 87,444</u> | <u>\$ 824,533</u> | <u>\$ 267,934</u> | <u>\$ 41,360</u> | <u>\$ 164,635</u> | <u>\$ 3,719,107</u> |

B. Discretely Presented Component Units

| | <u>Barrow County Board of Health</u> | <u>Barrow County Airport Authority</u> | <u>Total</u> |
|--------------------------------------|--|--|------------------|
| Receivables: | | | |
| Accounts | \$ 76,871 | \$ 24 | \$ 76,895 |
| Gross receivables | 76,871 | 24 | 76,895 |
| Less allowance for uncollectibles | <u>-</u> | <u>-</u> | <u>-</u> |
| Net total receivables | <u>\$ 76,871</u> | <u>\$ 24</u> | <u>\$ 76,895</u> |

The County's property taxes were levied on the assessed values of all real and personal property with utilities, including mobile homes and motor vehicles, located in the County. Property taxes are recognized as revenue when levied to the extent they result in current receivables (i.e. amounts received within 60 days of the fiscal period- end). Property taxes are recorded as receivable and deferred inflows of resources when assessed. Revenues for the County's Stormwater enterprise fund, residential and commercial Stormwater fees are billed annually on the same date as the property tax bill as noted below.

The tax billing cycle for fiscal period 2017 is as follows:

| | |
|-------------------|--|
| Levy date: | October 15, 2016 |
| Tax bills mailed: | October 15, 2016 |
| Payment due date: | December 15, 2016 |
| Delinquency date: | December 16, 2016 |
| Lien date: | Varies beginning after delinquent date |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5. CAPITAL ASSETS

A. Primary Government:

| | Balance September 30, 2016 - restated | Increases | Decreases | Transfers in (out) | Balance June 30, 2017 |
|--|---|---------------------|---------------------|-----------------------|-----------------------------|
| Governmental activities: | | | | | |
| Capital assets, not being depreciated: | | | | | |
| Land | \$ 25,623,593 | \$ - | \$ - | \$ - | \$ 25,623,593 |
| Construction in Progress | 10,926,839 | 4,245,675 | - | (3,530,158) | 11,642,356 |
| Total | <u>36,550,432</u> | <u>4,245,675</u> | <u>-</u> | <u>(3,530,158)</u> | <u>37,265,949</u> |
| Capital assets, being depreciated: | | | | | |
| Buildings | 78,094,223 | - | - | 36,542 | 78,130,765 |
| Land Improvements | 4,412,378 | - | (52,100) | (6,750) | 4,353,528 |
| Furniture & Equipment | 6,899,486 | 800,286 | (243,063) | 619,433 | 8,076,142 |
| Vehicles | 9,247,433 | 780,604 | (803,485) | - | 9,224,552 |
| Infrastructure | 68,602,554 | 47,810 | - | (12,699,263) | 55,951,101 |
| Intangible Asset | 2,878,939 | - | - | - | 2,878,939 |
| Total | <u>170,135,013</u> | <u>1,628,700</u> | <u>(1,098,648)</u> | <u>(12,050,038)</u> | <u>158,615,027</u> |
| Less accumulated depreciation for: | | | | | |
| Buildings | (18,391,484) | (1,530,592) | - | - | (19,922,076) |
| Land Improvements | (2,653,961) | (192,903) | 17,946 | 3,450 | (2,825,468) |
| Furniture & Equipment | (4,204,707) | (492,067) | 211,814 | - | (4,484,960) |
| Vehicles | (6,254,452) | (765,361) | 708,470 | - | (6,311,343) |
| Infrastructure | (31,171,267) | (768,983) | - | 7,135,146 | (24,805,104) |
| Total | <u>(62,675,871)</u> | <u>(3,749,906)</u> | <u>938,230</u> | <u>7,138,596</u> | <u>(58,348,951)</u> |
| Total capital assets, being depreciated, net | <u>107,459,142</u> | <u>(2,121,206)</u> | <u>(160,418)</u> | <u>(4,911,442)</u> | <u>100,266,076</u> |
| Governmental Activities capital assets, net | <u>\$ 144,009,574</u> | <u>\$ 2,124,469</u> | <u>\$ (160,418)</u> | <u>\$ (8,441,600)</u> | <u>\$ 137,532,025</u> |

The County recorded intangible assets at gross (total cost and accumulated depreciation) in accordance with GASB 51, *Accounting and Financial Reporting for Intangible Assets*.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

| | Balance September 30, 2016 | Increases | Decreases | Transfers | Balance June 30, 2017 |
|---|----------------------------------|-----------------------|-----------------|---------------------|-----------------------------|
| Business-type activities: | | | | | |
| Capital assets, not being depreciated: | | | | | |
| Land | \$ 1,216,542 | \$ - | \$ - | \$ - | \$ 1,216,542 |
| Construction in Progress | 60,530 | 485,559 | - | (25,680) | 520,409 |
| Total | <u>1,277,072</u> | <u>485,559</u> | <u>-</u> | <u>(25,680)</u> | <u>1,736,951</u> |
| Capital assets, being depreciated: | | | | | |
| Buildings | 10,793,313 | 14,261 | - | - | 10,807,574 |
| Site Improvements | 343,698 | - | - | 6,750 | 350,448 |
| Furniture & Equipment | 373,818 | 22,960 | - | - | 396,778 |
| Vehicles | 339,355 | 52,993 | (27,031) | - | 365,317 |
| Intangible Assets | 31,881,191 | - | - | - | 31,881,191 |
| Infrastructure | 45,228,514 | 9,703 | - | 15,599,126 | 60,837,343 |
| Total | <u>88,959,889</u> | <u>99,917</u> | <u>(27,031)</u> | <u>15,605,876</u> | <u>104,638,651</u> |
| Less accumulated depreciation for: | | | | | |
| Buildings | (2,915,410) | (223,109) | - | - | (3,138,519) |
| Site Improvements | (291,325) | (7,628) | - | (3,450) | (302,403) |
| Furniture & Equipment | (328,339) | (14,653) | - | - | (342,992) |
| Vehicles | (296,958) | (17,328) | 27,031 | - | (287,255) |
| Intangible Assets | (12,839,501) | (1,032,630) | - | - | (13,872,131) |
| Infrastructure | (11,348,941) | (1,139,811) | - | (7,135,146) | (19,623,898) |
| Total | <u>(28,020,474)</u> | <u>(2,435,159)</u> | <u>27,031</u> | <u>(7,138,596)</u> | <u>(37,567,198)</u> |
| Total capital assets, being depreciated, net | <u>60,939,415</u> | <u>(2,335,242)</u> | <u>-</u> | <u>8,467,280</u> | <u>67,071,453</u> |
| Business-type capital assets, net | <u>\$ 62,216,487</u> | <u>\$ (1,849,683)</u> | <u>\$ -</u> | <u>\$ 8,441,600</u> | <u>\$ 68,808,404</u> |

The County recorded intangible assets at gross (total cost and accumulated depreciation) in accordance with GASB 51, *Accounting and Financial Reporting for Intangible Assets*. For further discussions about the intangible assets and related liabilities, see Note 7, Other Long-term Liabilities.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

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

Governmental activities:

| | |
|-------------------------|--------------|
| General government | \$ 337,619 |
| Judicial | 5,976 |
| Public safety | 2,342,512 |
| Public works | 842,582 |
| Health and welfare | 98,459 |
| Culture and recreation | 118,630 |
| Housing and development | <u>4,128</u> |

| | |
|---|---------------------|
| Total depreciation and amortization expense - governmental activities | <u>\$ 3,749,906</u> |
|---|---------------------|

Business-type activities:

| | |
|----------------------------|----------------|
| Water & Sewerage Authority | \$ 2,143,208 |
| Stormwater | <u>291,951</u> |

| | |
|--|---------------------|
| Total depreciation and amortization expense - business-type activities | <u>\$ 2,435,159</u> |
|--|---------------------|

B. Discretely Presented Component Unit – Barrow County Health Department

| | Balance June 30, 2016 | Increases | Decreases | Balance June 30, 2017 |
|--|--------------------------------------|--------------------|------------------|--------------------------------------|
| Capital assets, being depreciated: | | | | |
| Machinery and Equipment | \$ 263,370 | \$ - | \$ (6,851) | \$ 256,519 |
| Less accumulated depreciation for: | | | | |
| Machinery and Equipment | <u>(133,202)</u> | <u>(33,732)</u> | <u>6,851</u> | <u>(160,083)</u> |
| Total capital assets, being depreciated, net | <u>\$ 130,168</u> | <u>\$ (33,732)</u> | <u>\$ -</u> | <u>\$ 96,436</u> |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5. CAPITAL ASSETS (CONTINUED)

C. Discretely Presented Component Unit – Barrow County Airport Authority

| | Balance September 30, 2016 | Increases | Decreases | Balance June 30, 2017 |
|--|---|---------------------|------------------|--------------------------------------|
| Capital assets, not being depreciated: | | | | |
| Land | \$ 3,665,770 | \$ - | \$ - | \$ 3,665,770 |
| Construction in Progress | <u>-</u> | <u>30,033</u> | <u>-</u> | <u>30,033</u> |
| Total | <u>3,665,770</u> | <u>30,033</u> | <u>-</u> | <u>3,695,803</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 2,814,856 | - | - | 2,814,856 |
| Buildings Improvements | 68,068 | - | - | 68,068 |
| Land improvements | 7,822,173 | - | - | 7,822,173 |
| Furniture and equipment | 483,589 | 14,200 | - | 497,789 |
| Vehicles | <u>20,308</u> | <u>-</u> | <u>-</u> | <u>20,308</u> |
| Total | <u>11,208,994</u> | <u>14,200</u> | <u>-</u> | <u>11,223,194</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (2,535,774) | (106,057) | - | (2,641,831) |
| Buildings Improvements | (68,071) | - | - | (68,071) |
| Land Improvements | (3,575,121) | (311,544) | - | (3,886,665) |
| Furniture and equipment | (404,305) | (14,072) | - | (418,377) |
| Vehicles | <u>(12,186)</u> | <u>(4,062)</u> | <u>-</u> | <u>(16,248)</u> |
| Total | <u>(6,595,457)</u> | <u>(435,735)</u> | <u>-</u> | <u>(7,031,192)</u> |
| Total capital assets, being depreciated, net | <u>4,613,537</u> | <u>(421,535)</u> | <u>-</u> | <u>4,192,002</u> |
| Total capital assets, net | <u>\$ 8,279,307</u> | <u>\$ (391,502)</u> | <u>\$ -</u> | <u>\$ 7,887,805</u> |

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BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6. LONG-TERM DEBT AND CAPITAL LEASES

A. Primary Government

The following is a summary of long-term debt transactions of the County for the nine month period ended June 30, 2017.

| | Balance September 30, 2016 | Additions | Reductions | Balance June 30, 2017 | Due Within One Year |
|---|---|---------------------|-----------------------|--------------------------------------|------------------------------------|
| Governmental Activities: | | | | | |
| 2012 Series General Obligations Bonds | <u>\$41,405,000</u> | <u>\$ -</u> | <u>\$ (755,000)</u> | <u>\$ 40,650,000</u> | <u>\$ 3,610,000</u> |
| Total General Obligation Bonds | <u>41,405,000</u> | <u>-</u> | <u>(755,000)</u> | <u>40,650,000</u> | <u>3,610,000</u> |
| Contracts Payable - Revenue Bonds | 23,919,000 | - | (1,527,000) | 22,392,000 | 1,547,000 |
| Unamortized Bond Discount | <u>(117,628)</u> | <u>-</u> | <u>11,819</u> | <u>(105,809)</u> | <u>-</u> |
| Total Revenue Bonds | 23,801,372 | - | (1,515,181) | 22,286,191 | 1,547,000 |
| Net Pension Liability | 6,626,350 | 4,223,063 | (2,391,468) | 8,457,945 | - |
| Net OPEB obligation | 3,760,324 | 763,503 | (149,872) | 4,373,955 | - |
| Capital Leases Payable | 823,998 | - | (823,998) | - | - |
| Compensated Absences | <u>1,196,891</u> | <u>932,496</u> | <u>(909,904)</u> | <u>1,219,483</u> | <u>975,586</u> |
| Total Governmental Activities Long-term liabilities | <u>\$77,613,935</u> | <u>\$ 5,919,062</u> | <u>\$ (6,545,423)</u> | <u>\$ 76,987,574</u> | <u>\$ 6,132,586</u> |
| | | | | | |
| | Balance September 30, 2016 | Additions | Reductions | Balance June 30, 2017 | Due Within One Year |
| Business-type Activities | | | | | |
| Contracts Payable | \$17,183,072 | \$ - | \$ (619,800) | \$ 16,563,272 | \$ 1,035,440 |
| Unamortized Bond Premium | <u>1,078,808</u> | <u>-</u> | <u>(151,290)</u> | <u>927,518</u> | <u>-</u> |
| Total Contracts Payable | 18,261,880 | - | (771,090) | 17,490,790 | 1,035,440 |
| Notes Payable | 2,746,038 | 2,735,340 | (2,770,018) | 2,711,360 | 146,132 |
| Revenue Bonds | 7,100,000 | - | - | 7,100,000 | 840,000 |
| Compensated Absences | 50,164 | 36,993 | (29,258) | 57,899 | 46,319 |
| Net Pension Liability | <u>222,533</u> | <u>146,901</u> | <u>(83,175)</u> | <u>286,259</u> | <u>-</u> |
| Total Business-type Activities Long-term liabilities | <u>\$28,380,615</u> | <u>\$ 2,919,234</u> | <u>\$ (3,653,541)</u> | <u>\$ 27,646,308</u> | <u>\$ 2,067,891</u> |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

A. Primary Government (Continued)

For Governmental activities, compensated absences, net pension liability, and net OPEB obligation are generally liquidated by the General Fund while capital leases are liquidated by the General Fund and SPLOST Capital Projects Funds.

General Obligation Bonds

During the fiscal year ended September 30, 2006, the County issued a \$58,000,000 General Obligation Sales Tax Bond, Series 2005 (the "Series 2005 Bonds"), with interest rates ranging from 3.5% to 5.00%. The Series 2005 Bonds were issued for the purpose of providing funds to pay or to be applied toward the cost of capital outlay projects. The County made interest payments in April and October of each fiscal year, with the principal due in October of each fiscal year. On September 14, 2012, the County refunded a portion of the Series 2005 general obligation bonds. The remaining 2005 Bonds total \$5,275,000 with interest rates ranging between 4.0% and 5.0%, were paid off in fiscal year 2016.

Refunding General Obligation Bond Series 2012 – In September 2012, the County refunded \$37,305,000 of the 2005 General Obligation Bonds. The new bonds issued totaled \$42,845,000 with an interest rate of 2.350%. A savings of \$2,600,770 was realized from this refinancing and was used for the construction of the mandated narrow band radio communication system.

Annual debt service requirements for the maturity of the Series 2012 General Obligation Bonds are as follows:

| 2012 GO Bond Issue | | | |
|---------------------------|---------------------|--------------------|---------------------|
| Fiscal Year | Principal | Interest | Total |
| 2018 | \$ 3,610,000 | \$ 912,858 | \$ 4,522,858 |
| 2019 | 3,725,000 | 826,671 | 4,551,671 |
| 2020 | 3,835,000 | 737,841 | 4,572,841 |
| 2021 | 3,925,000 | 646,661 | 4,571,661 |
| 2022 | 4,020,000 | 553,307 | 4,573,307 |
| 2023-2027 | <u>21,535,000</u> | <u>1,288,683</u> | <u>22,823,683</u> |
| Total | <u>\$40,650,000</u> | <u>\$4,966,021</u> | <u>\$45,616,021</u> |

Revenue Bonds

| | Balance September 30, 2016 | Additions | Reductions | Balance Juner 30, 2017 | Due Within One Year |
|-------------------------------------|----------------------------------|-------------|-----------------------|------------------------------|---------------------------|
| Governmental activities: | | | | | |
| Contracts payable | | | | | |
| Series 2015 IBA Revenue Bonds | \$ 13,840,000 | \$ - | \$ (715,000) | \$ 13,125,000 | \$ 720,000 |
| Unamortized discount | (117,628) | - | 11,819 | (105,809) | - |
| Series 2015 A & B JDA Revenue Bonds | <u>10,079,000</u> | <u>-</u> | <u>(812,000)</u> | <u>9,267,000</u> | <u>827,000</u> |
| Total | <u>\$ 23,801,372</u> | <u>\$ -</u> | <u>\$ (1,515,181)</u> | <u>\$ 22,286,191</u> | <u>\$ 1,547,000</u> |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds (Continued)

In June 2006, the County entered into an intergovernmental agreement with the Barrow County Industrial Building Authority (IBA), a blended component unit. In June 2006, the IBA issued \$15,440,000 of Taxable Revenue Bonds (Barrow County Economic Development Project), Series 2006 with annual interest rates ranging from 5.4% to 6.2%. The proceeds were used to acquire 275.62 acres of property on Highway 53 and Highway 316. This land will be used for future development. Barrow County has agreed to provide debt servicing for the bonded debt. On June 23, 2015, the County together with the IBA refinanced the outstanding balance of the Series 2006 IBA Bonds with the 2015 Series in the amount of \$14,650,000.

The County paid principal on the old bonds of \$440,000 during fiscal year 2015 and refinanced the remaining debt in the amount of \$13,115,000 with the 2015 Series Bonds. The 2015 Series Bonds, issued at a discount, had an outstanding balance of \$13,125,000 at June 30, 2017, with annual interest ranging between 1.50% to 4.10%. Interest payments are due on October 1 and April 1 of each year while principal payments are due on October 1 of each year. The 2015 Series Bonds mature on October 1, 2031. The refunding transaction resulted in aggregate service savings of \$1,880,799 and an economic gain (net present value of the aggregate debt service savings) of \$1,401,148.

Revenue Bonds payable recorded for the IBA at June 30, 2017 are as follows:

| | |
|---|----------------------|
| Remaining bonds through fiscal year 2032: | \$ 13,125,000 |
| Less: Unamortized discount | <u>(105,809)</u> |
| Total | 13,019,191 |
| | |
| Current | <u>720,000</u> |
| Long-term | <u>\$ 12,299,191</u> |

Annual debt service requirements for the maturity of the Series 2015 Bonds as of June 30, 2017 are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|-----------------------------------|----------------------|---------------------|----------------------|
| 2018 | \$ 720,000 | \$ 414,478 | \$ 1,134,478 |
| 2019 | 735,000 | 401,727 | 1,136,727 |
| 2020 | 750,000 | 385,940 | 1,135,940 |
| 2021 | 765,000 | 367,940 | 1,132,940 |
| 2022 | 790,000 | 347,515 | 1,137,515 |
| 2023-2027 | 4,280,000 | 1,354,259 | 5,634,259 |
| 2028-2032 | <u>5,085,000</u> | <u>519,093</u> | <u>5,604,093</u> |
| Total | <u>\$ 13,125,000</u> | <u>\$ 3,790,951</u> | <u>\$ 16,915,951</u> |

In June 2006, the County entered into an intergovernmental agreement with the Joint Development Authority of Winder-Barrow County, Georgia (JDA), a blended component unit. In June 2007, the JDA issued \$12,420,000 of Revenue Bonds Series 2007 with annual interest rates ranging from 3.75% to 4.6%. The proceeds from the sale of

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds (Continued)

the Series 2007 Bonds will be used for the purpose of acquiring and improving land, a portion of which will be used for an industrial park and a portion may be conveyed to the Barrow County Airport Authority for its airport (as of June 30, 2017, JDA still has title to the land). Barrow County, Georgia has agreed to provide debt servicing for the bonded debt. In September 2010, the County together with the JDA refunded the outstanding balance of the Series 2007 JDA Bonds with the 2010 Series in the amount of \$12,420,000. The bonds, issued at a discount, had an outstanding balance of \$11,400,000 at September 30, 2014, with annual interest rates ranging from 1.25% to 3.70%.

On January 15, 2015, the County together with JDA refinanced the outstanding balance of the Series 2010 in the amount of \$10,880,000 at 2.200%. The 2015 Series Bonds had an outstanding balance of \$9,267,000 at June 30, 2017. Interest payments are due on July 1 and January 1 of each year while principal payments are due on January 1 of each year. The 2015 Series Bonds mature on January 1, 2027. The refunding transaction resulted in aggregate service savings of \$632,134 and an economic gain (net present value of the aggregate debt service savings) of \$554,110.

Annual debt service requirements for the maturity of the Series 2015 Bonds are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--|---------------------|---------------------|----------------------|
| 2018 | \$ 827,000 | \$ 203,874 | \$ 1,030,874 |
| 2019 | 850,000 | 185,680 | 1,035,680 |
| 2020 | 872,000 | 166,980 | 1,038,980 |
| 2021 | 891,000 | 147,796 | 1,038,796 |
| 2022 | 914,000 | 128,194 | 1,042,194 |
| 2023 - 2027 | <u>4,913,000</u> | <u>329,450</u> | <u>5,242,450</u> |
| Total | <u>\$ 9,267,000</u> | <u>\$ 1,161,974</u> | <u>\$ 10,428,974</u> |

The Water and Sewerage Authority issued bonds where the Authority pledges Authority revenues derived from the acquired or constructed assets to pay debt service. On February 29th, 2016, the County together with the Water and Sewer Authority refinanced the revenue Series 2005 bonds. The balance on these bonds at the time of refinancing was \$5,970,000. Revenue Series 2016A bonds have an interest rate of 1.75%. The refunding transaction resulted in aggregate service savings of \$367,029 and an economic gain (net present value of the aggregate debt service savings) of \$335,955. Revenue bonds outstanding at June 30, 2017 are as follows:

| | Year | Interest Rate | Interest Dates | Issue Date | Maturity Date | Authorized and Issued | Outstanding |
|---------------------------|-------------|--------------------------|---------------------------|-----------------------|--------------------------|----------------------------------|---------------------|
| Water system improvements | 2016 | 1.75% | 2/1: 8/1 | 2/29/2016 | 8/1/2025 | \$6,220,000 | \$ 5,675,000 |
| Water system improvements | 2005 | 3.72% | 2/1: 8/1 | 10/1/2005 | 8/1/2025 | 10,000,000 | - |
| Water system improvements | 2002 | 4.70% | 2/1: 8/1 | 2/1/2002 | 8/1/2021 | 4,230,000 | <u>1,425,000</u> |
| | | | | | | | 7,100,000 |
| | | | | | Current maturities | | <u>840,000</u> |
| | | | | | Long-term maturities | | <u>\$ 6,260,000</u> |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds (Continued)

Revenue bonds debt service requirements to maturity as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--|---------------------|-------------------|---------------------|
| 2018 | \$ 840,000 | \$ 156,442 | \$ 996,442 |
| 2019 | 865,000 | 133,635 | 998,635 |
| 2020 | 890,000 | 109,946 | 999,946 |
| 2021 | 915,000 | 85,564 | 1,000,564 |
| 2022 | 945,000 | 59,876 | 1,004,876 |
| 2023-2026 | <u>2,645,000</u> | <u>94,842</u> | <u>2,739,842</u> |
| Total | <u>\$ 7,100,000</u> | <u>\$ 640,305</u> | <u>\$ 7,740,305</u> |

As of June 30, 2017, the County does not have any outstanding advance refunding escrows. All refunding debt have approached the underlying call dates.

Notes Payable and Revenue Bonds Payable

On October 13, 2010, the County executed a loan with the State of Georgia Environmental Finance Authority (GEFA – Phase 1) for \$3,000,000 to finance the costs of acquiring, constructing, and installing sewer system improvements and the necessary appurtenances. The loan, with an interest rate of 3.81%, was finalized on September 1, 2012 in the amount of \$2,854,549. Repayment of the loan began on October 1, 2013 until it was refinanced on April 27, 2017. The obligation of the County to make the payment is an obligation of the County to which its full faith and credit and taxing power are pledged.

On August 2, 2012, the County executed a second loan with the State of Georgia Environmental Finance Authority (GEFA Phase 2) for \$3,000,000 to finance the cost of acquiring, constructing, and installing sewer system improvements and necessary appurtenances. The loan was issued at 3.13%. The loan was finalized on April 1, 2015 in the amount of \$320,743. Repayment of the loan began on April 1, 2015 until April 27, 2017 when it was refinanced.

On April 27, 2017, the County together with the Water and Sewer Authority financed both the GEFA Phase 1 and the GEFA Phase 2 with the revenue bonds series 2017 in the amount of \$2,735,340 at an interest rate of 2.66%. The balance of the notes at the time of refunding was \$2,680,986; \$2,384,396 for GEFA Phase 1 and \$296,590 for GEFA Phase 2. The refunding transaction resulted in aggregate debt service savings of \$197,047 and an economic gain (net present of aggregate debt service savings) of \$157,436. The balance of the County's obligation at June 30, 2017 is \$2,711,360.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

A. Primary Government (Continued)

Notes Payable and Revenue Bonds Payable (Continued)

Series 2017 debt service requirements is as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--|---------------------|-------------------|---------------------|
| 2018 | \$ 146,132 | \$ 70,349 | \$ 216,481 |
| 2019 | 150,067 | 66,414 | 216,481 |
| 2020 | 154,107 | 62,373 | 216,481 |
| 2021 | 158,257 | 58,224 | 216,480 |
| 2022 | 162,518 | 53,963 | 216,481 |
| 2023-2027 | 880,636 | 201,767 | 1,082,403 |
| 2028-2032 | 1,005,761 | 76,644 | 1,082,405 |
| 2033 | <u>53,882</u> | <u>239</u> | <u>54,121</u> |
| Total | <u>\$ 2,711,360</u> | <u>\$ 589,973</u> | <u>\$ 3,301,333</u> |

NOTE 7. OTHER LONG-TERM LIABILITIES

A. Primary Government

In July 1996, the County entered into intergovernmental agreements with 50-year terms with the Upper Oconee Basin Water Authority (the "UOBWA"). Other counties involved include (at varying levels of participation) Athens-Clarke County, Jackson County, and Oconee County. The purpose of the agreements is to provide water resources to the participating counties.

Since the formation of the UOBWA, there has been construction of a reservoir and water treatment facility that will provide water for the counties involved and additional agreements have been entered into between the County and the UOBWA. In December 1997, the UOBWA issued \$60,770,000 of Water Revenue Bonds, Series 1997 with annual interest rates varying from 4.25% to 5.25%. The proceeds were used for the construction of the various projects mentioned herein. Barrow County has agreed to provide debt servicing for 37.52% of the bonded debt. Consequently, a contract payable amount was reflected in the Water and Sewerage Authority Fund for the County's share of the bonded debt in an original amount of \$21,465,192.

On April 29, 2015, the UOBWA refinanced the Revenue Bonds Series 1997. The \$14,870,000 UOBWA Revenue Series 2015 A Bonds have interest rates ranging between 2.250% through 5.000%. The \$15,110,000 UOBWA Revenue Refunding Bonds, Series 2015 B bonds have interest rates ranging between 0.850% through 3.000%. Total County share of these Revenue Refunding Bonds was \$11,248,496. The County paid \$448,063 on its share of the old bonds during fiscal year 2015 and the County's share of the refinanced bonds had an outstanding balance of \$13,229,852 at the time of the refinancing. The balance of UOBWA Revenue Bonds at June 30, 2017 was \$27,855,000 of which the County's share is \$9,573,272. The entire refunding transaction resulted in a total aggregate service savings of \$6,780,264 less prior funds on hand of \$5,062,979 plus refunding funds on hand of

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 7. OTHER LONG-TERM LIABILITIES (CONTINUED)

A. Primary Government (Continued)

\$1,973,443 which ultimately resulted in an economic gain (net present value of the aggregate debt service savings) of \$3,690,728.

Revenue Bonds payable recorded for the UOBWA at June 30, 2017 are as follows:

| | |
|---|---------------------|
| Remaining bonds through fiscal year 2027: | \$ 9,573,272 |
| Plus: Unamortized premium | <u>927,518</u> |
| Total | 10,500,790 |
| | |
| Current | <u>825,440</u> |
| Long-term | <u>\$ 9,675,350</u> |

A maturities schedule of the contract payable for the County's portion of the annual debt service of the UOBWA is as follows for each of the fiscal years ending June 30:

| Fiscal Year | | | | |
|--------------------|---------------------|---------------------|----------------------|--|
| Ending | | | | |
| June 30, | Principal | Interest | Total | |
| 2018 | \$ 825,440 | \$ 383,408 | \$ 1,208,848 | |
| 2019 | 849,828 | 358,644 | 1,208,472 | |
| 2020 | 876,092 | 333,149 | 1,209,241 | |
| 2021 | 902,356 | 306,867 | 1,209,223 | |
| 2022 | 930,496 | 279,796 | 1,210,292 | |
| 2023-2027 | <u>5,189,060</u> | <u>890,304</u> | <u>6,079,364</u> | |
| Total | <u>\$ 9,573,272</u> | <u>\$ 2,552,168</u> | <u>\$ 12,125,440</u> | |

The County has obtained certain water rights associated with the liability addressed above. These water rights are to be treated as intangible assets in accordance with GASB Statement No. 51. The UOBWA began operations and serving county participants on July 1, 2002, and the amortization period was determined to originate on that date. The asset's original cost is \$21,465,191 with accumulated amortization of \$8,292,130, resulting in a carrying value of \$13,173,061 at June 30, 2017. The current year amortization was \$536,630 as of June 30, 2017. This amount is reflected in the Water and Sewerage Authority Fund as a capital asset.

In June 2006, the County entered into an intergovernmental agreement for a 22-year term with the City of Winder, Georgia (City) to obtain sewage treatment capacity rights at the City's wastewater treatment facility. The contract price of \$10,416,000 is based upon the City's cost to construct the upgrade to the City's current facility in the amount of \$5,832,000, plus a shared capacity charge of \$4,584,000. The shared capacity payments are based on the number of tap fees sold by the County. The County will pay the City \$1,500 for each residential equivalent unit of wastewater capacity until the \$4,584,000 is paid in full. The balance of the County's obligation at June 30, 2017 is \$4,455,000 for the capacity charge.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 7. OTHER LONG-TERM LIABILITIES (CONTINUED)

A. Primary Government (Continued)

On February 29th, 2016, the County with the City of Winder refinanced the balance on the construction obligation with the revenue bonds series 2016B. The balance on this contract obligation at the time of refinancing was \$2,659,147. Revenue series 2016B bonds has an interest rate of 2.10%. The refunding transaction resulted in aggregate service savings of \$291,356 and an economic gain (net present value of the aggregate debt service savings) of \$263,414. The balance of the County's obligation at June 30th, 2017 is \$2,535,000.

A maturities schedule of the contract payable, related to the cost of construction, is as follows for each of the fiscal years ending June 30:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--|---------------------|-------------------|---------------------|
| 2018 | \$ 210,000 | \$ 51,030 | \$ 261,030 |
| 2019 | 210,000 | 46,620 | 256,620 |
| 2020 | 215,000 | 42,158 | 257,158 |
| 2021 | 220,000 | 37,590 | 257,590 |
| 2022 | 225,000 | 32,918 | 257,918 |
| 2023-2027 | 1,200,000 | 90,825 | 1,290,825 |
| 2028 | <u>255,000</u> | <u>2,678</u> | <u>257,678</u> |
| Total | <u>\$ 2,535,000</u> | <u>\$ 303,819</u> | <u>\$ 2,838,819</u> |

The County has obtained certain sewer rights associated with the liability addressed above. These sewer rights are to be treated as intangible assets. The asset's original cost is \$10,416,000, with accumulated amortization of \$5,580,000 resulting in a carrying value of \$4,836,000 as of June 30, 2017, and is reflected in the Water and Sewerage Authority Fund as a capital asset. The current year amortization was \$496,000 as of June 30, 2017.

B. Discretely Presented Component Unit

The following is a summary of long-term debt transactions of the Discretely Presented Component Units of the County for the fiscal year ended June 30, 2017 for the Health Department and the Airport Authority:

| | Balance June 30, 2016 | Additions | Reductions | Balance June 30, 2017 | Due Within One Year |
|--|--------------------------------------|-------------------|--------------------|--------------------------------------|------------------------------------|
| Health Department: | | | | | |
| Net pension liability | \$ 612,207 | \$ 254,690 | \$ - | \$ 866,897 | \$ - |
| Compensated absences | <u>65,182</u> | <u>48,376</u> | <u>(50,373)</u> | <u>63,185</u> | <u>-</u> |
| Governmental activities long-term liabilities | <u>\$ 677,389</u> | <u>\$ 303,066</u> | <u>\$ (50,373)</u> | <u>\$ 930,082</u> | <u>\$ -</u> |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 7. OTHER LONG-TERM LIABILITIES (CONTINUED)

B. Discretely Presented Component Unit (Continued)

| | Balance September 30, 2016 | Additions | Reductions | Balance June 30, 2017 | Due Within One Year |
|--|----------------------------------|------------------|--------------------|-----------------------------|---------------------------|
| Airport Authority: | | | | | |
| Net pension liability | \$ 32,068 | \$ 14,450 | \$ (8,193) | \$ 38,325 | \$ - |
| Compensated absences | <u>6,171</u> | <u>4,470</u> | <u>(3,830)</u> | <u>6,811</u> | <u>5,449</u> |
| Enterprise activities long-term liabilities | <u>\$ 38,239</u> | <u>\$ 18,920</u> | <u>\$ (12,023)</u> | <u>\$ 45,136</u> | <u>\$ 5,449</u> |

Compensated absences and net pension liability are liquidated by the individual funds of the component units.

NOTE 8. OPERATING LEASES

Lessor Agreements

The County leases a certain parcel of land for use by another entity. The lease is accounted for as an operating lease and revenue is recorded when earned. Revenue derived from the lease during nine month period ending June 30, 2017 amounted to \$10,950.

The following is a schedule of future minimum lease payments under lease at June 30, 2017.

| <u>Future Receipts</u> | |
|------------------------|------------------|
| 2018 | \$ 14,600 |
| 2019 | <u>2,434</u> |
| Totals | <u>\$ 17,034</u> |

NOTE 9. INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund balances result from the time lag between the dates that (1) inter-fund goods and services are provided or reimbursable expenditures occur and (2) payments between funds are made. Inter-fund receivables net to zero.

Transfers are used to (1) move revenues from the fund that statute or budget requires them to be collected to the fund that the 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 collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Inter-fund transfers net to zero.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 9. INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Due to/Due From:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> | <u>Total</u> |
|-----------------------------|-----------------------------|---------------------|---------------------|
| General fund | Fire fund | \$ 75,575 | \$ - |
| | Nonmajor governmental funds | <u>1,049,633</u> | <u>1,125,208</u> |
| Nonmajor governmental funds | Water and Sewerage fund | 38 | |
| | Nonmajor governmental funds | <u>6,793</u> | <u>6,831</u> |
| | | <u>\$ 1,132,039</u> | <u>\$ 1,132,039</u> |

Due to/ Due from Primary Government and Discretely Presented Component Units:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> | <u>Total</u> |
|------------------------|---------------------|------------------|------------------|
| General fund | Airport Authority | <u>\$ 11,897</u> | <u>\$ 11,897</u> |

Interfund Transfers:

Transfers - Primary Government:

| | <u>Transfers In</u> | | | | <u>Total</u> |
|-------------------------------|---------------------|------------------------------|--------------------------------|------------------------------------|---------------------|
| | <u>General Fund</u> | <u>Capital Project Funds</u> | <u>Water and Sewerage Fund</u> | <u>Nonmajor Governmental Funds</u> | |
| Transfers out: | | | | | |
| General fund | \$ - | \$ 2,382,745 | \$ - | \$ 2,336,244 | \$ 4,718,989 |
| Fire fund | - | - | - | 1,343 | 1,343 |
| SPLOST 2012 | - | - | 630,048 | - | 630,048 |
| Water and Sewerage fund | 5,625 | - | - | 188 | 5,813 |
| Stormwater fund | 3,750 | - | - | - | 3,750 |
| Nonmajor - Governmental funds | - | - | - | 968 | 968 |
| Total | <u>\$ 9,375</u> | <u>\$ 2,382,745</u> | <u>\$ 630,048</u> | <u>\$ 2,338,743</u> | <u>\$ 5,360,911</u> |

During the current period, the County transferred net capital assets of \$8,235,805 from governmental activities to the Stormwater Fund. For governmental activities, this transfer of net capital assets only shows up on the statement of activities as transfers.

NOTE 10. JOINT VENTURE

Under Georgia law, the County, in conjunction with other counties and cities in the area, is a member of the Northeast Georgia Regional Commission Center (RC) and is required to pay annual dues thereto. During its nine months period ended June 30, 2017, the County did not pay those dues due to the change in the County's fiscal year. The dues were not due until fiscal year 2018. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 10. JOINT VENTURE (CONTINUED)

The RC Board membership includes the chief elected official of each county and municipality of the area. OCGA Section 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Northeast Georgia Regional Commission Center
305 Research Drive
Athens, Georgia 30605-2795

NOTE 11. DEFINED BENEFIT PENSION PLAN

A. Primary Government and Airport Authority Discretely Presented Component Unit

Plan Description: The County, as authorized by the County Commission, established a non-contributory defined benefit pension plan, The Barrow County Defined Benefit Plan (the Plan), covering substantially all of the County's and the Airport Authority's employees. The County's pension plan is administered through the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (the ACCG Plan), an agent multiple-employer pension plan administered by GEBCorp and affiliated with the Association of County Commissioners of Georgia (ACCG). The County contributes to the ACCG Defined Benefit Plan, a public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. Plan benefits are provided for Plan participants whereby retirees receive the highest average of the participant's compensation over five consecutive plan years during the ten plan years preceding the participant's date of retirement or other termination. The Plan provides either a lump-sum benefit or an annuity for a fixed period of time to the beneficiary of a deceased active or inactive participant. Therefore, all participants are assumed to have a beneficiary and such beneficiary is assumed to be the same age as the participant. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions and the contribution rates of the County related to the ACCG Plan as provided in Section 19.03 of the ACCG Plan document. The Board of Commissioners has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan as provided in Section 19.02 of the ACCG Plan document. Complete financial statements for ACCG Defined Benefit Pension Plan can be obtained at www.gebcorp.com or by writing to Association County Commissioners of Georgia, Retirement Services, 191 Peachtree Street NE, Suite 700, Atlanta, Georgia 30303 or by calling (800) 736-7166.

Plan Membership: As of January 1, 2016, the most recent actuarial valuation date, the Plan membership consisted of the following categories of participants:

| | Primary Government | Airport Authority |
|---|-------------------------------|------------------------------|
| Retirees, beneficiaries and disables in pay status receiving benefits | 115 | 1 |
| Terminated Plan participants entitled to but not yet receiving benefits | 238 | - |
| Active employees participating in the Plan | 295 | 1 |
| Total number of plan participants | <u>648</u> | <u>2</u> |

Funding Policy (Contributions): The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of the ACCG Plan has adopted a recommended actuarial funding policy for the Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The County contributes an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on 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. No contributions are made by Plan participants. For the nine months period ended June 30, 2017, the County's contribution rate was 12.1% of annual payroll. County contributions to the Plan were \$1,602,386 and the Airport Authority contributions to the Plan were \$5,300 for a combined total of \$1,607,686 for the nine month period ended June 30, 2017.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. Primary Government and Airport Authority Discretely Presented Component Unit (Continued)

Net Pension Liability of the County and Airport Authority (Discretely Presented Component Unit):

The County's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as January 1, 2016 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2016.

Actuarial assumptions. The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 3.00% |
| Salary increases | 3.0% - 5.5%, including inflation |
| Investment rate of return | 7.25 %, net of pension plan investment expense including inflation |

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table.

The actuarial assumptions used in the January 1, 2016 valuation were based on the results of an actuarial experience study for through December 31, 2014.

The long-term expected rate of return on pension plan investments was determined through a blend of using a building-block method based on 20-year benchmarks (25%) and 30-year benchmarks (25%), as well as forward-looking capital market assumptions for a moderate asset allocation (50%), as determined by UBS. Expected future rates of return (expected returns, net of pension plan 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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2016 are summarized in the following table:

| Asset class | Target allocation | Long-term expected real rate of return* |
|----------------------|--------------------------|--|
| Fixed income | 30% | 6.08% |
| Large Cap equity | 30% | 9.07 |
| International equity | 15% | 5.01 |
| Other equity | 20% | 8.62 |
| Real estate | 5% | 10.62 |
| Total | 100% | |

* Rates shown are net of the 3.00% assumed rate of inflation

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. Primary Government and Airport Authority Discretely Presented Component Unit (Continued)

Discount rate: The discount rate used to measure the total pension liability was 7.25%. The expected long-term rate of return (7.50%) was used to discount all projected benefit payments. As of December 31, 2016, the expected long-term rate of return was revised to 7.25%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made based on the average County contribution made to the Plan over the prior five years. Based on this assumption, the pension 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 pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability of the County and Airport Authority (Discretely Presented Component Unit): The changes in the components of the net pension liability of the County for the nine months period ended June 30, 2017, were as follows:

| Primary Government | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a) - (b) |
|---|--|--|--|
| Balances at 9/30/2016 | \$ 27,259,474 | \$ 20,410,591 | \$ 6,848,883 |
| Changes for the fiscal year: | | | |
| Service cost | 666,046 | - | 666,046 |
| Interest | 2,056,712 | - | 2,056,712 |
| Assumption Change | 1,017,802 | - | 1,017,802 |
| Contributions—employer | - | 1,073,203 | (1,073,203) |
| Net investment income | - | 1,401,440 | (1,401,440) |
| Benefit payments, including refunds of employee contributions | (1,102,690) | (1,102,690) | - |
| Liability Experience (Gain)/Loss | 562,088 | - | 562,088 |
| Administrative expense | - | (67,316) | 67,316 |
| Net changes | 3,199,958 | 1,304,637 | 1,895,321 |
| Balances at 6/30/2017 | \$ 30,459,432 | \$ 21,715,228 | \$ 8,744,204 |

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BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. Primary Government and Airport Authority Discretely Presented Component Unit (Continued)

| Airport Authority | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a) - (b) |
|---|--|--|--|
| Balances at 9/30/2016 | \$ 140,612 | \$ 108,544 | \$ 32,068 |
| Changes for the fiscal year: | | | |
| Service cost | 2,205 | - | 2,205 |
| Interest | 6,810 | - | 6,810 |
| Assumption change | 3,370 | - | 3,370 |
| Contributions—employer | - | 3,553 | (3,553) |
| Net investment income | - | 4,640 | (4,640) |
| Benefit payments, including refunds of employee contributions | (3,651) | (3,651) | - |
| Experience (Gain)/Loss | 1,861 | - | 1,861 |
| Administrative expense | - | (204) | 204 |
| Net changes | 10,595 | 4,338 | 6,257 |
| Balances at 6/30/2017 | \$ 151,207 | \$ 112,882 | \$ 38,325 |

The required schedule of changes in the County's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the County (primary government and Airport Authority Component Unit but excluding the Health Department Component Unit), calculated using the discount rate of 7.25%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point over (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

| Primary Government | 1% Decrease (6.25%) | Current Discount Rate (7.25%) | 1% Increase (8.25%) |
|----------------------------------|--------------------------------|--|--------------------------------|
| Employer's net pension liability | \$ 9,950,301 | \$ 8,744,204 | \$ 7,538,107 |

| Airport Authority | 1% Decrease (6.25%) | Current Discount Rate (7.25%) | 1% Increase (8.25%) |
|----------------------------------|--------------------------------|--|--------------------------------|
| Employer's net pension liability | \$ 43,611 | \$ 38,325 | \$ 33,039 |

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. Primary Government and Airport Authority Discretely Presented Component Unit (Continued)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of December 31, 2016 and the current sharing pattern of costs between employer and employee.

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

For the nine month period ended June 30, 2017, the County recognized pension expense of \$2,106,353 and the Airport Authority recognized pension expense of \$6,953. At June 30, 2017, the primary government and the Airport Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Primary Government Deferred Outflows of Resources | Airport Authority Deferred Outflows of Resources |
|--|--|---|
| Net difference between projected and actual earnings on pension plan investments | \$ 1,128,863 | \$ 3,998 |
| Pension assumption changes | 1,271,587 | 4,162 |
| Experience differences | 437,185 | 1,443 |
| Employer contributions subsequent to the measurement date | 528,463 | 2,467 |
| Total | <u>\$ 3,366,098</u> | <u>\$ 12,070</u> |

| | Primary Government Deferred Inflows of Resources | Airport Authority Deferred Inflows of Resources |
|-----------------------|---|--|
| Experience Difference | \$ 93,821 | \$ 302 |
| Total | <u>\$ 93,821</u> | <u>\$ 302</u> |

The primary government's and the Airport Authority Discretely Presented Component Unit's contributions subsequent to the measurement date of \$528,463 and \$2,467, respectively, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2018. Other amounts reported as deferred outflows and deferred inflows of resources of resources related to pensions will be recognized in pension expense as follows:

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. Primary Government and Airport Authority Discretely Presented Component Unit (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued):

| Fiscal Year ending June 30: | Primary Government | Airport Authority |
|------------------------------------|---------------------------|--------------------------|
| 2018 | \$ 869,689 | \$ 2,871 |
| 2019 | 869,691 | 2,871 |
| 2020 | 801,351 | 2,645 |
| 2021 | 203,083 | 914 |
| Thereafter | - | - |
| Total | <u>\$ 2,743,814</u> | <u>\$ 9,301</u> |

B. Discretely Presented Component Unit – Barrow County Health Department

Plan Description: All full-time personnel employed by the Barrow County Health Department participate in the Employees' Retirement System of Georgia (ERS), which is a cost-sharing multiple-employer, defined benefit, public employee retirement system (PERS). ERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/formspubs/formspubs.

ERS provides service retirement, disability retirement, and survivor's benefits for its members. Members may retire and receive a normal monthly retirement benefit after 10 years of creditable service and the age of 65. Early retirement at the age of 60 may be elected, with a 5% reduction of benefits for each year under the age of 65 if the individual has fewer than 30 years of creditable service. Individuals with 30 years of creditable service may retire early, regardless of age. Death benefits and disability retirement benefits vary according to years of service.

Members become fully vested after 10 years of service. If a member terminates with less than 10 years of service, no vesting of employer contributions occurs, but the member's contributions are refunded with interest.

For the fiscal year ended June 30, 2017, the Health Department's total payroll for all employees was \$559,572 and total covered payroll was \$506,823. Covered payroll refers to all compensation paid by the Health Department to active employees covered by the Plan.

Funding Policy (Contributions): The Board contribution is set by the ERS Board of Trustees, dependent on the recommendation of the System's actuary. Such employer contributions fund the major portion of benefits under ERS and are adjusted periodically to insure actuarial soundness of the System. The employer contribution rate varies depending on which retirement plan an employee is enrolled. Employees whose full-time employment began before July 1, 1982, participate in the "old" plan. Employees whose full-time employment began between July 1, 1982, and December 31, 2008, are enrolled in the "new" plan and the employer contribution rate for the old and new plan was 21.69%. All employees whose full-time employment began after January 1, 2009, are enrolled in the GSEPS plan. The Health Department's contributions to ERS totaled \$118,711 for the fiscal year ended June 30, 2017. The employer contribution rate for this plan was 24.69% for fiscal year ended June 30, 2017.

All members of the System contribute varying percentages for Retirement Contributions and Group Term Life Insurance depending on which retirement plan the employee is enrolled. Those enrolled in the "old" plan contribute

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Discretely Presented Component Unit – Health Department (Continued)

a total of 6.5% of Earnable Compensation (6.25% for retirement and .25% for Group Term Life). Employees enrolled in the GSEPS plan contribute 1.25% (all retirement contributions). All employee contributions on deposit at least one year earn four percent interest compounded annually.

In addition, participants in the GSEPS Plan can voluntarily participate in a 401k plan. Members in this Plan will receive a 1% salary match from the state on the first 1% of compensation contributed by the employee. For each additional percent contributed by an employee (up to 4%), the state will match 50% of that amount (up to 2% of compensation). The 401k employer contribution is subject to a five year vesting schedule, vesting 20% for each completed year of service in a GSEPS-eligible position.

For the fiscal year ended June 30, 2017, the Barrow County Health Department reported a liability of \$866,897 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015. The Health Department's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2016. At June 30, 2016, the Health Department's proportion was 0.018326%, which was an increase of 0.003215% from its proportion measured as of June 30, 2015.

For the fiscal year ended June 30, 2017, the Health Department recognized pension expense of \$39,715. At June 30, 2017, the Health Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Difference between expected and actual experience | \$ - | \$ 2,002 |
| Changes of assumption | 7,343 | - |
| Net difference between projected and actual earnings on pension plan investments | 88,139 | - |
| Changes in proportion and difference between employer contributions and proportionate share of contributions | 79,521 | 51,457 |
| Employer contributions subsequent to the measurement date | <u>118,711</u> | <u>-</u> |
| Total | <u>\$ 293,714</u> | <u>\$ 53,459</u> |

The \$118,711 of deferred outflows of resources resulting from the Health Department's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in the pension expense as follows:

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Discretely Presented Component Unit – Health Department (Continued)

Fiscal Year ending June 30:

| | | |
|-----------|----|----------------|
| 2018 | \$ | 18,946 |
| 2019 | | 25,620 |
| 2020 | | 47,520 |
| 2021 | | 29,458 |
| 2022 | | - |
| Net Total | \$ | <u>121,544</u> |

Actuarial Assumptions: The total pension liability was determined by an actuarial valuation as of June 30, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|-----------------------------------|---|
| Inflation | 2.75% |
| Salary increases | 3.25% -7.00%, including inflation |
| Investment rate of return expense | 7.50 %, including inflation, net of pension plan investment |

Mortality rates were based on the RP-2000 Combined Mortality Table for the periods after service retirement, for dependent beneficiaries, and for deaths in active service, and the RP-2000 Disabled Mortality Table set back eleven years for males for the period after disability retirement. The actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2009–June 30, 2014.

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 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 are summarized in the following table:

| <u>Asset class</u> | <u>Target allocation</u> | <u>Long-term expected real rate of return*</u> |
|---------------------------------------|------------------------------|--|
| Fixed income | 30.0 % | (0.5) % |
| Domestic Large Stocks | 37.2 % | 9.0 % |
| Domestic Mid Stocks | 3.4 % | 12.0 % |
| Domestic Small Stocks | 1.4 % | 13.5 % |
| International Developed Market Stocks | 17.8 % | 8.0 % |
| International Emerging Market Stocks | 5.2 % | 12.0 % |
| Alternatives | 5.0 % | 10.5 % |
| | <u>100.0 %</u> | |

* Rates shown are net of the 2.75% assumed rate of inflation

Discount rate: The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. 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 plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11. DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Discretely Presented Component Unit – Health Department (Continued)

Sensitivity of the Board of Health's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the Health Department's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Health Department's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or higher than the current rate:

| | 1% Decrease (6.5%) | Current Discount Rate (7.5%) | 1% Increase (8.5%) |
|---|-------------------------------|---|-------------------------------|
| Department of Health's proportionate share of net pension liability | \$ 1,174,806 | \$ 866,897 | \$ 604,497 |

Actuarial Valuation Date: June 30, 2015 is the actuarial valuation date upon which the total pension liability for the plan is based. An expected total pension liability is determined as of June 30, 2016 using standard roll forward techniques. The roll forward calculation adds the annual normal cost (also called service cost), subtracts the actual benefit payments and refunds for the Plan year, and then applies the expected investment rate of return for the year.

Plan Fiduciary Net Position: Detailed information about the ERS fiduciary net position is available in the separately issued Employees' Retirement System of Georgia financial report. That report may be obtained via the internet at www.ers.ga.gov.

NOTE 12. RISK MANAGEMENT

The County is exposed to various risks of losses related to: torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Public Risk Underwriter and Travelers are the County's general liability carriers. The Association of County Commissioners of Georgia Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operate as a common risk management and insurance program for member local governments. As part of this risk pool, the County is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County can allow the pool's agents and attorneys to represent the County in investigation, settlement discussions, and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

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

There have been no significant reductions of insurance coverage from coverage in the prior fiscal year and settlement amounts have not exceeded insurance coverage for the current fiscal year or the three prior fiscal years.

NOTE 13. COMMITMENTS AND CONTINGENCIES

Contractual Commitments:

In addition to the liabilities enumerated in the statement of net position as of June 30, 2017, the County has contractual commitments on uncompleted contracts of approximately \$5,048,600.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Litigation:

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

Grant Contingencies:

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

NOTE 14. TAX ABATEMENTS:

The Winder Barrow Industrial Building Authority was created by local constitutional amendment Res. Act No. 206; H.R. 451-918; Ga. L. 1962, p. 1027, as amended by Res. Act No. 11; H.R. 48-51; Ga. L. 1964, Ex. Sess., p. 376. The assets of the Authority, including leasehold interests in the Authority's assets, are exempt from ad valorem property taxation. The Authority may enter into lease arrangements with companies and will negotiate payments in lieu of taxes to be made by the company for the purpose of attracting or retaining businesses within their jurisdiction. In order to qualify, the Authority will consider the company's capital investment, job creation, salary benchmarks and estimated fiscal impact of the project to the County. The incentive would also include claw-back provisions if the company does not meet the investment, job, salary or other benchmarks.

The Joint Development Authority of Winder Barrow County is created under the Development Authorities Law O.C.G.A Section 36-62-1. The Authority, Barrow County, the Barrow County Tax Assessors and the Barrow County Board of Education have entered into an agreement establishing a uniform method to value leasehold interests in Authority owned property. The Authority will enter into leases with companies taking into account the same considerations that the Industrial Building Authority considers as explained above for the purpose of attracting or retaining businesses within their jurisdictions. The tenant/company will pay ad valorem property taxes on the value of its leasehold interest in accordance with the taxing schedule which is a 7 year schedule. The taxing agreement values the leasehold interest as a percentage of the full fair market value each year of the lease asset. The lease will also have claw-back provisions if the company does not meet established benchmarks.

For the nine month period ending June 30, 2017, the County abated property taxes totaling \$371,007 under these programs including the following tax abatement agreements:

Through the Joint Development Authority, a \$158,518 property tax abatement to a company for expansion of their existing operations in the County, producing jobs and \$20,000,000 in capital investment in the community. The company is in year 4 of the 7 year tax abatement.

Through the Industrial Building Authority, a \$146,868 property tax reduction for a new business locating in the County creating 315,000 square feet of manufacturing and distribution capabilities and increasing employment. The Company is in year 3 of the 5 year tax abatement. If the Company does not meet the community jobs goals and community investment goals, all or a portion of the ad valorem property taxes saved for that year will be recouped.

Through the Industrial Building Authority, a \$65,621 property tax reduction for a new business locating in the County assuming 550,000 square feet of manufacturing and distribution capabilities and increasing employment. The Company is in year 2 of the 7 year tax abatement. If the Company does not meet the community jobs goals and community investment goals, all or a portion of the ad valorem property taxes saved for that year will be recouped.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 15. OTHER POSTEMPLOYMENT BENEFITS

Plan Description: The County provides funding for continued healthcare benefits to retired employees. The Plan provides medical coverage and prescription drug benefits to those who qualify. In order to be eligible for the retiree health care plan, the employee must have the minimum age of 55 and having at least 10 years of service to the County. Continued healthcare benefits in the form of single coverage will be paid at 50 percent of the premium. This benefit is limited to a period until the employee becomes Medicare eligible or reaches age 65 whichever comes first. The County has the authority to amend or terminate this benefit. The Plan was established by a resolution by the Board of Commissioners. It may also be amended by resolution of the same Board.

Under the Plan, the retire contributions under the 100 Medical Plan and 80 Medical Plan are \$2,935 and \$2,571 respectively, for the retirees and \$6,278 and \$5,914 respectively, for the retirees and their spouses.

Starting Per Capita Costs

| <u>Age</u> | <u>100 Medical Plan</u> | | <u>80 Medical Plan</u> | |
|------------|-------------------------|---------------|------------------------|---------------|
| | <u>Retiree</u> | <u>Spouse</u> | <u>Retiree</u> | <u>Spouse</u> |
| 55 | \$ 9,626 | \$ 9,626 | \$ 9,068 | \$ 9,068 |
| 57 | 10,312 | 10,312 | 9,714 | 9,714 |
| 60 | 11,433 | 44,133 | 10,770 | 10,770 |
| 62 | 12,247 | 12,247 | 11,537 | 11,537 |
| 64 | 13,120 | 13,120 | 12,359 | 12,359 |

As of January 1, 2016, the most recent actuarial valuation date, the Plan membership included the following categories of participants:

| | |
|----------------------|------------|
| Active Participants | 417 |
| Retired Participants | <u>9</u> |
| Total | <u>426</u> |

Funding Policy: The Plan is a single-employer defined benefit postretirement healthcare. The County has not elected to advance fund the Plan, but rather maintains the Plan on a “pay as you go” basis. For 2017, the County’s annual required contribution was \$815,199 and actual employer contributions totaled \$149,872. The annual required contribution was determined as part of the January 1, 2016 actuarial valuation using the projected unit credit actuarial cost method.

Benefits: Eligible retirees and former employees are offered the same health and prescription drug coverage as active employees. The County pays 50% of the retiree premium for the health insurance plan. Retirees cannot add spouses or dependents to the County’s insurance plan. There is a maximum out-of-pocket cost to the employee of \$2,000 or \$5,000 depending on the plans.

Eligibility: Employees hired before February 1, 2011 are eligible for OPEB provided that the employee has the minimum age of 55 and having at least 10 years of service to the County. Employees hired after February 2, 2011 have to be 65 years old with a minimum of 5 years of service to be eligible. Employees who take retirement at age 65 or older are not eligible for continued insurance coverage.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The annual required contribution for the current fiscal year was determined as part of the January 1, 2016 actuarial valuation. The actuarial assumptions included:

| | |
|-------------------------------------|-----------------------|
| Valuation Date | January 1, 2016 |
| Data Collection Date | June 2016 |
| Actuarial Cost Method | Projected Unit Credit |
| Actuarial Asset Valuation Method | Not applicable |
| Healthcare Cost Trend Rate | 7.50% |
| Ultimate Healthcare Cost Trend Rate | 5.00% |
| Fiscal Year of Ultimate Trend Rate | Fiscal Year 2026 |
| Amortization method | Level Dollar-Open |
| Remaining Amortization Period | 30 years |
| Discount Rate | 4.50% |
| Salary Rate Increase | Not applicable |
| Inflation Rate Assumption | 3.00% |

The following is a schedule of funding progress using the projected unit credit cost method. As of the most recent valuation date, January 1, 2016, the funded status of the Plan was as follows:

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liability (AAL) Entry Age | Unfunded AAL (UAAL) | Funded Ratio | Annual Covered Payroll | UAAL as a Percentage of Covered Payroll |
|---|--|--|------------------------------------|-------------------------|---------------------------------------|--|
| 1/1/2016 | \$ - | \$ 4,610,119 | \$ 4,610,119 | 0.0% | \$ 16,283,075 | 28% |

The required schedule of funding progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability. The actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2016 and are based on the types of benefits provided under the terms of the substantive plan at the time of the valuation. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The County's actuarially determined contribution, OPEB cost and increase in net OPEB obligation for the fiscal year ended June 30, 2017, is as follows:

| | |
|--|---------------------|
| Normal cost | \$ 517,749 |
| Amortization of unfunded actuarial accrued liability | 279,976 |
| Interest on Normal Cost | <u>17,474</u> |
| Annual required contribution | 815,199 |
| Interest on Net OPEB Obligation | 169,215 |
| Adjustment to Annual Required Contribution | <u>(220,911)</u> |
| Annual OPEB Cost | 763,503 |
| Actual employer benefit payments | <u>(149,872)</u> |
| Increase in net OPEB obligation | 613,631 |
| Net OPEB obligation, beginning of fiscal period | <u>3,760,324</u> |
| Net OPEB obligation, end of fiscal period | <u>\$ 4,373,955</u> |

The annual required contribution was determined as part of the January 1, 2016 actuarial valuation. The following chart shows the annual OPEB cost for the current fiscal year, along with the percentage actually contributed by the County.

| <u>Fiscal Year or Period Ended</u> | <u>Annual OPEB Cost</u> | <u>Employer Contribution</u> | <u>Percentage of Annual OPEB Cost Contributed</u> | <u>Net OPEB Obligation</u> |
|--|-----------------------------|----------------------------------|---|--------------------------------|
| June 30, 2017 | \$ 763,503 | \$ 149,872 | 19.63% | \$ 4,373,955 |
| September 30, 2016 | 772,409 | 124,593 | 16.13% | 3,760,324 |
| September 30, 2015 | 595,087 | 108,751 | 18.27% | 3,112,508 |
| September 30, 2014 | 602,046 | 95,874 | 15.92% | 2,626,172 |

NOTE 16. SUBSEQUENT EVENTS

On November 2nd, 2017, Barrow County Board of Commissioners approved a Master Service Agreement for energy related services with Georgia Power and also approved the related capital lease financing vehicles and equipment for \$693,854 over a period of 10 years.

BARROW COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 17. PRIOR PERIOD RESTATEMENT

The County has determined that a restatement of beginning net position of the governmental activities is necessary to record omitted capital asset additions of previous years in the proper period. As a result of this error, beginning net position of the governmental activities is restated as follows:

| | |
|--|-----------------------------|
| Net Position September 30, 2016, as previously reported | \$ 90,493,481 |
| Adjustment to record omitted capital assets in prior years | <u>2,878,939</u> |
| Net Position September 30, 2016, as restated | <u><u>\$ 93,372,420</u></u> |

**BARROW COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
AND RELATED RATIOS**

Total Pension Liability:

| | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|-----------------------------|-----------------------------|-----------------------------|
| Service cost | \$ 706,400 | \$ 661,477 | \$ 668,251 |
| Interest on total pension liability | 1,765,789 | 1,927,957 | 2,063,522 |
| Assumption change | - | 825,434 | 1,021,172 |
| Benefit payments, including refunds of employee contributions | (893,398) | (1,063,346) | (1,106,341) |
| Experience (Gain)/Loss | - | (161,353) | 563,949 |
| Net change in total pension liability | <u>1,578,791</u> | <u>2,190,169</u> | <u>3,210,553</u> |
| Total pension liability as of beginning of the fiscal year | <u>23,631,126</u> | <u>25,209,917</u> | <u>27,400,086</u> |
| Total pension liability - ending (a) | <u><u>\$ 25,209,917</u></u> | <u><u>\$ 27,400,086</u></u> | <u><u>\$ 30,610,639</u></u> |

Change in Fiduciary Net Position:

| | | | |
|--|--------------------------------|--------------------------------|--------------------------------|
| Employer contributions | \$ 1,529,640 | \$ 1,109,896 | \$ 1,076,756 |
| Net investment income | 1,234,403 | 32,828 | 1,406,080 |
| Benefit payments | (893,398) | (1,063,346) | (1,106,341) |
| Postretirement benefit payments | - | | |
| Preretirement Death pool | - | | |
| Administrative expenses | (63,708) | (66,181) | (67,520) |
| Other charges | - | (44,063) | - |
| Net change in plan fiduciary net position | <u>1,806,937</u> | <u>(30,866)</u> | <u>1,308,975</u> |
| Plan fiduciary net position - beginning | <u>18,743,064</u> | <u>20,550,001</u> | <u>20,519,135</u> |
| Plan fiduciary net position - ending (b) | <u><u>\$ 20,550,001</u></u> | <u><u>\$ 20,519,135</u></u> | <u><u>\$ 21,828,110</u></u> |
| County's net pension liability - ending (a) - (b) | <u><u>\$ 4,659,916</u></u> | <u><u>\$ 6,880,951</u></u> | <u><u>\$ 8,782,529</u></u> |

**Plan fiduciary net position as a percentage of the total
pension liability (a/b)**

81.52% 74.89% 71.31%

Covered-employee payroll

\$ 13,486,459 \$ 13,192,252 \$ 13,319,068

**County's net pension liability as a percentage of covered
- employee payroll**

34.55% 52.16% 65.94%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

**BARROW COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE OF COUNTY CONTRIBUTIONS

| | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|----------------|----------------|----------------|
| Actuarially determined contribution | \$ 1,529,640 | \$ 1,109,896 | 1,076,756 |
| Contributions in relation to the actuarially determined contributions | 1,885,000 | 1,603,784 | 1,607,686 |
| Contribution deficiency (excess) | <u>355,360</u> | <u>493,888</u> | <u>530,930</u> |
| Covered-employee payroll | \$ 17,749,108 | \$ 18,079,765 | 14,257,297 |
| Contributions as a percentage of Covered -employee payroll | 10.62% | 8.87% | 11.28% |

Notes to the Schedule

| | |
|----------------------------------|--|
| Valuation Date | January 1, 2016 |
| Cost Method | Entry Age Normal |
| Actuarial Asset Valuation Method | Smoothed market value with a 5-year smoothing period |
| Assumed Rate of Return | |
| On Investments | 7.50% |
| Projected Salary Increases | 3.5% - 5.5% (including 3.00% for inflation) |
| Cost-of-living Adjustment | 3.00% |
| Amortization Method | Closed level dollar for unfunded liability |
| Remaining Amortization Period | None remaining |

Notes:

The schedule will present 10 years of information once it is accumulated.

The County makes one annual lump sum payment instead of monthly contributions during the Plan year.

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**BARROW COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION**

**COMPONENT UNIT – BARROW COUNTY HEALTH DEPARTMENT
SCHEDULE OF EMPLOYER’S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
EMPLOYEES’ RETIREMENT SYSTEM OF GEORGIA**

| | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|--|--------------------|--------------------|--------------------|
| Employer's proportion of the net pension liability | 0.020625% | 0.015111% | 0.018326% |
| Employer's proportionate share of the net pension liability | \$ 773,565 | \$ 612,207 | \$ 866,897 |
| Employer's covered payroll during the measurement period | 497,544 | 366,361 | 447,260 |
| Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 155.48% | 167.10% | 193.82% |
| Plan fiduciary net position as a percentage of the total pension liability | 77.99% | 76.20% | 72.34% |

Notes to the Schedule

The schedule above is intended to show information for 10 years.
Additional years will be displayed as they become available.

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**BARROW COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION**

**COMPONENT UNIT – BARROW COUNTY HEALTH DEPARTMENT
SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS
EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA**

| | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|-------------|-------------|-------------|
| Actuarially determined contribution | \$ 75,871 | \$ 105,334 | \$ 118,711 |
| Contributions in relation to the actuarially determined contributions | 75,871 | 105,334 | 118,711 |
| Contribution deficiency (excess) | <u>-</u> | <u>-</u> | <u>-</u> |
| Covered-employee payroll | \$ 366,361 | \$ 447,260 | \$ 506,823 |
| Contributions as a percentage of Covered -employee payroll | 20.71% | 23.55% | 23.42% |

Note: The schedule above is intended to show information for 10 years. Additional years will be displayed as they become available.

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**BARROW COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE OF FUNDING PROGRESS - OPEB

| Actuarial Valuation Date | Actuarial Value of Assets | Projected Unit Credit | Unfunded Accrued Liability (UAAL) | Funded Ratio | Annual Covered Payroll | Accrued Liability as a Percentage of Covered Payroll |
|---|--|--------------------------------------|--|-------------------------|---------------------------------------|---|
| January 1, 2016 | \$ - | \$ 4,610,119 | \$ 4,610,119 | 0% | \$ 16,283,075 | 28% |
| January 1, 2015 | - | 3,623,334 | 3,623,334 | 0% | 16,283,075 | 22% |
| January 1, 2014 | - | 3,623,334 | 3,623,334 | 0% | 18,300,000 | 20% |
| January 1, 2013 | - | 3,650,000 | 3,650,000 | 0% | 18,300,000 | 20% |
| January 1, 2012 | - | 3,110,000 | 3,110,000 | 0% | 18,300,000 | 17% |

Note: See assumptions used for the Schedule of Funding Progress in Note 15 to the financial statements.

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**BARROW COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BOARD OF HEALTH EMPLOYEE RETIREMENT SYSTEM
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

NOTE 1. SCHEDULES OF EMPLOYER'S NET PENSION LIABILITY/CONTRIBUTIONS

This note provides information about changes of benefit terms, changes of assumptions, and methods and assumptions used in calculations of actuarially determined contributions relating to the Employees' Retirement System of Georgia.

Changes of benefit terms – A new tier benefit was added for members joining the system on and after July 1, 2009.

Changes of assumptions – In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. The Society of Actuaries are developing a new mortality table for governmental employees. As the mortality rates in Georgia are in the highest quartile in the nation, in the opinion of the actuary use of the RP-2014 mortality table with full generational projection of future mortality improvements would not appropriately reflect anticipated plan experience. Until such time as the mortality table for governmental employees is released, the RP-2000 mortality table shall be used, as it represents the most up to date table pending this release. Once the mortality table for governmental employees is released, the table will be reviewed in light of the mortality rates experienced in the state of Georgia. The RP-2000 mortality table projects mortality improvements with Scale AA.

BARROW COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

Special Revenue Funds - are used to account and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt services or capital projects.

| | |
|--|--|
| Law Library | To account for revenues generated through special filing charges in the County court system which are used to acquire and maintain library materials. These funds are restricted by State law. |
| Confiscated Assets | To account for monies confiscated under Federal and State law by Barrow County law enforcement officers related to controlled substance offenses. Such monies are restricted to defray the cost of complex investigations and to purchase equipment relating to said investigations. These funds are restricted by Federal law. |
| Emergency 911 | To account for emergency services which are provided to all County taxpayers. Financing is provided through user fees and charges and transfers from the General Fund. These funds are restricted by State law. |
| Drug Abuse and Education | This fund, authorized by O.C.G.A. 15-21-100 to 15-21-101, is used to account for an additional 50% penalty placed on certain drug related fines collected in Superior Court, Magistrate Court, Probate Court, and Municipal Court. These funds are legally restricted to be used for drug abuse treatment and education programs relating to controlled substances, alcohol, marijuana, and purposes of the County's Drug Court. |
| Drug Court Participation Fee | This fund is used to account for participant fees collected by the County's Drug Court to defray the Drug Court's expenditures. These funds are committed to be used for the County's Drug Court expenditures. |
| Special Programs | Established to separately account for programs with dedicated revenues and expenditures operated on a self supporting basis. This fund was initiated during fiscal year 2012. |
| Supplemental Juvenile Services | This fund, authorized by O.C.G.A. 15-11-71, is used to account for supervision fees collected by the County's Juvenile Court to care for juveniles that are in the Court's care. These funds are legally restricted for housing, educational, counseling, mediation, transportation, restitution, and work experience expenditures. |
| Jail Fund | This fund, authorized by O.C.G.A. 15-21-90 to 15-21-95, is used to account for an additional 10% penalty placed on all criminal and traffic cases and cases involving violations of County ordinances collected in the County courts. These funds are legally committed to be used for the purpose of constructing, operating, and staffing county jails, correctional institutions, and detention facilities. |
| Inmate Commissary | To account for the inmate activity at the County jail in which funds are committed by the County's Sheriff. |
| Multiple Grants | Established to account for various grant programs. The financing is provided by various local, state and federal agencies in accordance with grant contracts and agreements. These funds are restricted by Federal and State law. |
| Industrial Building Authority (IBA) | The IBA was created on January 30, 1962 to encourage and promote the expansion and development of industrial and commercial facilities in Barrow County, so as to relieve possible unemployment within its boundaries. The IBA has five (5) board members. |
| Joint Development Authority (JDA) | The JDA was created on October 30, 1981 between Barrow County Board of Commissioners and the Mayor of the City of Winder for the development and promotion of public goods and general welfare trade, commerce, industry, and employment activities in the City of Winder and Barrow County. The JDA has seven (7) board members. |
| 700MHTZ Radio System Maintenance | To account for the maintenance of the County-Wide 700 Megahertz Radio system. |

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

| ASSETS | Law Library | Confiscated Assets | Emergency 911 | Drug Abuse and Education | Drug Court Participation Fee | Special Programs | Supplemental Juvenile Services | Jail | Inmate Commissary | Multiple Grants | Industrial Building Authority | Joint Development Authority | 700 MHz Radio System Maintenance | Total Nonmajor Governmental Funds |
|-------------------------------------|----------------|-----------------------|------------------|--------------------------------|------------------------------------|---------------------|--------------------------------------|------------|----------------------|--------------------|-------------------------------------|-----------------------------------|--|--|
| | | | | | | | | | | | | | | |
| Cash and cash equivalents | \$ 142,138 | \$ 317,639 | \$ 208 | \$ 261,561 | \$ 74,817 | \$ 149,694 | \$ 28,588 | \$ 396,239 | \$ 126,150 | \$ 84 | \$ 164,192 | \$ 24,551 | \$ 20,172 | \$ 1,706,033 |
| Receivables: | | | | | | | | | | | | | | |
| Accounts | - | - | 164,653 | - | - | - | - | - | - | 82 | - | - | - | 164,635 |
| Intergovernmental | - | - | - | 1,318 | - | - | - | 5,060 | - | 1,648,146 | - | - | - | 1,654,524 |
| Prepaid items | - | - | - | - | - | - | - | - | - | 5,732 | - | - | - | 5,732 |
| Due from other funds | - | - | - | - | - | - | - | - | - | 6,793 | - | - | 38 | 6,831 |
| Total assets | \$ 142,138 | \$ 317,639 | \$ 164,761 | \$ 262,879 | \$ 74,817 | \$ 149,694 | \$ 28,588 | \$ 401,299 | \$ 126,150 | \$ 1,860,837 | \$ 164,192 | \$ 24,551 | \$ 20,210 | \$ 3,537,755 |
| | | | | | | | | | | | | | | |
| LIABILITIES | | | | | | | | | | | | | | |
| Accounts payable | \$ - | \$ 57,268 | \$ 31,080 | \$ 54 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 13,030 | \$ - | \$ - | \$ 2,079 | \$ 103,511 |
| Salaries and wages payable | - | - | 32,009 | 2,959 | - | - | - | - | - | - | - | - | - | 34,968 |
| Due to other funds | - | - | 99,883 | 6,793 | 1,750 | - | - | - | - | 948,000 | - | - | - | 1,056,426 |
| Total liabilities | - | 57,268 | 162,972 | 9,806 | 1,750 | - | - | - | - | 961,030 | - | - | 2,079 | 1,194,905 |
| | | | | | | | | | | | | | | |
| FUND BALANCES | | | | | | | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - | - | 5,732 | - | - | - | 5,732 |
| Restricted | 142,138 | 260,371 | 1,789 | 253,073 | - | - | 28,588 | - | - | 694,075 | - | - | - | 1,380,034 |
| Committed | - | - | - | - | 73,067 | 132,246 | - | 401,299 | 126,150 | - | 164,192 | 24,551 | 18,131 | 939,636 |
| Assigned | - | - | - | - | - | 17,448 | - | - | - | - | - | - | - | 17,448 |
| Total fund balances | 142,138 | 260,371 | 1,789 | 253,073 | 73,067 | 149,694 | 28,588 | 401,299 | 126,150 | 699,807 | 164,192 | 24,551 | 18,131 | 2,342,850 |
| | | | | | | | | | | | | | | |
| Total liabilities and fund balances | \$ 142,138 | \$ 317,639 | \$ 164,761 | \$ 262,879 | \$ 74,817 | \$ 149,694 | \$ 28,588 | \$ 401,299 | \$ 126,150 | \$ 1,860,837 | \$ 164,192 | \$ 24,551 | \$ 20,210 | \$ 3,537,755 |

BARROW COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Special Revenue Funds | Capital Project 2001 SPLOST Fund | Total Nonmajor Governmental Funds |
|--|--------------------------------------|---|--|
| REVENUES | | | |
| Intergovernmental | \$ 2,865,393 | \$ - | \$ 2,865,393 |
| Charges for services | 1,140,406 | - | 1,140,406 |
| Fines and forfeitures | 332,990 | - | 332,990 |
| Interest | 1,593 | - | 1,593 |
| Other | 19,227 | - | 19,227 |
| Total Revenues | <u>4,359,609</u> | <u>-</u> | <u>4,359,609</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Judicial | 228,098 | - | 228,098 |
| Public safety | 1,554,194 | - | 1,554,194 |
| Public works | 2,313,424 | - | 2,313,424 |
| Health and welfare | 137,539 | - | 137,539 |
| Culture and recreation | 2,898 | - | 2,898 |
| Housing and development | 100,144 | - | 100,144 |
| Capital outlay | - | 3 | 3 |
| Debt service: | | | |
| Principal | 1,527,000 | - | 1,527,000 |
| Interest | 534,321 | - | 534,321 |
| Total Expenditures | <u>6,397,618</u> | <u>3</u> | <u>6,397,621</u> |
| Deficiency of revenues under expenditures | <u>(2,038,009)</u> | <u>(3)</u> | <u>(2,038,012)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 2,338,743 | - | 2,338,743 |
| Transfers out | (968) | - | (968) |
| Total other financing sources | <u>2,337,775</u> | <u>-</u> | <u>2,337,775</u> |
| Net change in fund balances | 299,766 | (3) | 299,763 |
| Fund balances - beginning | <u>2,043,084</u> | <u>3</u> | <u>2,043,087</u> |
| Fund balances - ending | <u>\$ 2,342,850</u> | <u>\$ -</u> | <u>\$ 2,342,850</u> |

BARROW COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Law Library | Confiscated Assets | Emergency 911 | Drug Abuse and Education | Drug Court Participation Fee | Special Programs | Supplemental Juvenile Services | Jail | Inmate Commissary | Multiple Grants | Industrial Building Authority | Joint Development Authority | 700 MHTZ Radio System Maintenance | Total Nonmajor Governmental Special Revenue Funds |
|--|----------------|-----------------------|------------------|--------------------------------|------------------------------------|---------------------|--------------------------------------|-----------|----------------------|--------------------|-------------------------------------|-----------------------------------|---|---|
| REVENUES | | | | | | | | | | | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,865,393 | \$ - | \$ - | \$ - | \$ 2,865,393 |
| Charges for services | - | - | 843,851 | - | 34,343 | 2,859 | - | - | 87,183 | - | 166,235 | - | 5,935 | 1,140,406 |
| Fines and forfeitures | 17,028 | 150,124 | - | 49,273 | - | - | 3,305 | 113,260 | - | - | - | - | - | 332,980 |
| Interest | 53 | 148 | - | 409 | 90 | - | 41 | 785 | - | - | 35 | 27 | 5 | 1,593 |
| Other | - | - | 4,111 | - | - | - | 15,116 | - | - | - | - | - | - | 19,227 |
| Total Revenues | 17,081 | 150,272 | 847,962 | 49,682 | 34,433 | 17,975 | 3,346 | 114,045 | 87,183 | 2,865,393 | 166,270 | 27 | 5,940 | 4,359,609 |
| EXPENDITURES | | | | | | | | | | | | | | |
| Current: | | | | | | | | | | | | | | |
| Judicial | 18,919 | 19,903 | - | 30,478 | 584 | - | - | - | - | 158,214 | - | - | - | 228,098 |
| Public safety | - | 16,759 | 1,110,700 | 25,589 | - | 18,318 | - | 242,856 | 40,323 | 87,008 | - | - | 12,641 | 1,554,194 |
| Public works | - | - | - | - | - | - | - | - | - | 2,313,424 | - | - | - | 2,313,424 |
| Health and welfare | - | - | - | - | - | - | - | - | - | 137,539 | - | - | - | 137,539 |
| Culture and recreation | - | - | - | - | - | 2,898 | - | - | - | - | - | - | - | 2,898 |
| Housing and development | - | - | - | - | - | - | - | - | - | - | 34,526 | 65,618 | - | 100,144 |
| Debt service: | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Principal | - | - | - | - | - | - | - | - | - | - | 715,000 | 812,000 | - | 1,527,000 |
| Interest | - | - | - | - | - | - | - | - | - | - | 423,452 | 110,869 | - | 534,321 |
| Total Expenditures | 18,919 | 36,662 | 1,110,700 | 56,067 | 584 | 21,216 | - | 242,856 | 40,323 | 2,696,185 | 1,172,978 | 988,487 | 12,641 | 6,397,618 |
| Excess (deficiency) of revenues over (under) expenditures | (1,838) | 113,610 | (262,738) | (6,385) | 33,849 | (3,241) | 3,346 | (128,811) | 46,860 | 169,208 | (1,006,708) | (988,480) | (6,701) | (2,038,009) |
| Other financing sources (uses): | | | | | | | | | | | | | | |
| Transfers in | - | - | 263,706 | - | - | - | - | - | - | - | 1,138,453 | 922,869 | 13,715 | 2,338,743 |
| Transfers out | - | - | (968) | - | - | - | - | - | - | - | - | - | - | (968) |
| Total other financing sources: | - | - | 262,738 | - | - | - | - | - | - | - | 1,138,453 | 922,869 | 13,715 | 2,337,775 |
| Net change in fund balances | (1,838) | 113,610 | - | (6,385) | 33,849 | (3,241) | 3,346 | (128,811) | 46,860 | 169,208 | 131,745 | (65,591) | 7,014 | 299,766 |
| Fund balances - beginning | 143,976 | 146,761 | 1,789 | 259,458 | 39,218 | 152,935 | 25,242 | 530,110 | 79,290 | 530,599 | 32,447 | 90,142 | 11,117 | 2,043,084 |
| Fund balances - ending | 142,138 | 260,371 | 1,789 | 253,073 | 73,067 | 149,694 | 28,588 | \$401,299 | 126,150 | 699,807 | 164,192 | 24,551 | 18,131 | 2,342,850 |

BARROW COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|--|-------------------------|-------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Fines and forfeitures | \$ 22,000 | \$ 22,000 | \$ 17,028 | \$ (4,972) |
| Interest | <u>75</u> | <u>75</u> | <u>53</u> | <u>(22)</u> |
| Total revenues | <u>22,075</u> | <u>22,075</u> | <u>17,081</u> | <u>(4,994)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| Clerk of Superior Court | <u>22,075</u> | <u>22,075</u> | <u>18,919</u> | <u>3,156</u> |
| Total judicial | <u>22,075</u> | <u>22,075</u> | <u>18,919</u> | <u>3,156</u> |
| Total expenditures | <u>22,075</u> | <u>22,075</u> | <u>18,919</u> | <u>3,156</u> |
| Deficiency of revenues under expenditures | <u>-</u> | <u>-</u> | <u>(1,838)</u> | <u>(1,838)</u> |
| Fund balances - beginning | <u>143,976</u> | <u>143,976</u> | <u>143,976</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 143,976</u> | <u>\$ 143,976</u> | <u>\$ 142,138</u> | <u>\$ (1,838)</u> |

BARROW COUNTY, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with</u> |
|--|-------------------------|-------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Fines and forfeitures | \$ 71,000 | \$ 71,000 | \$ 150,124 | \$ 79,124 |
| Interest | 125 | 125 | 148 | 23 |
| Total revenues | <u>71,125</u> | <u>71,125</u> | <u>150,272</u> | <u>79,147</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| District Attorney | 21,050 | 21,050 | 19,903 | 1,147 |
| Total judicial | <u>21,050</u> | <u>21,050</u> | <u>19,903</u> | <u>1,147</u> |
| Public safety: | | | | |
| Sheriff | 50,075 | 50,075 | 16,759 | 33,316 |
| Total public safety | <u>50,075</u> | <u>50,075</u> | <u>16,759</u> | <u>33,316</u> |
| Total expenditures | <u>71,125</u> | <u>71,125</u> | <u>36,662</u> | <u>34,463</u> |
| Excess of revenue over expenditures | <u>-</u> | <u>-</u> | <u>113,610</u> | <u>113,610</u> |
| Fund balances - beginning | <u>146,761</u> | <u>146,761</u> | <u>146,761</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 146,761</u> | <u>\$ 146,761</u> | <u>\$ 260,371</u> | <u>\$ 113,610</u> |

BARROW COUNTY, GEORGIA
EMERGENCY 911 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Budgeted Amounts | | Actual | Variance with |
|--|-------------------------|------------------|------------------|----------------------|
| | Original | Final | Amounts | Final Budget |
| REVENUE | | | | |
| Charges for services | \$ 941,500 | \$ 941,500 | \$ 843,851 | \$ (97,649) |
| Interest | 10 | 10 | - | (10) |
| Other | 3,050 | 3,050 | 4,111 | 1,061 |
| Total revenues | <u>944,560</u> | <u>944,560</u> | <u>847,962</u> | <u>(96,598)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety: | | | | |
| E 911 department | <u>1,266,941</u> | <u>1,266,941</u> | <u>1,110,700</u> | <u>156,241</u> |
| Total public safety | <u>1,266,941</u> | <u>1,266,941</u> | <u>1,110,700</u> | <u>156,241</u> |
| Total expenditures | <u>1,266,941</u> | <u>1,266,941</u> | <u>1,110,700</u> | <u>156,241</u> |
| Deficiency of revenue under expenditures | (322,381) | (322,381) | (262,738) | 59,643 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 323,349 | 323,349 | 263,706 | (59,643) |
| Transfers out | <u>(968)</u> | <u>(968)</u> | <u>(968)</u> | <u>-</u> |
| Total other financing sources | <u>322,381</u> | <u>322,381</u> | <u>262,738</u> | <u>(59,643)</u> |
| Net change in fund balances | - | - | - | - |
| Fund balances - beginning | <u>1,789</u> | <u>1,789</u> | <u>1,789</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 1,789</u> | <u>\$ 1,789</u> | <u>\$ 1,789</u> | <u>\$ -</u> |

BARROW COUNTY, GEORGIA
DRUG ABUSE AND EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|--|-------------------------|-------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Fines and forfeitures | \$ 63,750 | \$ 63,750 | \$ 49,273 | \$ (14,477) |
| Interest | 150 | 150 | 409 | 259 |
| Total revenues | <u>63,900</u> | <u>63,900</u> | <u>49,682</u> | <u>(14,218)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| Superior Court | 36,900 | 30,108 | 22,276 | 7,832 |
| District Attorney | <u>7,500</u> | <u>8,203</u> | <u>8,202</u> | <u>1</u> |
| Total judicial | <u>44,400</u> | <u>38,311</u> | <u>30,478</u> | <u>7,833</u> |
| Public safety: | | | | |
| Sheriff | <u>19,500</u> | <u>25,589</u> | <u>25,589</u> | <u>-</u> |
| Total public safety | <u>19,500</u> | <u>25,589</u> | <u>25,589</u> | <u>-</u> |
| Total expenditures | <u>63,900</u> | <u>63,900</u> | <u>56,067</u> | <u>7,833</u> |
| Deficiency Excess of revenue under expenditures | - | - | (6,385) | (6,385) |
| Fund balances - beginning | <u>259,458</u> | <u>259,458</u> | <u>259,458</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 259,458</u> | <u>\$ 259,458</u> | <u>\$ 253,073</u> | <u>\$ (6,385)</u> |

BARROW COUNTY, GEORGIA
DRUG COURT PARTICIPATION FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|--|-------------------------|------------------|------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Charges for services | \$ 30,000 | \$ 30,000 | \$ 34,343 | \$ 4,343 |
| Interest | - | - | 90 | 90 |
| Total revenues | <u>30,000</u> | <u>30,000</u> | <u>34,433</u> | <u>4,433</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| Superior Court | <u>30,000</u> | <u>30,000</u> | <u>584</u> | <u>29,416</u> |
| Total judicial | <u>30,000</u> | <u>30,000</u> | <u>584</u> | <u>29,416</u> |
| Total expenditures | <u>30,000</u> | <u>30,000</u> | <u>584</u> | <u>29,416</u> |
| Excess of revenue over expenditures | <u>-</u> | <u>-</u> | <u>33,849</u> | <u>33,849</u> |
| Fund balances - beginning | <u>39,218</u> | <u>39,218</u> | <u>39,218</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 39,218</u> | <u>\$ 39,218</u> | <u>\$ 73,067</u> | <u>\$ 33,849</u> |

BARROW COUNTY, GEORGIA
SPECIAL PROGRAMS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|---|-------------------------|------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Charges for services | \$ 4,000 | \$ 4,000 | \$ 2,859 | \$ (1,141) |
| Other | 20,000 | 20,000 | 15,116 | (4,884) |
| Total revenues | <u>24,000</u> | <u>24,000</u> | <u>17,975</u> | <u>(6,025)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Sheriff | <u>40,000</u> | <u>40,000</u> | <u>18,318</u> | <u>21,682</u> |
| Total public safety | <u>40,000</u> | <u>40,000</u> | <u>18,318</u> | <u>21,682</u> |
| Culture and recreation: | | | | |
| Parks and recreation | <u>12,355</u> | <u>12,355</u> | <u>2,898</u> | <u>9,457</u> |
| Total culture and recreation | <u>12,355</u> | <u>12,355</u> | <u>2,898</u> | <u>9,457</u> |
| Housing and development: | | | | |
| Economic Development/Community Development | <u>184,941</u> | <u>174,580</u> | <u>-</u> | <u>174,580</u> |
| Total housing and development | <u>184,941</u> | <u>174,580</u> | <u>-</u> | <u>174,580</u> |
| Total expenditures | <u>237,296</u> | <u>226,935</u> | <u>21,216</u> | <u>205,719</u> |
| Deficiency of revenue under expenditures | <u>(213,296)</u> | <u>(202,935)</u> | <u>(3,241)</u> | <u>199,694</u> |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | <u>50,000</u> | <u>50,000</u> | <u>-</u> | <u>(50,000)</u> |
| Total other financing sources | <u>50,000</u> | <u>50,000</u> | <u>-</u> | <u>(50,000)</u> |
| Net change in fund balances | (163,296) | (152,935) | (3,241) | 149,694 |
| Fund balances - beginning | <u>152,935</u> | <u>152,935</u> | <u>152,935</u> | <u>-</u> |
| Fund balances (deficit) - ending | <u>\$ (10,361)</u> | <u>\$ -</u> | <u>\$ 149,694</u> | <u>\$ 149,694</u> |

BARROW COUNTY, GEORGIA
SUPPLEMENTAL JUVENILE SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|--|-------------------------|------------------|------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Fines and forfeitures | \$ 1,525 | \$ 1,525 | \$ 3,305 | \$ 1,780 |
| Interest | 50 | 50 | 41 | (9) |
| Total revenues | <u>1,575</u> | <u>1,575</u> | <u>3,346</u> | <u>1,771</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| Juvenile Court | <u>1,575</u> | <u>1,575</u> | - | <u>1,575</u> |
| Total judicial | <u>1,575</u> | <u>1,575</u> | - | <u>1,575</u> |
| Total expenditures | <u>1,575</u> | <u>1,575</u> | - | <u>1,575</u> |
| Excess of revenue over expenditures | <u>-</u> | <u>-</u> | <u>3,346</u> | <u>3,346</u> |
| Fund balances - beginning | <u>25,242</u> | <u>25,242</u> | <u>25,242</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 25,242</u> | <u>\$ 25,242</u> | <u>\$ 28,588</u> | <u>\$ 3,346</u> |

BARROW COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With</u> |
|---|-------------------------|-------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Fines and forfeitures | \$ 130,000 | \$ 130,000 | \$ 113,260 | \$ (16,740) |
| Interest | 200 | 200 | 785 | 585 |
| Total revenues | <u>130,200</u> | <u>130,200</u> | <u>114,045</u> | <u>(16,155)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Detention | <u>180,000</u> | <u>441,512</u> | <u>242,856</u> | <u>198,656</u> |
| Total public safety | <u>180,000</u> | <u>441,512</u> | <u>242,856</u> | <u>198,656</u> |
| Total expenditures | <u>180,000</u> | <u>441,512</u> | <u>242,856</u> | <u>198,656</u> |
| Deficiency of revenue under expenditures | <u>(49,800)</u> | <u>(311,312)</u> | <u>(128,811)</u> | <u>182,501</u> |
| Fund balances - beginning | <u>530,110</u> | <u>530,110</u> | <u>530,110</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 480,310</u> | <u>\$ 218,798</u> | <u>\$ 401,299</u> | <u>\$ 182,501</u> |

BARROW COUNTY, GEORGIA
INMATE COMMISSARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | Budgeted Amounts | | Actual | Variance with |
|---|-------------------------|---------------------|-----------------------|----------------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Charges for services | \$ 30,440 | \$ 30,440 | \$ 87,183 | \$ 56,743 |
| Total revenues | <u>30,440</u> | <u>30,440</u> | <u>87,183</u> | <u>56,743</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Sheriff | <u>54,440</u> | <u>54,440</u> | <u>40,323</u> | <u>14,117</u> |
| Total expenditures | <u>54,440</u> | <u>54,440</u> | <u>40,323</u> | <u>14,117</u> |
| Excess (deficiency) of revenue over (under) expenditures | (24,000) | (24,000) | 46,860 | 70,860 |
| Fund balances - beginning | <u>79,290</u> | <u>79,290</u> | <u>79,290</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 55,290</u> | <u>\$ 55,290</u> | <u>\$ 126,150</u> | <u>\$ 70,860</u> |

BARROW COUNTY, GEORGIA
MULTIPLE GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with</u> |
|--|-------------------------|------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Intergovernmental | \$ 1,242,074 | \$ 5,146,007 | \$ 2,865,393 | \$ (2,280,614) |
| Total revenues | <u>1,242,074</u> | <u>5,146,007</u> | <u>2,865,393</u> | <u>(2,280,614)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| Superior Court | 170,529 | 180,414 | 158,214 | 22,200 |
| Total judicial | <u>170,529</u> | <u>180,414</u> | <u>158,214</u> | <u>22,200</u> |
| Public safety: | | | | |
| Sheriff | 43,781 | 43,781 | 38,745 | 5,036 |
| Fire and Emergency Medical Services | 31,310 | 41,571 | 35,571 | 6,000 |
| Animal control | - | 20,000 | 12,692 | 7,308 |
| Total public safety | <u>75,091</u> | <u>105,352</u> | <u>87,008</u> | <u>18,344</u> |
| Public works: | | | | |
| Roads and bridges | 1,399,085 | 5,102,375 | 2,313,424 | 2,788,951 |
| Total public works | <u>1,399,085</u> | <u>5,102,375</u> | <u>2,313,424</u> | <u>2,788,951</u> |
| Health and welfare: | | | | |
| Aging program | 127,042 | 137,539 | 137,539 | - |
| Total health and welfare | <u>127,042</u> | <u>137,539</u> | <u>137,539</u> | <u>-</u> |
| Housing and development: | | | | |
| Economic development/Community development | - | 150,000 | - | 150,000 |
| Total housing and development | <u>-</u> | <u>150,000</u> | <u>-</u> | <u>150,000</u> |
| Total expenditures | <u>1,771,747</u> | <u>5,675,680</u> | <u>2,696,185</u> | <u>2,979,495</u> |
| Excess (deficiency) of revenues over (under) expenditures | (529,673) | (529,673) | 169,208 | 698,881 |
| Fund balances - beginning | <u>530,599</u> | <u>530,599</u> | <u>530,599</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 926</u> | <u>\$ 926</u> | <u>\$ 699,807</u> | <u>\$ 698,881</u> |

BARROW COUNTY, GEORGIA
INDUSTRIAL BUILDING AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with</u> |
|--|-------------------------|--------------------|--------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Charges for services | \$ 65,754 | \$ 65,754 | \$ 166,235 | \$ 100,481 |
| Interest | 20 | 20 | 35 | 15 |
| Total revenues | <u>65,774</u> | <u>65,774</u> | <u>166,270</u> | <u>100,496</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Housing and development | | | | |
| Industrial Building Authority | 88,000 | 88,000 | 34,526 | 53,474 |
| Debt service: | | | | |
| Principal | 715,000 | 715,000 | 715,000 | - |
| Interest | <u>423,453</u> | <u>423,453</u> | <u>423,452</u> | <u>1</u> |
| Total expenditures | <u>1,226,453</u> | <u>1,226,453</u> | <u>1,172,978</u> | <u>53,475</u> |
| Deficiency of revenues under expenditures | <u>(1,160,679)</u> | <u>(1,160,679)</u> | <u>(1,006,708)</u> | <u>153,971</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 1,138,453 | 1,138,453 | 1,138,453 | - |
| Transfers out | <u>(50,000)</u> | <u>(50,000)</u> | <u>-</u> | <u>(50,000)</u> |
| Total other financing sources (uses) | <u>1,088,453</u> | <u>1,088,453</u> | <u>1,138,453</u> | <u>(50,000)</u> |
| Net change in fund balances | (72,226) | (72,226) | 131,745 | 203,971 |
| Fund balances - beginning | <u>32,447</u> | <u>32,447</u> | <u>32,447</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 199,577</u> | <u>\$ 199,577</u> | <u>\$ 164,192</u> | <u>\$ 203,971</u> |

BARROW COUNTY, GEORGIA
JOINT DEVELOPMENT AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with</u> |
|--------------------------------|-------------------------|------------------|------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Charges for services | \$ 7,500 | \$ 7,500 | \$ - | \$ (7,500) |
| Interest | 150 | 150 | 27 | (123) |
| Total revenues | <u>7,650</u> | <u>7,650</u> | <u>27</u> | <u>(7,623)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Housing and development | | | | |
| Joint Development Authority | 7,650 | 65,618 | 65,618 | - |
| Debt service: | | | | |
| Principal | 812,000 | 812,000 | 812,000 | - |
| Interest | <u>212,806</u> | <u>154,838</u> | <u>110,869</u> | <u>43,969</u> |
| Total expenditures | <u>1,032,456</u> | <u>1,032,456</u> | <u>988,487</u> | <u>43,969</u> |
| Deficiency of revenues | | | | |
| under expenditures | (1,024,806) | (1,024,806) | (988,460) | 36,346 |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | <u>1,024,806</u> | <u>1,024,806</u> | <u>922,869</u> | <u>101,937</u> |
| Total other financing sources | <u>1,024,806</u> | <u>1,024,806</u> | <u>922,869</u> | <u>101,937</u> |
| Net change in fund balances | - | - | (65,591) | (65,591) |
| Fund balances - beginning | <u>90,142</u> | <u>90,142</u> | <u>90,142</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 90,142</u> | <u>\$ 90,142</u> | <u>\$ 24,551</u> | <u>\$ (65,591)</u> |

BARROW COUNTY, GEORGIA
700 MHTZ RADIO SYSTEM MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with</u> |
|--|-------------------------|------------------|------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| REVENUE | | | | |
| Charges for services | \$ 5,936 | \$ 5,936 | \$ 5,935 | \$ (1) |
| Interest | - | - | 5 | 5 |
| Total revenues | <u>5,936</u> | <u>5,936</u> | <u>5,940</u> | <u>4</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety: | | | | |
| 700 MHTZ Radio Maintenance System | <u>19,651</u> | <u>19,651</u> | <u>12,641</u> | <u>7,010</u> |
| Total public safety | <u>19,651</u> | <u>19,651</u> | <u>12,641</u> | <u>7,010</u> |
| Total expenditures | <u>19,651</u> | <u>19,651</u> | <u>12,641</u> | <u>7,010</u> |
| Deficiency of revenues under expenditures | (13,715) | (13,715) | (6,701) | 7,014 |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | <u>13,715</u> | <u>13,715</u> | <u>13,715</u> | - |
| Total other financing sources | <u>13,715</u> | <u>13,715</u> | <u>13,715</u> | - |
| Net change in fund balances | - | - | 7,014 | 7,014 |
| Fund balances - beginning | <u>11,117</u> | <u>11,117</u> | <u>11,117</u> | - |
| Fund balances - ending | <u>\$ 11,117</u> | <u>\$ 11,117</u> | <u>\$ 18,131</u> | <u>\$ 7,014</u> |

**BARROW COUNTY, GEORGIA
AGENCY FUNDS
JUNE 30, 2017**

Agency Funds:

Tax Commissioner The Tax Commissioner Fund accounts for all real, personal, and intangible recording taxes collected and forwarded to other governmental units.

Sheriff's Office The Sheriff's Office Fund accounts for collections of fees, proceeds from judicial sales, and cash bonds, which are disbursed to other agencies and individuals.

The following agency funds are used to account for fines, fees, and other monies collected by the Courts and remitted to other parties in accordance with State statutes and court orders:

Clerk of Superior Court
Probate Court
Magistrate Court

**BARROW COUNTY, GEORGIA
COMBINING BALANCE SHEET
AGENCY FUNDS
JUNE 30, 2017**

| | <u>Tax Commissioner</u> | <u>Clerk of Superior Court</u> | <u>Probate Court</u> | <u>Magistrate Court</u> | <u>Sheriff</u> | <u>Total</u> |
|--------------------------|-----------------------------|--|--------------------------|-----------------------------|-------------------|---------------------|
| Assets: | | | | | | |
| Cash and cash equivalent | \$ 1,856,192 | \$ 2,806,040 | \$ 74,735 | \$ 21,455 | \$ 66,506 | \$ 4,824,928 |
| Investments | - | - | - | - | 118,780 | 118,780 |
| Taxes receivable | 4,266,071 | - | - | - | - | 4,266,071 |
| Total assets | <u>\$ 6,122,263</u> | <u>\$ 2,806,040</u> | <u>\$ 74,735</u> | <u>\$ 21,455</u> | <u>\$ 185,286</u> | <u>\$ 9,209,779</u> |
| Liabilities: | | | | | | |
| Due to others | <u>\$ 6,122,263</u> | <u>\$ 2,806,040</u> | <u>\$ 74,735</u> | <u>\$ 21,455</u> | <u>\$ 185,286</u> | <u>\$ 9,209,779</u> |

BARROW COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Balance September 30, 2016</u> | <u>Increases</u> | <u>Decreases</u> | <u>Balance June 30, 2017</u> |
|--------------------------------|---|---------------------|-------------------|--------------------------------------|
| <u>Tax Commissioner</u> | | | | |
| Assets: | | | | |
| Cash and cash equivalent | \$ 1,320,444 | \$ 950,569 | \$ 414,821 | \$ 1,856,192 |
| Taxes receivable | 4,057,763 | 208,308 | - | 4,266,071 |
| | <u>\$ 5,378,207</u> | <u>\$ 1,158,877</u> | <u>\$ 414,821</u> | <u>\$ 6,122,263</u> |
| Liabilities: | | | | |
| Due to others | <u>\$ 5,378,207</u> | <u>\$ 1,123,103</u> | <u>\$ 379,047</u> | <u>\$ 6,122,263</u> |
| <u>Clerk of Superior Court</u> | | | | |
| Assets: | | | | |
| Cash and cash equivalent | <u>\$ 1,005,914</u> | <u>\$ 1,980,174</u> | <u>\$ 180,048</u> | <u>\$ 2,806,040</u> |
| Liabilities | | | | |
| Due to others | <u>\$ 1,005,914</u> | <u>\$ 1,963,454</u> | <u>\$ 163,328</u> | <u>\$ 2,806,040</u> |
| <u>Probate Court</u> | | | | |
| Assets: | | | | |
| Cash and cash equivalent | <u>\$ 83,928</u> | <u>\$ 82,661</u> | <u>\$ 91,854</u> | <u>\$ 74,735</u> |
| Liabilities | | | | |
| Due to others | <u>\$ 83,928</u> | <u>\$ 82,698</u> | <u>\$ 91,891</u> | <u>\$ 74,735</u> |
| <u>Magistrate Court</u> | | | | |
| Assets: | | | | |
| Cash and cash equivalent | <u>\$ 10,550</u> | <u>\$ 32,811</u> | <u>\$ 21,906</u> | <u>\$ 21,455</u> |
| Liabilities | | | | |
| Due to others | <u>\$ 10,550</u> | <u>\$ 38,926</u> | <u>\$ 28,021</u> | <u>\$ 21,455</u> |
| | | | | (Continued) |

BARROW COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

| | <u>Balance September 30, 2016</u> | <u>Increases</u> | <u>Decreases</u> | <u>Balance June 30, 2017</u> |
|-------------------------------|---|---------------------|-------------------|--------------------------------------|
| <u>Sheriff</u> | | | | |
| Assets: | | | | |
| Cash and cash equivalent | \$ 79,220 | \$ 49,127 | \$ 61,841 | \$ 66,506 |
| Investments | 118,780 | - | - | 118,780 |
| Total Assets | <u>\$ 198,000</u> | <u>\$ 49,127</u> | <u>\$ 61,841</u> | <u>\$ 185,286</u> |
| Liabilities: | | | | |
| Due to others | <u>\$ 198,000</u> | <u>\$ 17,794</u> | <u>\$ 30,508</u> | <u>\$ 185,286</u> |
| <u>Total Agency Funds</u> | | | | |
| Assets: | | | | |
| Cash and cash equivalent | \$ 2,500,056 | \$ 3,095,342 | \$ 770,470 | \$ 4,824,928 |
| Investments | 118,780 | - | - | 118,780 |
| Taxes receivable | 4,057,763 | 208,308 | - | 4,266,071 |
| | <u>\$ 6,676,599</u> | <u>\$ 3,303,650</u> | <u>\$ 770,470</u> | <u>\$ 9,209,779</u> |
| Liabilities: | | | | |
| Due to others | <u>\$ 6,676,599</u> | <u>\$ 3,225,975</u> | <u>\$ 692,795</u> | <u>\$ 9,209,779</u> |

**BARROW COUNTY, GEORGIA
GOVERNMENTAL COMPONENT UNIT
JUNE 30, 2017**

Governmental Component Unit:

Health Department

The Barrow County Board of Health (the "Health Department") provides various health services for the citizens of Barrow County under a contract with the Georgia Department of Human Resources (DHR). The Health Department receives financial support from Barrow County, Georgia, the State of Georgia and the Federal Government. The County Commission appoints a majority of the Board of Directors.

BARROW COUNTY, GEORGIA
GOVERNMENTAL COMPONENT - HEALTH DEPARTMENT
STATEMENT OF NET POSITION
JUNE 30, 2017

ASSETS

| | |
|---|------------------|
| Current assets: | |
| Cash and cash equivalents | \$ 959,870 |
| Receivables, net of allowance for uncollectible | <u>76,871</u> |
| Total current assets | <u>1,036,741</u> |
| Noncurrent assets: | |
| Depreciable assets: | |
| Machinery and equipment | 256,519 |
| Less accumulated depreciation | <u>(160,083)</u> |
| | <u>96,436</u> |
| Total noncurrent assets | <u>96,436</u> |
| Total assets | <u>1,133,177</u> |

DEFERRED OUTFLOWS OF RESOURCES

| | |
|---|-------------------|
| Net difference between projected and | |
| actual earnings on pension plan investments | \$ 88,139 |
| Changes of assumptions | <u>7,343</u> |
| Changes in proportion and differences between | |
| employer contributions and proportionate | |
| share of contributions | 79,521 |
| Employer contributions subsequent | |
| to the measurement date | <u>118,711</u> |
| Total deferred outflows of resources | <u>\$ 293,714</u> |

LIABILITIES

| | |
|------------------------------|----------------|
| Current liabilities: | |
| Accounts payable | \$ 59,497 |
| Total current liabilities | <u>59,497</u> |
| Noncurrent liabilities: | |
| Compensated absences payable | 63,185 |
| Net pension liability | <u>866,897</u> |
| Total noncurrent liabilities | <u>930,082</u> |
| Total liabilities | <u>989,579</u> |

DEFERRED INFLOWS OF RESOURCES

| | |
|---|---------------|
| Difference between expected and actual experience | 2,002 |
| Changes in proportion and differences and | |
| proportionate share of contributions | <u>51,457</u> |
| Total deferred infows of resources | <u>53,459</u> |

NET POSITION

| | |
|------------------------------|-------------------|
| Investment in capital assets | 96,436 |
| Unrestricted | <u>287,417</u> |
| Total net position | <u>\$ 383,853</u> |

BARROW COUNTY, GEORGIA
GOVERNMENTAL COMPONENT - HEALTH DEPARTMENT
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2017

| <u>Component units</u> | <u>Functions/Programs</u> | <u>Program Expenses</u> | <u>Program Revenues</u> | | <u>Net Revenue and Changes in Net Position</u> |
|---------------------------------|----------------------------------|-------------------------|-----------------------------|---|--|
| | | | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | |
| Health Department | Governmental activities: | | | | |
| | Health and welfare | <u>\$ 1,197,701</u> | <u>\$ 511,255</u> | <u>\$ 754,135</u> | <u>\$ 67,689</u> |
| Total component unit activities | Total activities | <u>1,197,701</u> | <u>511,255</u> | <u>754,135</u> | <u>67,689</u> |
| | General revenues: | | | | |
| | Unrestricted investment earnings | | | | 138 |
| | | | | | |
| | | | Change in net position | | 67,827 |
| | | | Net position - beginning | | <u>316,026</u> |
| | | | Net position - ending | | <u>\$ 383,853</u> |

**BARROW COUNTY , GEORGIA
PROPRIETARY COMPONENT UNITS
JUNE 30, 2017**

Airport Authority

The Airport Authority operates as a separate statutory authority comprised of a seven (7) member board that oversees the operations at the airport. The Airport Authority is dependent upon the County for funding, and its board is appointed by the County Commissioners.

BARROW COUNTY, GEORGIA
PROPRIETARY COMPONENT UNIT - AIRPORT AUTHORITY
STATEMENT OF NET POSITION
JUNE 30, 2017

ASSETS

| | | |
|---|----|--------------------|
| Current assets: | | |
| Cash and cash equivalents | \$ | 176,299 |
| Investments | | 342,365 |
| Receivables, net of allowance for uncollectible | | 24 |
| Intergovernmental | | <u>22,282</u> |
| Total current assets | | <u>540,970</u> |
| Noncurrent assets: | | |
| Capital assets: | | |
| Non-depreciable assets: | | |
| Land | | 3,665,770 |
| Construction in progress | | 30,033 |
| Depreciable assets: | | |
| Buildings | | 2,814,856 |
| Site improvements | | 7,890,241 |
| Machinery and equipment | | <u>518,097</u> |
| Total capital assets | | <u>14,918,997</u> |
| Less accumulated depreciation | | <u>(7,031,192)</u> |
| Total non-current assets | | <u>7,887,805</u> |
| Total assets | | <u>8,428,775</u> |

DEFERRED OUTFLOWS OF RESOURCES

| | |
|--|---------------|
| Net difference between projected and actual earnings on pension plan investments | 3,998 |
| Assumption changes | 4,162 |
| Pension experience differences | 1,443 |
| Employer contributions subsequent to the measurement date | <u>2,467</u> |
| Total deferred outflows of resources | <u>12,070</u> |

LIABILITIES

| | |
|------------------------------|---------------|
| Payable from current assets: | |
| Accounts payable | 3,543 |
| Salaries and wages payable | 3,315 |
| Compensated absence payable | 5,449 |
| Due to primary government | <u>11,897</u> |
| Total current liabilities | <u>24,204</u> |
| Noncurrent liabilities: | |
| Compensated absences payable | 1,362 |
| Net pension liability | <u>38,325</u> |
| Total noncurrent liabilities | <u>39,687</u> |
| Total liabilities | <u>63,891</u> |

DEFERRED INFLOWS OF RESOURCES

| | |
|-------------------------------------|------------|
| Pension experience differences | <u>302</u> |
| Total deferred inflows of resources | <u>302</u> |

NET POSITION

| | |
|------------------------------|---------------------|
| Investment in capital assets | 7,887,805 |
| Unrestricted | <u>488,847</u> |
| Total net position | <u>\$ 8,376,652</u> |

BARROW COUNTY, GEORGIA
PROPRIETARY COMPONENT UNIT - AIRPORT AUTHORITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017

Operating revenues:

| | |
|-------------------------------|----------------|
| Fees and charges for services | \$ 252,361 |
| Other revenue | <u>9,337</u> |
| Total operating revenues | <u>261,698</u> |

Operating expenses:

| | |
|--|------------------|
| Personnel services and employee benefits | 83,437 |
| Purchased/contracted services | 48,890 |
| Supplies | 9,026 |
| Other operating expenses | 45,460 |
| Depreciation | <u>435,735</u> |
| Total operating expenses | <u>622,548</u> |
| Operating loss | <u>(360,850)</u> |

Non-operating revenue:

| | |
|---------------------------------------|---------------|
| Interest and investment revenue | 3,771 |
| Capital contributions - from grantors | <u>26,127</u> |
| Total nonoperating revenue | <u>29,898</u> |

| | |
|--------------------------------|----------------------------|
| Change in net position | (330,952) |
| Total net position - beginning | <u>8,707,604</u> |
| Total net position - ending | <u><u>\$ 8,376,652</u></u> |

**BARROW COUNTY, GEORGIA
 PROPRIETARY COMPONENT UNIT - AIRPORT AUTHORITY
 STATEMENT OF CASH FLOWS
 FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2017**

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|---------------------------------------|-----------------|
| Receipts from customers | \$ 267,948 |
| Payments to suppliers | (256,841) |
| Payments to employees | (77,637) |
| Net transfers from primary government | <u>1,681</u> |
| Net cash used by operating activities | <u>(64,849)</u> |

**CASH FLOWS FROM CAPITAL AND RELATED
 FINANCIAL ACTIVITIES**

| | |
|---|------------------|
| Receipts from grantors | 319,228 |
| Purchase of capital assets | <u>(221,327)</u> |
| Net cash provided by capital and related financing activities | <u>97,901</u> |

CASH FLOWS FROM INVESTING ACTIVITIES

| | |
|---------------------------------------|----------------|
| Interest received | 3,771 |
| Purchase of investments | <u>(7,318)</u> |
| Net cash used by investing activities | <u>(3,547)</u> |

Net increase in cash and cash equivalents 29,505

Cash and cash equivalents
 Beginning of the fiscal period 146,794

End of the fiscal period \$ 176,299

Reconciliation of operating loss to net cash
 provided by operating activities:

| | |
|--|--------------|
| Operating loss | \$ (360,850) |
| Adjustments to reconcile net operating loss to net cash provided by operating activities: | |
| Depreciation | 435,735 |
| Decrease in accounts receivable | 6,250 |
| Increase in deferred outflows of resources related to pension items | (2,857) |
| Decrease in accounts payable | (153,465) |
| Increase in salaries and wages payable | 2,511 |
| Increase in due to primary government | 1,681 |
| Increase in net pension liability | 6,257 |
| Decrease in deferred inflow of resources | <u>(111)</u> |

Net cash used by operating activities \$ (64,849)

**BARROW COUNTY, GEORGIA
CAPITAL PROJECTS SPECIAL PURPOSE LOCAL OPTION SALES TAX FUNDS
JUNE 30, 2017**

SPLOST Schedules:

- 2001 SPLOST** On March 20, 2001, the citizens of Barrow County voted to renew the one-penny sales tax. The revenues collected were to be used for roads, streets, bridges, recreational facilities, water projects, sewer lines and Bear Creek debt payments.
- 2005 SPLOST** On June 21, 2005, a referendum was held on the question of a 1% Special Purpose Local Option Sales Tax (SPLOST) being imposed in the County and was approved by the voters. The revenues collected were to pay for roads, Bear Creek debt payments, new Criminal Justice Facility, Animal Control Facility, Cultural Arts Facility, Emergency 911 Facility, Fire Station(s), Fire Training Center, Courthouse Renovations, Health Department, West Winder By-Pass, Recreational Facilities, Sewer Facilities and Airport Improvements.
- 2012 SPLOST** On March 15th, 2011, Barrow County citizens voted to extend the current SPLOST for another six years beginning July 1, 2012, to fund an additional \$60 million of capital improvements and debt payments. The 2012 SPLOST program is supposed to fund the following projects: payment of the 2005 and 2012 general obligation bonds, payment of the Bear Creek Reservoir debt, equipment, repair and maintenance of roads, streets, curbs, sidewalks, and bridges, parks and recreation projects and water and sewer systems infrastructure improvements.

BARROW COUNTY BOARD OF COMMISSIONERS

**REPORT ON PROJECTS FUNDED THROUGH SPECIAL PURPOSE LOCAL OPTION SALES TAX
2001 ISSUE
FOR NINE MONTH PERIOD ENDED JUNE 30, 2017**

| PROJECT | ORIGINAL ESTIMATED COST | CURRENT ESTIMATED COST | PRIOR FISCAL YEARS | CURRENT FISCAL PERIOD | TOTAL |
|-------------------------------------|--|---------------------------------------|-------------------------------|----------------------------------|----------------------|
| ROADS, STREETS AND BRIDGES | \$ 10,772,000 | \$ 10,772,000 | \$ 10,933,781 | \$ 3 | \$ 10,933,784 |
| RENOVATION OF COUNTY ANNEX BUILDING | 2,000,000 | 2,123,021 | 2,123,021 | - | 2,123,021 |
| WORK RELEASE FACILITY | 1,000,000 | 1,023,179 | 1,023,179 | - | 1,023,179 |
| SENIOR CITIZENS CENTER | 600,000 | 599,282 | 599,282 | - | 599,282 |
| RECREATIONAL FACILITIES | 2,500,000 | 2,500,000 | 2,497,535 | - | 2,497,535 |
| BEAR CREEK DEBT PAYMENTS | 10,000,000 | 10,000,000 | 10,000,000 | - | 10,000,000 |
| PURCHASE OF LAND FOR FUTURE NEEDS | 3,000,000 | 3,000,000 | 2,509,248 | - | 2,509,248 |
| FIRE STATIONS | 800,000 | 884,034 | 884,034 | - | 884,034 |
| WATER PROJECTS | 3,000,000 | 3,000,000 | 3,000,000 | - | 3,000,000 |
| SEWER LINES | <u>3,600,000</u> | <u>4,622,587</u> | <u>4,623,373</u> | <u>-</u> | <u>4,623,373</u> |
| | <u>\$ 37,272,000</u> | <u>\$ 38,524,103</u> | <u>\$ 38,193,453</u> | <u>\$ 3</u> | <u>\$ 38,193,456</u> |

Actual cost of County Annex Renovations was \$123,021 over the original estimate. The increase was due to the cost of furniture.

Actual cost of the Work Release Facility was \$23,179 over the original estimate. The overage was mainly due to Water Tap Fee and Fire Line installation.

The actual cost of the Fire Stations was \$84,034 more than the original estimate. That increase was due to land cost and the cost of furniture.

Additional funding on these projects came from reserves.

BARROW COUNTY BOARD OF COMMISSIONERS

REPORT ON PROJECTS FUNDED THROUGH SPECIAL PURPOSE LOCAL OPTION SALES TAX 2005 ISSUE FOR NINE MONTH PERIOD ENDED JUNE 30, 2017

| PROJECT | ORIGINAL ESTIMATED COST | CURRENT ESTIMATED COST | PRIOR FISCAL YEARS | CURRENT FISCAL PERIOD | TOTAL |
|-------------------------------------|----------------------------|------------------------------|-----------------------|-----------------------------|----------------------|
| UNDIVIDED INTEREST IN BEAR CREEK | \$ 5,400,000 | \$ 5,400,000 | \$ 4,764,483 | \$ - | \$ 4,764,483 |
| ROADS | 8,649,030 | 4,578,552 | 5,313,384 | - | 5,313,384 |
| CRIMINAL JUSTICE FACILITY | 46,400,000 | 51,738,986 | 51,592,162 | - | 51,592,162 |
| E-911 FACILITY | 1,500,000 | 1,500,000 | 1,611,081 | - | 1,611,081 |
| FIRE STATION(S) AND TRAINING CENTER | 2,500,000 | 2,500,000 | 2,492,958 | - | 2,492,958 |
| COURTHOUSE RENOVATIONS | 4,250,000 | 4,224,730 | 4,800,201 | - | 4,800,201 |
| CULTURAL ARTS CENTER | 3,000,000 | 3,000,000 | 3,001,164 | - | 3,001,164 |
| WEST WINDER BYPASS | 4,000,000 | 4,000,000 | 3,302,016 | 299,743 | 3,601,759 |
| HEALTH DEPARTMENT FACILITY | 1,000,000 | 1,000,000 | 1,000,997 | - | 1,000,997 |
| PARK AND RECREATION FACILITIES | 3,930,162 | 583,665 | 585,727 | - | 585,727 |
| SEWER FACILITIES (1) | 1,716,862 | 1,716,862 | - | - | - |
| AIRPORT IMPROVEMENTS (1) | 500,000 | 500,000 | - | - | - |
| ANIMAL CONTROL FACILITIES | 1,500,000 | 1,538,962 | 1,582,303 | - | 1,582,303 |
| CITY OF AUBURN - STREETS | 2,333,040 | 1,218,583 | 1,334,772 | - | 1,334,772 |
| CITY OF BETHLEHEM - STREETS | 307,726 | 160,016 | 171,764 | - | 171,764 |
| TOWN OF CARL - STREETS | 86,984 | 45,719 | 49,083 | - | 49,083 |
| CITY OF STATHAM - STREETS | 600,000 | 313,878 | 352,895 | - | 352,895 |
| CITY OF WINDER - STREETS | 4,500,736 | 2,331,039 | 2,519,310 | - | 2,519,310 |
| TOWN OF BRASELTON - RECREATION | <u>351,688</u> | <u>183,755</u> | <u>225,340</u> | - | <u>225,340</u> |
| | <u>\$ 92,526,228</u> | <u>\$ 86,534,747</u> | <u>\$ 84,699,640</u> | <u>\$ 299,743</u> | <u>\$ 84,999,383</u> |

Notes:

The Intergovernmental Agreement (IGA) for SPLOST 2005 that was adopted (and publically distributed, marketed, etc.) provided for an "order of priority" SPLOST. As such, the projects should have been funded in the order that was listed, that is, one project funded completely before going to the next. If the County did not get all the projected SPLOST proceeds, then necessarily some of the lower priority projects would not be funded. Sewer facilities and airport improvements were number 11 and 12 in the order of funding. In order for the sewer facilities and airport improvements to be funded, the County would have needed to receive over \$80,629,192 in SPLOST funding; however, the County received less than \$64,700,000, so those two projects were not funded.

BARROW COUNTY BOARD OF COMMISSIONERS

REPORT ON PROJECTS FUNDED THROUGH SPECIAL PURPOSE LOCAL OPTION SALES TAX 2012 ISSUE FOR THE NINE MONTH PERIOD ENDED JUNE30, 2017

| PROJECT | YEAR APPROVED | ORIGINAL ESTIMATED COST | CURRENT ESTIMATED COST | AMOUNT EXPENDED- PRIOR FISCAL YEARS | AMOUNT EXPENDED- CURRENT FISCAL PERIOD | TOTAL |
|--|------------------|-------------------------------|------------------------------|--|---|----------------------|
| COUNTY - | 2012 | | | | | |
| GENERAL OBLIGATION BOND ^(a) | | \$ 27,900,000 | \$ 25,299,231 | \$ 14,494,908 | \$ 1,719,146 | \$ 16,214,054 |
| PUBLIC SAFETY COMMUNICATION SYSTEM | | - | 2,600,769 | 2,600,769 | - | 2,600,769 |
| BEAR CREEK RESERVOIR | | 8,597,136 | 8,597,136 | 5,850,796 | 630,048 | 6,480,844 |
| EQUIPMENT | | 8,000,000 | 10,600,769 | 3,153,140 | 832,595 | 3,985,735 |
| ROADS, STREETS, AND BRIDGES | | 1,181,432 | 1,181,432 | 168,899 | 123,640 | 292,539 |
| WATER AND SEWER LINE | | 1,181,432 | 1,181,432 | 150,000 | - | 150,000 |
| PARK AND RECREATION | | 300,000 | 300,000 | 190,606 | 4,532 | 195,138 |
| CITY OF AUBURN - | 2012 | | | | | |
| ROADS, STREETS, AND BRIDGES | | 600,000 | 600,000 | 340,607 | 74,396 | 415,003 |
| PARKS AND REC | | 1,580,732 | 1,580,732 | 921,642 | 201,307 | 1,122,949 |
| PUBLIC WORKS FACILITY | | 700,000 | 700,000 | 400,714 | 87,525 | 488,239 |
| ACQ. MUNICIPAL COMPLEX | | 250,000 | 250,000 | 140,249 | 30,634 | 170,883 |
| EVENT CENTER | | 338,636 | 338,636 | 200,357 | 43,762 | 244,119 |
| CITY OF BETHLEHEM - | 2012 | | | | | |
| ROADS, STREETS, AND BRIDGES | | 531,576 | 531,576 | 306,987 | 67,053 | 374,040 |
| TOWN OF BRASELTON - | 2012 | | | | | |
| ROADS, STREETS, AND BRIDGES | | 233,688 | 233,688 | 134,955 | 29,477 | 164,432 |
| PARKS AND RECREATION | | 233,688 | 233,688 | 134,955 | 29,477 | 164,432 |
| TOWN OF CARL - | 2012 | | | | | |
| ROADS, STREETS, AND BRIDGES | | 117,486 | 117,486 | 67,848 | 14,820 | 82,668 |
| PARKS AND RECREATION | | 39,162 | 39,162 | 22,616 | 4,940 | 27,556 |
| CITY OF STATHAM - | 2012 | | | | | |
| WATER AND SEWER LINE | | 1,405,980 | 1,405,980 | 811,958 | 177,350 | 989,308 |
| CITY OF WINDER - | 2012 | | | | | |
| ROADS, STREETS, AND BRIDGES | | 2,451,259 | 2,451,259 | 1,415,608 | 309,200 | 1,724,808 |
| WATER AND SEWER LINE | | 4,357,793 | 4,357,793 | 2,516,639 | 549,690 | 3,066,329 |
| | | <u>\$ 60,000,000</u> | <u>\$ 62,600,769</u> | <u>\$ 34,024,253</u> | <u>\$ 4,929,592</u> | <u>\$ 38,953,845</u> |

Reconciliation:

| | |
|--|---------------------|
| (1) - Capital Lease payments - Principal | 428,743 |
| (2) - Capital Lease payments - Interest | 12,359 |
| Total expenditures and transfers out on page 35: | <u>\$ 5,370,694</u> |

Note:

- (1)(2) Principal and interest payments for \$2,600,769 capital lease are not shown in the schedule. This capital lease was used for the Public Safety Communication System which is shown in the schedule
- (a) The \$27,900,000 is to repay principal and interest on the 2005 and 2012 General Obligation Bonds. The 2005 General Obligation Bond was approved in Fiscal Year 2005 to finance projects as specified in the 2005 SPLOST. In 2012, these funds were partially refinanced with the 2012 General Obligation Bonds.



Statistical Section

**BARROW COUNTY, GEORGIA
STATISTICAL SECTION
JUNE 30, 2017**

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

| Contents | Page |
|--|-------------|
| Financial Trends (Schedules 1-4) | 127 - 131 |
| These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time | |
| Revenue Capacity (Schedules 5-9) | 132 - 136 |
| These schedules contain information to help the reader assess the County's most significant local revenue sources: the property tax and sales tax. | |
| Debt Capacity (Schedules 10-14) | 137 - 141 |
| These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future. | |
| Demographic and Economic Information (Schedules 15-16) | 142 - 143 |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place. | |
| Operating Information (Schedule 17-19) | 144 - 146 |
| These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs. | |

For some schedules included in this section, a full ten years of data is not available

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

Schedule 1
Barrow County, Georgia
Net Position by Component
Last Ten Years
(accrual basis of accounting)

| | Fiscal Year | | | | | | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|-----------------|----------------|--|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 (restated) | 2017 | |
| Governmental activities | | | | | | | | | | | |
| Net investment in capital assets | | | | | | | | | | | |
| Restricted | \$ 41,732,373 | \$ 52,116,715 | \$ 57,375,698 | \$ 57,390,634 | \$ 43,010,557 | \$ 52,818,393 | \$ 55,984,575 | \$ 68,164,606 | \$ 82,082,812 | \$ 78,085,792 | |
| Unrestricted | 26,638,680 | 16,344,560 | 18,374,870 | 18,809,891 | 21,353,947 | 14,590,944 | 15,391,781 | 12,117,649 | 7,040,202 | 9,231,169 | |
| | 6,997,274 | 5,867,384 | 4,948,300 | 6,237,518 | 12,138,045 | 13,098,981 | 8,885,027 | 2,529,884 | 4,249,406 | 10,161,575 | |
| Total governmental activities net position | \$ 75,368,327 | \$ 74,328,659 | \$ 80,698,868 | \$ 82,438,043 | \$ 76,502,549 | \$ 80,508,318 | \$ 80,271,383 | \$ 82,812,139 | \$ 93,372,420 | \$ 97,478,536 | |
| Business-type activities | | | | | | | | | | | |
| Net investment in capital assets | | | | | | | | | | | |
| Restricted | \$ 27,933,031 | \$ 28,209,059 | \$ 29,422,542 | \$ 34,253,125 | \$ 34,266,548 | \$ 33,881,497 | \$ 33,988,296 | \$ 33,310,559 | \$ 33,384,664 | \$ 40,855,051 | |
| Unrestricted | - | - | - | 341,210 | 1,258,821 | 1,257,112 | 1,260,122 | 1,261,437 | 300,379 | 996,442 | |
| | 3,707,667 | 2,338,080 | 104,893 | 7,005,934 | 4,885,032 | 5,293,026 | 5,434,524 | 7,150,145 | 9,179,049 | 8,967,967 | |
| Total business-type activities net position | \$ 31,640,698 | \$ 30,547,139 | \$ 29,527,435 | \$ 41,600,269 | \$ 40,410,401 | \$ 40,431,635 | \$ 40,682,942 | \$ 41,722,141 | \$ 42,864,092 | \$ 50,819,460 | |
| Primary government | | | | | | | | | | | |
| Net investment in capital assets | | | | | | | | | | | |
| Restricted | \$ 69,665,404 | \$ 80,325,774 | \$ 86,798,240 | \$ 91,643,759 | \$ 77,277,105 | \$ 86,699,890 | \$ 89,982,871 | \$ 101,475,165 | \$ 115,467,476 | \$ 118,940,843 | |
| Unrestricted | 26,638,680 | 16,344,560 | 18,374,870 | 19,151,101 | 22,612,768 | 15,848,056 | 16,651,903 | 13,379,086 | 7,340,581 | 10,227,611 | |
| | 10,704,941 | 8,205,464 | 5,053,193 | 13,243,452 | 17,023,077 | 18,392,007 | 14,319,551 | 9,680,029 | 13,428,455 | 19,129,542 | |
| Total primary government net position | \$ 107,009,025 | \$ 104,875,798 | \$ 110,226,303 | \$ 124,038,312 | \$ 116,912,950 | \$ 120,939,953 | \$ 120,954,325 | \$ 124,534,280 | \$ 136,236,512 | \$ 148,297,996 | |

Note: The 2014 column was restated to reflect the change in reporting entity which affected nonmajor governmental funds and the General Fund. The 2016 column was restated to reflect the omission of capital assets. See footnote 17 for further detail.

Schedule 2
Barrow County, Georgia
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

| | Fiscal Year | | | | | | | | | |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Expenses | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| General government | \$ 7,039,912 | \$ 6,698,808 | \$ 8,801,693 | \$ 7,891,169 | \$ 8,514,943 | \$ 6,268,766 | \$ 7,988,380 | \$ 11,292,826 | \$ 8,280,680 | \$ 6,618,120 |
| Judicial | 2,973,306 | 3,582,096 | 2,837,367 | 3,047,533 | 3,213,757 | 3,374,411 | 3,501,917 | 3,477,154 | 3,673,956 | 2,923,471 |
| Public safety | 21,110,029 | 21,475,769 | 21,916,777 | 21,787,947 | 22,512,014 | 23,035,700 | 22,562,679 | 22,482,482 | 24,725,928 | 21,333,446 |
| Public works | 4,382,633 | 3,732,911 | 3,085,370 | 3,154,020 | 3,425,164 | 3,854,023 | 3,417,561 | 3,573,314 | 3,996,696 | 2,764,205 |
| Health and welfare | 787,609 | 839,890 | 687,778 | 611,622 | 645,178 | 733,978 | 707,508 | 711,523 | 651,212 | 517,523 |
| Culture and recreation | 1,107,317 | 955,908 | 915,803 | 884,379 | 901,701 | 957,655 | 961,841 | 999,543 | 1,067,470 | 967,869 |
| Housing and development | 2,283,521 | 954,486 | 453,395 | 326,365 | 398,778 | 528,029 | 525,959 | 947,949 | 282,130 | 642,999 |
| Interest on long term debt | 2,747,504 | 2,838,927 | 2,023,550 | 2,386,926 | 2,210,419 | 2,603,260 | 2,546,810 | 2,662,020 | 1,732,658 | 1,208,207 |
| Total governmental activities expenses | 42,431,831 | 41,078,795 | 40,721,733 | 40,089,961 | 41,821,954 | 41,355,822 | 42,212,655 | 46,146,811 | 44,410,730 | 36,975,840 |
| Business-type activities | | | | | | | | | | |
| Water and sewerage authority | - | - | - | 6,338,501 | 5,789,682 | 6,128,406 | 6,005,865 | 5,853,683 | 5,824,495 | 4,660,408 |
| Stormwater | - | - | 292,967 | 454,944 | 379,238 | 348,033 | 354,426 | 344,504 | 622,822 | 629,817 |
| Total business-type activities expenses | 4,283,537 | 4,143,238 | 5,458,516 | 6,793,445 | 6,168,920 | 6,476,439 | 6,360,291 | 6,198,187 | 6,447,317 | 5,290,225 |
| Total primary government expenses | \$ 46,715,368 | \$ 45,222,033 | \$ 46,180,249 | \$ 46,883,406 | \$ 47,990,874 | \$ 47,832,261 | \$ 48,572,946 | \$ 52,344,998 | \$ 50,858,047 | \$ 42,266,065 |
| Program Revenues | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| General government | \$ 1,579,490 | \$ 1,499,288 | \$ 1,967,868 | \$ 1,434,003 | \$ 1,403,909 | \$ 1,566,309 | \$ 1,827,765 | \$ 851,957 | \$ 950,495 | \$ 925,608 |
| Judicial | 2,262,923 | 2,287,329 | 2,727,946 | 2,888,169 | 2,924,249 | 2,676,921 | 2,561,120 | 2,486,005 | 2,616,232 | 1,917,671 |
| Public safety | 2,249,672 | 2,898,544 | 3,248,327 | 3,067,011 | 3,093,623 | 3,566,664 | 2,864,755 | 3,010,893 | 3,307,437 | 2,474,158 |
| Public works | 530,798 | 974,922 | - | 537,251 | 669,526 | 620,383 | 556,298 | 693,233 | 738,737 | 727,869 |
| Culture and recreation | 243,624 | 229,779 | 206,620 | 227,619 | 253,723 | 265,807 | 266,374 | 259,268 | 212,056 | 149,601 |
| Housing and development | 1,205,656 | 910,783 | 700,331 | 873,838 | 862,111 | 962,755 | 1,101,475 | 1,858,078 | 1,883,057 | 1,810,794 |
| Operating grants and contributions | 268,502 | 304,511 | 363,731 | 971,570 | 893,939 | 506,041 | 673,910 | 940,583 | 573,728 | 488,309 |
| Capital grants and contributions | 34,386 | 9,442 | 1,934,789 | 44,646 | 15,751 | 500,506 | 693,978 | 1,570,646 | 931,292 | 2,526,974 |
| Total governmental activities program revenues | 8,375,051 | 9,114,598 | 11,149,612 | 10,044,107 | 10,116,831 | 10,665,386 | 10,545,675 | 11,670,663 | 11,213,034 | 11,020,984 |
| Business-type activities | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| Water and sewerage authority | - | - | - | 5,367,402 | 3,817,457 | 4,651,244 | 4,705,846 | 5,356,143 | 5,297,994 | 3,701,530 |
| Sewerage treatment | 1,230,244 | 455,196 | 837,474 | - | - | - | - | - | - | - |
| Water transmission | 1,260,158 | 1,254,231 | 1,328,692 | - | - | - | - | - | - | - |
| Stormwater | - | - | 461,945 | 472,163 | 351,346 | 336,654 | 367,545 | 408,287 | 415,189 | 423,953 |
| Operating grants and contributions | - | - | 80,251 | - | - | - | - | - | - | - |
| Capital grants and contributions | 1,317,910 | 854,975 | 726,993 | 760,680 | - | - | 220,439 | - | 407,203 | 205,795 |
| Total business-type activities program revenues | 3,808,312 | 2,564,402 | 3,435,355 | 6,600,245 | 4,168,803 | 4,987,898 | 5,293,830 | 5,764,430 | 6,120,386 | 4,331,278 |
| Total primary government program revenues | \$ 12,183,363 | \$ 11,679,000 | \$ 14,584,967 | \$ 16,644,352 | \$ 14,285,634 | \$ 15,653,284 | \$ 15,839,505 | \$ 17,435,093 | \$ 17,333,420 | \$ 15,352,262 |

(continued)

Schedule 2 (continued)
Barrow County, Georgia
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

| | Fiscal Year | | | | | | | | | |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Net (Expense)/Revenue | | | | | | | | | | |
| Governmental Activities | \$ (34,056,780) | \$ (31,964,197) | \$ (29,572,121) | \$ (30,045,854) | \$ (31,705,123) | \$ (30,690,436) | \$ (31,666,980) | \$ (34,476,148) | \$ (33,197,696) | \$ (25,954,856) |
| Business-type activities | (475,225) | (1,578,836) | (2,023,161) | (193,200) | (2,000,117) | (1,488,541) | (1,066,461) | (433,757) | (326,931) | (958,947) |
| Total primary government net expense | \$ (34,532,005) | \$ (33,543,033) | \$ (31,595,282) | \$ (30,239,054) | \$ (33,705,240) | \$ (32,178,977) | \$ (32,733,441) | \$ (34,909,905) | \$ (33,524,627) | \$ (26,913,803) |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property taxes | \$ 16,217,142 | \$ 16,844,383 | \$ 16,730,759 | \$ 17,180,883 | \$ 17,185,993 | \$ 18,882,921 | \$ 19,190,899 | \$ 19,411,726 | \$ 22,646,759 | \$ 22,463,771 |
| Alcoholic beverages taxes | 239,986 | 244,946 | 247,076 | 255,338 | 276,910 | 296,208 | 307,459 | 333,639 | 356,215 | 269,630 |
| Sales taxes | 14,730,372 | 11,672,732 | 12,598,996 | 12,973,150 | 13,440,051 | 13,930,003 | 14,575,388 | 15,334,658 | 15,453,266 | 12,236,299 |
| Other taxes | 213,217 | 224,078 | 1,818,670 | 1,753,681 | 2,482,479 | 2,798,056 | 2,829,857 | 3,062,759 | 3,359,244 | 3,158,176 |
| Unrestricted investment earnings | 1,859,209 | 2,080,469 | 141,182 | 53,528 | 22,425 | 46,713 | 26,154 | 24,774 | 56,852 | 79,305 |
| Payments from primary government | 2,053,837 | 708,687 | - | - | - | - | - | - | - | - |
| Other revenues | 453,795 | 270,745 | 699,826 | 472,709 | 329,917 | 175,152 | 403,042 | 280,113 | 438,932 | 710,081 |
| Gain on sale of capital assets | - | - | 302,245 | - | - | - | - | - | - | - |
| Transfers | (1,472,905) | (1,121,511) | (1,002,922) | (904,260) | (961,822) | (1,432,848) | (1,432,848) | (1,430,765) | (1,432,230) | (8,856,290) |
| Total governmental activities | 34,294,653 | 30,924,529 | 31,535,832 | 31,785,029 | 32,775,953 | 34,696,205 | 35,899,951 | 37,016,904 | 40,879,038 | 30,060,972 |
| Business-type activities | | | | | | | | | | |
| Unrestricted investment earnings | 76,612 | 35,527 | 535 | 10,450 | 10,131 | 17,404 | 9,313 | 10,072 | 23,119 | 40,780 |
| Other revenues | - | - | - | 50,257 | 15,612 | 59,523 | 36,436 | 32,119 | 13,533 | 11,345 |
| Gain on sale of capital assets | - | - | - | - | - | - | - | - | - | 5,900 |
| Transfers | 1,472,905 | 449,750 | 1,002,922 | 904,260 | 961,822 | 1,432,848 | 1,432,848 | 1,430,765 | 1,432,230 | 8,856,290 |
| Total business-type activities | 1,549,517 | 485,277 | 1,003,457 | 964,967 | 987,565 | 1,509,775 | 1,478,597 | 1,472,956 | 1,468,882 | 8,914,315 |
| Total primary government | \$ 35,844,170 | \$ 31,409,806 | \$ 32,539,289 | \$ 32,749,996 | \$ 33,763,518 | \$ 36,205,980 | \$ 37,378,548 | \$ 38,489,860 | \$ 42,347,920 | \$ 38,975,287 |
| Change in Net Position | | | | | | | | | | |
| Governmental Activities | \$ 237,873 | \$ (1,039,668) | \$ 1,963,711 | \$ 1,739,175 | \$ 1,070,830 | \$ 4,005,769 | \$ 4,232,971 | \$ 2,540,756 | \$ 7,681,342 | \$ 4,106,116 |
| Business-type activities | 1,074,292 | (1,093,559) | (1,019,704) | 771,767 | (1,012,552) | 21,234 | 412,136 | 1,039,199 | 1,141,951 | 7,955,368 |
| Total primary government | \$ 1,312,165 | \$ (2,133,227) | \$ 944,007 | \$ 2,510,942 | \$ 58,278 | \$ 4,027,003 | \$ 4,645,107 | \$ 3,579,955 | \$ 8,823,293 | \$ 12,061,484 |

Note:
On September 13, 2011, the Board unanimously voted to authorize the merger of the Water and Sewerage Authority Fund (or Water Authority Fund) with the Sewerage Treatment Fund and the Water Transmission Fund. Therefore, the 2011 column has been restated to reflect this change.
The 2017 column reflects a 9 month period due to the County changing its fiscal year end from September 30 to June 30.

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

| | Fiscal Year | | | | | | | | | |
|------------------------------------|----------------------|----------------------|----------------------|-----------|------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| General Fund | | | | | | | | | | |
| Reserved | \$ - | \$ - | \$ - | - | - | - | - | - | - | - |
| Unreserved | 6,723,716 | 4,701,149 | 4,544,466 | - | - | - | - | - | - | - |
| Total general fund | <u>\$ 6,723,716</u> | <u>\$ 4,701,149</u> | <u>\$ 4,544,466</u> | | | | | | | |
| All Other Governmental Funds | | | | | | | | | | |
| Reserved | | | | | | | | | | |
| Capital projects funds | \$ 26,638,679 | \$ 16,344,560 | \$ 17,632,977 | | | | | | | |
| Unreserved, reported in: | | | | | | | | | | |
| Special revenue funds | 273,556 | 591,496 | 966,207 | | | | | | | |
| Total all other governmental funds | <u>\$ 26,912,235</u> | <u>\$ 16,936,056</u> | <u>\$ 18,599,184</u> | | | | | | | |
| General Fund | | | | | | | | | | |
| Nonspendable | | | | \$ 89,597 | \$ 532,658 | \$ 248,264 | \$ 263,890 | \$ 254,603 | \$ 266,141 | \$ 838,698 |
| Restricted | | | | - | - | 2,300 | 2,300 | 2,300 | - | - |
| Committed | | | | 664,491 | 2,136,702 | 880,570 | 354,873 | 64,899 | 93,718 | 1,131,402 |
| Assigned | | | | 51,139 | 155,653 | 247,562 | 463,263 | 1,508,280 | 107,946 | 29,613 |
| Unassigned | | | | 5,938,497 | 7,004,412 | 9,433,907 | 10,246,083 | 7,748,756 | 10,727,295 | 14,460,639 |
| Total general fund | <u>\$ 6,743,724</u> | <u>\$ 9,829,425</u> | <u>\$ 10,812,603</u> | | | | <u>\$ 11,330,409</u> | <u>\$ 9,578,838</u> | <u>\$ 11,195,100</u> | <u>\$ 16,460,352</u> |
| All Other Governmental Funds | | | | | | | | | | |
| Nonspendable | | | | \$ - | \$ 15,754 | \$ - | \$ - | \$ - | \$ - | \$ 4,221 |
| Emergency Services | | | | - | 1,625 | - | - | - | 228 | 1,511 |
| Judicial & Welfare | | | | | | | | | | |
| Restricted For: | | | | | | | | | | |
| Capital Projects | 18,512,230 | 20,728,265 | 14,009,941 | | | 14,904,658 | | 11,058,285 | 5,951,180 | 7,851,135 |
| Emergency Services | 22,365 | 2,647 | 53,845 | | | 3,845 | | 1,777 | 1,789 | 1,789 |
| Law Enforcement | 63,505 | 129,197 | 133,642 | | | 128,272 | | 133,041 | 128,186 | 260,371 |
| Law Library | 172,720 | 183,172 | 116,758 | | | 130,939 | | 140,794 | 143,976 | 142,138 |
| Judicial & Welfare | - | 268,943 | 247,476 | | | 221,396 | | 252,809 | 284,700 | 281,661 |
| Economic activities | 39,071 | 41,723 | 26,982 | | | 371 | | 528,643 | 530,371 | 694,075 |
| Committed For: | | | | | | | | | | |
| Fire Services | - | - | - | | | - | | - | 170,137 | 1,553,482 |
| Emergency Services | - | - | - | | | - | | - | 11,117 | 18,131 |
| Inmate Use | 28,867 | 62,801 | 69,440 | | | 45,393 | | 37,326 | 79,290 | 126,150 |
| Jail construction | - | - | - | | | - | | 375,887 | 530,110 | 401,289 |
| Judicial & Welfare | - | 13,440 | 9,528 | | | 17,943 | | 26,770 | 39,218 | 73,067 |
| Housing and Development | - | 209,263 | 234,519 | | | 294,641 | | 501,741 | 254,814 | 320,989 |
| Capital Projects | - | - | 1,078,461 | | | 1,589,371 | | 180,174 | 970,354 | 1,238,066 |
| Assigned: | | | | | | | | | | |
| Parks and Recreation | 191,216 | 34,500 | 8,524 | | | 10,898 | | 10,066 | 8,355 | 8,316 |
| Law Enforcement | 19,279 | 20,077 | 26,774 | | | 21,262 | | 28,906 | 30,930 | 9,132 |
| Housing and Development | - | - | - | | | 168,435 | | - | - | - |
| Unassigned (deficit): | | | | | | | | | | |
| Economic activities | - | (1,470) | - | | | - | | - | - | - |
| Total for other governmental funds | <u>\$ 19,049,253</u> | <u>\$ 21,709,937</u> | <u>\$ 16,015,890</u> | | | <u>\$ 17,537,424</u> | | <u>\$ 13,276,219</u> | <u>\$ 9,134,755</u> | <u>\$ 12,965,533</u> |
| Total for all governmental funds | <u>\$ 25,792,977</u> | <u>\$ 31,539,362</u> | <u>\$ 26,828,493</u> | | | <u>\$ 28,867,833</u> | | <u>\$ 22,855,057</u> | <u>\$ 20,329,855</u> | <u>\$ 29,445,885</u> |

Note 1: Beginning in fiscal year 2011, fund balance is reported under categories using the definitions provided by GASB Statement No. 54.
Note 2: The 2014 column was restated to reflect the change in reporting entity which affected nonmajor governmental funds and the General Fund.

Schedule 4
Barrow County, Georgia
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

| | Fiscal Year | | | | | | | | | |
|---|------------------------|------------------------|-------------------|---------------------|---------------------|-----------------------|---------------------|-----------------------|-----------------------|---------------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Revenues | | | | | | | | | | |
| Taxes | \$ 33,259,926 | \$ 31,141,280 | \$ 31,606,939 | \$ 31,805,853 | \$ 33,564,608 | \$ 35,737,184 | \$ 36,865,888 | \$ 38,420,736 | \$ 41,623,408 | \$ 37,867,811 |
| Licenses and permits | 800,085 | 395,942 | 343,503 | 418,261 | 462,085 | 645,324 | 989,054 | 983,665 | 864,006 | 863,874 |
| Intergovernmental | 468,316 | 461,914 | 892,669 | 971,570 | 887,217 | 970,068 | 1,181,473 | 2,497,774 | 1,051,619 | 2,951,251 |
| Charges for services | 5,584,718 | 6,547,824 | 6,177,845 | 6,704,999 | 6,856,475 | 7,460,978 | 6,590,523 | 6,702,714 | 7,332,095 | 6,110,912 |
| Fines and forfeitures | 1,687,360 | 1,914,055 | 1,853,920 | 1,904,631 | 1,888,226 | 1,552,537 | 1,598,210 | 1,473,055 | 1,511,914 | 1,030,915 |
| Investment income | 2,053,837 | 708,687 | 143,610 | 81,174 | 44,898 | 83,192 | 44,278 | 38,229 | 68,961 | 95,527 |
| Other | 288,365 | 214,250 | 660,349 | 472,709 | 307,175 | 231,459 | 403,042 | 280,113 | 438,932 | 710,081 |
| Total revenues | 44,142,607 | 41,383,952 | 41,678,835 | 42,359,197 | 44,010,684 | 46,680,742 | 47,672,468 | 50,396,286 | 52,890,935 | 49,630,371 |
| Expenditures | | | | | | | | | | |
| General government | 6,686,345 | 6,236,591 | 5,656,275 | 5,619,479 | 5,487,034 | 5,623,079 | 5,687,819 | 5,753,988 | 5,667,567 | 4,181,245 |
| Judicial | 2,918,008 | 2,871,164 | 2,832,853 | 2,928,912 | 3,090,106 | 3,287,181 | 3,387,849 | 3,420,138 | 3,551,226 | 2,745,581 |
| Public safety | 20,308,616 | 20,680,850 | 19,911,681 | 19,094,775 | 20,201,991 | 20,726,211 | 20,180,955 | 20,670,804 | 22,155,779 | 17,512,551 |
| Public works | 2,798,327 | 2,346,593 | 1,759,918 | 1,661,082 | 1,910,436 | 2,350,196 | 2,434,699 | 3,078,716 | 2,807,142 | 4,114,135 |
| Health and welfare | 689,474 | 705,503 | 591,718 | 507,571 | 545,801 | 628,940 | 631,722 | 609,096 | 544,201 | 400,896 |
| Culture and recreation | 950,144 | 781,322 | 751,079 | 700,385 | 734,127 | 787,435 | 790,090 | 941,321 | 918,391 | 805,677 |
| Housing and development | 2,260,461 | 909,700 | 438,473 | 319,115 | 368,411 | 511,822 | 508,772 | 930,597 | 1,115,953 | 589,976 |
| Intergovernmental | - | - | 568,082 | 1,781,931 | 2,387,903 | 1,601,293 | 1,743,609 | 4,858,445 | 2,029,438 | 1,688,521 |
| Capital outlay | 44,128,152 | 12,032,730 | 2,290,957 | 1,088,688 | 2,598,749 | 8,694,343 | 3,257,319 | 6,878,235 | 4,665,762 | 3,375,546 |
| Debt service: | | | | | | | | | | |
| Principal | 2,567,800 | 2,859,016 | 2,953,196 | 2,683,909 | 2,362,840 | 3,566,553 | 2,992,724 | 5,462,078 | 8,775,647 | 3,105,998 |
| Interest | 2,709,518 | 2,874,090 | 3,449,749 | 2,428,429 | 3,082,762 | 2,242,865 | 2,611,668 | 2,430,163 | 1,756,401 | 1,510,826 |
| Bonds issuance costs | - | - | - | - | 566,944.00 | - | - | 532,219 | - | - |
| Total expenditures | 86,016,845 | 52,297,559 | 41,203,981 | 38,814,276 | 43,337,104 | 50,019,718 | 44,227,226 | 55,565,800 | 53,987,507 | 40,030,952 |
| Excess (deficiency) of revenues over (under) expenditures | (41,874,238) | (10,913,607) | 474,854 | 3,544,921 | 673,580 | (3,338,976) | 3,445,242 | (5,169,514) | (1,096,572) | 9,599,419 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Sale of general capital assets | 157,719 | 36,372 | 302,245 | - | 41,002 | 60,955 | - | 55,454 | 3,600 | 137,096 |
| Capital leases | 1,668,000 | - | - | - | 5,200,000 | - | - | - | - | - |
| Refunding bonds issued | - | - | - | - | 42,845,000 | - | - | 25,530,000 | - | - |
| Payments to refunded bond escrow agent | - | - | - | - | (42,278,056) | - | - | (24,872,088) | - | - |
| Discount on bond issuance | - | - | - | - | - | - | - | (126,863) | - | - |
| Insurance proceeds | - | - | - | - | - | - | 27,946 | - | - | - |
| Transfers in | 213,429 | 484,722 | 452,926 | 4,406 | 2,894,802 | 3,325,094 | 4,038,477 | 8,172,657 | 4,540,485 | 4,730,863 |
| Transfers out | (1,686,334) | (1,606,233) | (1,029,586) | (900,000) | (3,839,206) | (4,757,942) | (5,471,325) | (9,603,422) | (5,972,715) | (6,351,348) |
| Total other financing sources (uses) | 352,814 | (1,085,139) | (274,415) | (895,594) | 4,863,542 | (1,371,893) | (1,404,902) | (844,262) | (1,428,630) | (483,389) |
| Net change in fund balance | \$ (41,521,424) | \$ (11,998,746) | \$ 200,439 | \$ 2,649,327 | \$ 5,537,122 | \$ (4,710,869) | \$ 2,040,340 | \$ (6,013,776) | \$ (2,525,202) | \$ 9,116,030 |
| Debt service as a percentage of noncapital expenditures | 12.6% | 14.2% | 16.5% | 13.6% | 13.4% | 14.1% | 13.7% | 16.5% | 22.1% | 13.5% |

Notes:

The 2017 column reflects a 9 month period due to the County changing its fiscal year end from September 30 to June 30.

Schedule 5
Barrow County, Georgia
Assessed Value and Actual Value of Taxable Property
Last Ten Calendar Years
(in thousands of dollars)

| Calendar Year Ended December 31 | Real and Personal Property | Motor Vehicles | Mobile Homes | Public Utilities | Less | | Total Assessed Value | Less Exemptions On Taxable Property | Total Net Taxable Assessed Value | Total Direct Tax Rate (3) | Estimated Actual Taxable Value (1) | Assessed Value as a Percentage of Actual Value |
|--|----------------------------------|-------------------|-----------------|---------------------|------------------------|--------------|----------------------------|--|---|------------------------------------|---|---|
| | | | | | Exempt Property (2) | Property | | | | | | |
| 2007 | \$ 2,197,061 | \$ 162,656 | \$ 10,949 | \$ 48,054 | \$ (133,969) | \$ (484,398) | \$ 2,284,751 | \$ (484,398) | \$ 1,800,353 | 28.01 | \$ 5,711,878 | 40.00% |
| 2008 | 2,283,806 | 179,364 | 10,605 | 48,821 | (144,151) | (468,760) | 2,378,445 | (468,760) | 1,909,685 | 28.86 | 5,946,113 | 40.00% |
| 2009 | 2,214,531 | 187,364 | 8,091 | 55,787 | (169,077) | (460,483) | 2,296,696 | (460,483) | 1,836,213 | 28.86 | 5,741,740 | 40.00% |
| 2010 | 1,811,751 | 162,275 | 7,878 | 54,995 | (142,092) | (373,337) | 1,894,807 | (373,337) | 1,521,470 | 31.86 | 4,737,018 | 40.00% |
| 2011 | 1,716,692 | 160,019 | 7,585 | 61,631 | (140,187) | (375,145) | 1,805,740 | (375,145) | 1,430,595 | 33.57 | 4,514,350 | 40.00% |
| 2012 | 1,608,030 | 160,594 | 7,911 | 59,688 | (117,794) | (338,647) | 1,718,429 | (338,647) | 1,379,782 | 40.98 | 4,296,073 | 40.00% |
| 2013 | 1,612,326 | 172,726 | 6,945 | 53,032 | (118,766) | (332,047) | 1,726,263 | (332,047) | 1,394,216 | 41.83 | 4,315,658 | 40.00% |
| 2014 | 1,695,924 | 139,619 | 6,425 | 52,859 | (130,731) | (324,257) | 1,764,096 | (324,257) | 1,439,839 | 40.18 | 4,410,240 | 40.00% |
| 2015 | 2,036,122 | 108,534 | 6,441 | 53,140 | (162,822) | (376,661) | 2,041,415 | (376,661) | 1,664,754 | 40.09 | 5,103,538 | 40.00% |
| 2016 | 1,938,126 | 83,303 | 6,298 | 58,608 | (162,808) | (393,515) | 1,923,527 | (393,515) | 1,530,012 | 40.01 | 4,808,818 | 40.00% |

Source: Tax Commissioner's Office.

Notes: (1) Under Georgia law, property is assessed for taxes at 40% of fair market value.

(2) In 2002, the value of exempt property was updated.

(3) The direct tax rate is applied against the total net taxable assessed value to levy property taxes.

Schedule 6
Barrow County, Georgia
Direct and Overlapping Property Tax Rates (1)
Last Ten Calendar Years

| Calendar Year | Barrow County Direct Rates | | | | | | | | | | Overlapping Rates (2) | | | Total Direct & Overlapping Rates |
|---------------|----------------------------|--------------------|------------|----------------|--------------------|--------|----------------|--------------------|-----------|-------|-----------------------|------------------------|--------------------|----------------------------------|
| | Basic Rate | | Basic Rate | | Basic Rate | | Fire Rate | | Fire Rate | | Total Direct Rate | County School District | County School Bond | |
| | Unincorporated | Municipalities (3) | Winder | Unincorporated | Municipalities (3) | Winder | Unincorporated | Municipalities (3) | Winder | | | | | |
| | | | | | | | | | | | | | | |
| 2007 | 9.34 | 9.34 | 7.19 | 0.00 | 0.00 | 2.15 | 0.00 | 0.00 | 0.00 | 28.01 | 0.25 | 18.50 | 0.00 | 46.76 |
| 2008 | 9.34 | 9.34 | 7.18 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 28.86 | 0.25 | 18.50 | 0.00 | 47.61 |
| 2009 | 9.34 | 9.34 | 7.18 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 28.86 | 0.25 | 18.50 | 0.00 | 47.61 |
| 2010 | 10.34 | 10.34 | 8.18 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 31.86 | 0.25 | 18.50 | 0.00 | 50.61 |
| 2011 | 10.93 | 10.93 | 8.71 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 33.57 | 0.25 | 18.50 | 0.00 | 52.32 |
| 2012 | 13.51 | 13.51 | 10.96 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 40.98 | 0.20 | 18.50 | 0.00 | 59.68 |
| 2013 | 13.26 | 13.26 | 12.31 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 41.83 | 0.15 | 18.50 | 0.00 | 60.48 |
| 2014 | 12.75 | 12.75 | 11.67 | 0.00 | 0.00 | 3.00 | 0.00 | 0.00 | 0.00 | 40.18 | 0.10 | 18.50 | 0.00 | 58.78 |
| 2015 | 9.47 | 11.53 | 11.53 | 2.29 | 2.29 | 3.00 | 2.29 | 2.29 | 2.29 | 40.09 | 0.05 | 18.50 | 0.00 | 58.64 |
| 2016 | 9.37 | 11.54 | 11.54 | 2.28 | 2.28 | 3.00 | 2.28 | 2.28 | 2.28 | 40.01 | 0.25 | 18.50 | 0.00 | 58.76 |

Source: Tax Commissioner's Office.

Notes: (1) Tax rates are per thousand dollars of assessed value.
(2) Barrow County property owners are subject to a property tax levy for the County State of Georgia, and the County School District.
(3) Municipalities Rate Includes: Auburn, Bethlehem, Braselton, Carl, Statham

Schedule 7
Barrow County, Georgia
Principal Property Taxpayers
Current Calendar Year and Nine Years Ago

| Taxpayer | 2016 | | | 2007 | | |
|---------------------------------------|------------------------|------|---|------------------------|------|---|
| | Taxable Assessed Value | Rank | Percentage of Total County Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total County Taxable Assessed Value |
| Jackson EMC | \$ 18,490,200 | 1 | 1.05 % | \$ 13,876,524 | 2 | 0.77 % |
| Georgia Power Company | 16,649,570 | 2 | 0.98 | 10,537,432 | 6 | 0.58 |
| Schutz Container Systems Inc | 17,982,081 | 3 | 0.89 | - | - | - |
| Johns Manville International Inc | 19,581,757 | 4 | 1.16 | 25,123,306 | 1 | 1.40 |
| Georgia Transmission Corp | 14,625,651 | 5 | 0.86 | - | - | - |
| Harrison Poultry Inc | 11,816,871 | 6 | 0.70 | 7,738,371 | 9 | 0.43 |
| Stepan Company | 15,286,313 | 7 | 0.90 | 14,547,468 | 4 | 1 |
| Chateau Elan Resorts LLC | 9,037,525 | 8 | 0.53 | 11,478,044 | 3 | 1 |
| Cole/Faison Mt Bethlehem GA LLC | 7,789,437 | 9 | 0.46 | - | - | - |
| Windstream Georgia Communications LLC | 5,317,253 | 10 | 0.41 | 10,917,062 | 5 | 1 |
| Winder-Barrow Industrial | - | - | - | 10,266,896 | 7 | 0.57 |
| Anderson Merchandisers LP | - | - | - | 37,807,486 | 8 | 2.10 |
| Wilson Braselton I LLC | - | - | - | 5,942,706 | 10 | 0.33 |
| Total | \$ 136,576,658 | | 7.94 % | \$ 148,235,295 | | 8.24 % |

Source: Tax Commissioner's Office.

Note: Georgia Power Company with a taxable assessed value of \$116,649,570 is ranked number two compared to Schutz Container System Inc with \$17,982,081 and Johns Manville International Inc with \$19,581,757. The rankings are based on how much property taxes are paid. In the nine month period ended June 30, 2017, Georgia Power Company paid \$520,520 in property taxes compared to \$496,544 that was paid by Schutz Container Systems Inc., and \$493,955 that was paid by Johns Manville International Inc. Stepan Company with a taxable assessed value of \$15,286,313 is ranked number seven compared to Harrison Poultry Inc. with \$11,816,871 ranked number six, and Georgia Transmission Corp with \$14,625,651 ranked number five. Stepan Company paid \$340,585 in property taxes compared to \$368,930 paid by Harrison Poultry Inc., and \$446,493 paid by Georgia Transmission Corp.

Schedule 8
Barrow County, Georgia
Property Tax Levies and Collections
Last Ten Calendar Years

| Calendar Year of Levy | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of Levy | | Collections In Subsequent Years | | Total Collections to Date | |
|-----------------------------|--|---|-----------------------|---------------------------------------|-----------------------|---------------------------|-----------------------|
| | | Amount | Percentage of Levy | Amount | Percentage of Levy | Amount | Percentage of Levy |
| 2007 | \$ 13,474,840 | \$ 12,716,634 | 96.2 % | \$ 633,661 | 99.1 % | \$ 13,350,295 | 99.1 % |
| 2008 | 14,239,134 | 13,386,347 | 94.4 | 739,247 | 99.2 | 14,125,594 | 99.2 |
| 2009 | 14,662,109 | 13,811,735 | 94.0 | 574,498 | 98.1 | 14,386,233 | 98.1 |
| 2010 | 14,830,785 | 14,131,126 | 94.2 | 590,855 | 99.3 | 14,721,981 | 99.3 |
| 2011 | 14,732,937 | 14,263,663 | 95.3 | 316,593 | 99.0 | 14,580,256 | 99.0 |
| 2012 | 15,645,381 | 15,375,140 | 96.8 | 253,453 | 99.9 | 15,628,593 | 99.9 |
| 2013 | 15,900,074 | 15,464,186 | 97.2 | 226,086 | 98.7 | 15,690,272 | 98.7 |
| 2014 | 16,266,060 | 15,918,001 | 97.9 | 167,173 | 98.9 | 16,085,174 | 98.9 |
| 2015 | 19,009,958 | 18,734,844 | 98.6 | 173,364 | 99.5 | 18,908,208 | 99.5 |
| 2016 | 17,223,042 | 15,835,654 | 91.9 | - | 91.9 | 15,835,654 | 91.9 |

Source: Tax Commissioner's Office.

Schedule 9
Barrow County, Georgia
Sales Tax Collections
Last Ten Fiscal Years

| | Local Option | | Percent | | Special Purpose | | Percent | | Total Sales | |
|------|--------------|-----------|------------|---|-----------------|-----------|------------|---|-------------|------------|
| | Sales Tax | | Increase | | Local Option | | Increase | | Taxes | |
| | (LOST) | | (Decrease) | | (SPLOST) | | (Decrease) | | | |
| 2008 | \$ | 5,647,673 | (1.75) | % | \$ | 9,082,699 | (1.03) | % | \$ | 14,730,372 |
| 2009 | | 4,472,080 | (20.82) | | | 7,200,652 | (20.72) | | | 11,672,732 |
| 2010 | | 4,821,843 | 7.82 | | | 7,777,153 | 8.01 | | | 12,598,996 |
| 2011 | | 4,965,362 | 2.98 | | | 8,007,788 | 2.97 | | | 12,973,150 |
| 2012 | | 5,144,731 | 3.61 | | | 8,295,320 | 3.59 | | | 13,440,051 |
| 2013 | | 5,331,877 | 3.64 | | | 8,598,126 | 3.65 | | | 13,930,003 |
| 2014 | | 5,579,163 | 4.64 | | | 8,996,225 | 4.63 | | | 14,575,388 |
| 2015 | | 5,868,862 | 5.19 | | | 9,465,796 | 5.22 | | | 15,334,658 |
| 2016 | | 5,914,212 | 0.77 | | | 9,539,054 | 0.77 | | | 15,453,266 |
| 2017 | | 4,682,126 | (20.83) | | | 7,554,173 | (20.81) | | | 12,236,299 |

Source: Barrow County Finance Department

Note: Both the LOST and SPLOST are \$0.01 tax on each dollar of taxable transactions.

The 2017 period reflects a 9 month period due to the County changing its fiscal year end from September 30 to June 30.

Schedule 10
Barrow County, Georgia
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

| Fiscal Year | Governmental Activities | | | Business-type Activities | | | | | | Total Primary Government | Percentage of Personal Income (1) | Per Capita (1) |
|-------------|--------------------------|---------------|----------------|--------------------------|-----------------------------|--|--|---------------|------|--------------------------|-----------------------------------|----------------|
| | General Obligation Bonds | Revenue Bonds | Capital Leases | Water and Sewer | | Sewerage Treatment Contracts loans Payable (2) | Water Transmission Contracts loans Payable (2) | | | | | |
| | | | | Revenue Bonds | Contracts loans Payable (2) | | | | | | | |
| 2008 | \$ 57,110,735 | \$ - | \$ 2,693,964 | \$ 12,085,000 | \$ - | \$ 8,289,437 | \$ 17,726,324 | \$ 97,905,460 | 5.09 | % | 1,394 | |
| 2009 | 55,090,287 | - | 1,774,948 | 11,525,000 | - | 8,153,108 | 17,103,492 | 93,646,835 | 4.66 | | 1,298 | |
| 2010 | 52,990,066 | - | 826,752 | 10,940,000 | - | 8,015,797 | 16,465,652 | 89,238,267 | 6.20 | | 1,286 | |
| 2011 | 50,831,477 | - | 217,840 | 10,335,000 | - | 10,727,320 | 15,807,176 | 87,918,813 | 4.12 | | 1,258 | |
| 2012 | 53,639,640 | - | 5,200,000 | 9,700,000 | 25,700,780 | - | - | 94,240,420 | 4.19 | | 1,343 | |
| 2013 | 51,371,949 | 26,346,570 | 4,248,447 | 9,040,000 | 24,741,887 | - | - | 115,748,853 | 4.93 | | 1,620 | |
| 2014 | 50,626,308 | 24,828,184 | 3,105,723 | 8,355,000 | 23,704,227 | - | - | 110,619,442 | 4.84 | | 1,510 | |
| 2015 | 47,444,632 | 25,403,137 | 1,973,645 | 7,640,000 | 22,210,149 | - | - | 104,671,563 | 4.26 | | 1,389 | |
| 2016 | 41,405,000 | 23,801,372 | 823,998 | 7,100,000 | 21,007,918 | - | - | 94,138,288 | 3.63 | | 1,221 | |
| 2017 | 40,650,000 | 22,286,191 | - | 7,100,000 | 20,202,150 | - | - | 90,238,341 | N/A | | N/A | |

Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

Note: (1) Calculated using amounts from Schedule 15.

(2) On September 13, 2011, the Board unanimously voted to authorize the merger of the Water and Sewerage Authority Fund (or Water Authority Fund) with the Sewerage Treatment Fund and the Water Transmission Fund. Therefore, the 2011 column has been restated to reflect this change.

N/A - Not available

Schedule 11
Barrow County, Georgia
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years

| Fiscal Year | General Obligation Bonds | Percentage of | |
|----------------|--------------------------------|--|-------------------|
| | | Total Assessed Value of Property | Per Capita (1) |
| 2008 | \$ 57,110,735 | 2.40% | 813 |
| 2009 | 55,090,287 | 2.40% | 763 |
| 2010 | 52,990,066 | 2.80% | 764 |
| 2011 | 50,831,477 | 2.81% | 727 |
| 2012 | 53,639,640 | 3.12% | 764 |
| 2013 | 51,371,949 | 2.98% | 719 |
| 2014 | 50,626,308 | 2.87% | 691 |
| 2015 | 47,444,632 | 2.32% | 629 |
| 2016 | 41,405,000 | 2.15% | 537 |
| 2017 | 40,650,000 | N/A | N/A |

Note: (1) Population data can be found in the Schedule 15 - Demographic and Economic Statistics.

Schedule 12
Barrow County, Georgia
Direct and Overlapping Governmental Activities Debt
For Nine Months Period ended June 30, 2017

| | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable</u> | <u>Estimated Share of Direct and Overlapping Debt</u> |
|--|-----------------------------|--|---|
| Category of debt: | | | |
| Direct: | | | |
| General obligation bonds ⁽¹⁾ | \$ 40,650,000 | 100% | \$ 40,650,000 |
| Intergovernmental contracts ⁽²⁾ | 22,286,191 | 100% | 22,286,191 |
| Total | <u>62,936,191</u> | | <u>62,936,191</u> |
| Overlapping: | | | |
| Barrow county school district: | | | |
| General obligation bonds | 74,260,000 | 100% | 74,260,000 |
| Total | <u>74,260,000</u> | | <u>74,260,000</u> |
| Winder: | | | |
| Capital leases ⁽³⁾ | 410,579 | 100% | 410,579 |
| Total | <u>410,579</u> | | <u>410,579</u> |
| Braselton: | | | |
| Revenue Bonds | 8,150,061 | 24% | 1,956,015 |
| Total | <u>8,150,061</u> | | <u>1,956,015</u> |
| Auburn: | | | |
| Capital leases ⁽³⁾ | 164,661 | 100% | 164,661 |
| Loan | 535,283 | 100% | 535,283 |
| Total | <u>699,944</u> | | <u>699,944</u> |
| Total overlapping: | <u>83,520,584</u> | | <u>77,326,538</u> |
| Total direct and overlapping: | <u>\$ 146,456,775</u> | | <u>\$ 140,262,729</u> |

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

- (¹) Represents general obligations of the governmental entity to which its full faith and credit are pledged. It constitutes debt for purposes of the constitutional debt limit described in "Legal Debt Margin of the County" here in. The County cannot incur long term obligations payable out of general property taxes without the approval of a majority of the qualified voters voting at an election called to approve the obligation.
- (²) Represents contractual obligations of the governmental entity to which its full faith and credit and taxing power are pledged. It does not constitute debt for the purposes of the constitutional debt limit.
- (³) Represents contractual obligations of the governmental entity that are subject to annual appropriations. It does not constitute debt for the purposes of the constitutional debt limit.
- (⁴) Braselton lies within four counties. 24% of the city lies in Barrow County.

Source: School district and the municipalities

Schedule 13
Barrow County, Georgia
Legal Debt Margin Information
Last Ten Fiscal Years

| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Debt Limit | \$ 228,475,100 | \$ 237,844,500 | \$ 229,669,600 | \$ 189,480,700 | \$ 180,574,000 | \$ 171,842,900 | \$ 172,626,300 | \$ 176,409,600 | \$ 204,141,500 | \$ 192,352,700 |
| Total net debt applicable to limit | 57,110,735 | 55,090,287 | 52,990,066 | 50,831,477 | 53,639,640 | 51,371,949 | 50,626,308 | 47,444,632 | 41,405,000 | 40,650,000 |
| Legal debt margin | \$ 171,364,365 | \$ 182,754,213 | \$ 176,679,534 | \$ 138,649,223 | \$ 126,934,360 | \$ 120,470,951 | \$ 121,999,992 | \$ 128,964,968 | \$ 162,736,500 | \$ 151,702,700 |
| Total net debt applicable to limit as a percentage of debt limit | 25.00% | 23.16% | 23.07% | 26.83% | 29.71% | 29.89% | 29.33% | 26.89% | 20.28% | 21.13% |

Legal Debt Margin Calculation for Nine Month Period ended June 30, 2017:

| | |
|--|------------------|
| Assessed Value | \$ 1,923,527,000 |
| Debt Limit (10% of total assessed value) | 192,352,700 |
| Debt applicable to limit | 40,650,000 |
| Legal Debt Margin | \$ 151,702,700 |

Notes:

1. Under State law, the County's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.
2. The County's balance on its obligation bonds as of end of a nine month period ended June 30, 2017 is \$40,650,000

The County anticipates paying its general obligation bonds of \$40,650,000 with the proceeds of a one percent sales and use tax approved by the taxpayers.

Schedule 14
Barrow County, Georgia
Pledged Revenue Bond and Contracts Coverage
Last Ten Fiscal Years

| Fiscal Year | Water and Sewer Revenue Bonds | | | | | | Sewerage Contracts | | | | | | Transmission Contracts | | | | | |
|-------------|-------------------------------|--------------------------|-----------------------|------------|-----------------------|----------|----------------------|--------------------------|-----------------------|--------------|-----------------------|----------|------------------------|--------------------------|-----------------------|------------|-----------------------|----------|
| | Operating Revenue | Less: Operating Expenses | Net Available Revenue | Principal | Debt Service Interest | Coverage | Charges for Services | Less: Operating Expenses | Net Available Revenue | Principal | Debt Service Interest | Coverage | Charges for Services | Less: Operating Expenses | Net Available Revenue | Principal | Debt Service Interest | Coverage |
| | | | | | | | | | | | | | | | | | | |
| 2008 | \$ 2,404,062 | \$ 1,358,438 | \$ 1,045,624 | \$ 500,469 | \$ 1,395,969 | 0.55 | \$ 1,292,716 | \$ 578,665 | \$ 714,051 | \$ 1,000,000 | \$ - | \$ - | \$ 1,383,780 | \$ 1,271,730 | \$ 112,050 | \$ 607,072 | \$ 719,913 | 0.08 |
| 2009 | 2,376,734 | 1,333,748 | 1,042,986 | 560,000 | 476,237 | 1.01 | 483,520 | 532,260 | (48,740) | 126,563 | 159,411 | (0.17) | 1,274,298 | 1,052,946 | 221,752 | 628,460 | 40,432 | 0.33 |
| 2010 | 2,453,817 | 1,365,909 | 1,087,908 | 585,000 | 452,285 | 1.05 | 918,117 | 1,398,388 | (480,271) | 131,828 | 154,146 | (1.68) | 1,261,434 | 963,490 | 297,944 | 622,832 | 803,397 | 0.21 |
| 2011 | 2,697,667 | 1,219,436 | 1,478,231 | 605,000 | 429,824 | 1.43 | 1,251,812 | 643,255 | 608,557 | 137,312 | 148,662 | 2.13 | 1,328,835 | 1,064,974 | 263,861 | 637,840 | 789,365 | 0.18 |
| 2012 | 3,843,200 | 2,338,923 | 1,504,277 | 783,975 | 549,617 | 1.13 | N/A | N/A | N/A | 143,025 | 141,462 | N/A | 1,478,630 | 1,000,345 | 478,285 | 658,476 | 768,334 | 0.34 |
| 2013 | 4,726,093 | 2,668,183 | 2,057,910 | 912,260 | 613,597 | 1.35 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 2014 | 4,751,595 | 2,602,980 | 2,148,615 | 947,479 | 578,209 | 1.41 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 2015 | 5,398,334 | 2,538,655 | 2,859,679 | 993,931 | 546,350 | 1.86 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 2016 | 5,334,646 | 2,641,393 | 2,693,253 | 1,160,734 | 415,562 | 1.71 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 2017 | 3,753,655 | 2,183,189 | 1,570,466 | 117,539 | 235,529 | 4.45 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |

Notes: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements. Operating Revenue includes all charges for services, other revenues and interest revenues. Operating expenses do not include interest, depreciation or amortization.

- N/A - Not applicable

- Upper Oconee Basin Water Authority debt payments of \$801,656 in principal and \$406,176 in interest are not included in the debt service as these payments are from the SPLOST funds.

- On September 13, 2011, the Board unanimously voted to authorize the merger of the Water and Sewerage Authority Fund (or Water Authority Fund) with the Sewerage Treatment Fund and the Water Transmission Fund. Therefore, the 2011 column has been restated to reflect this change.

- Year 2017 was for a Nine Month Period ended June 30, 2017. This was due to the County's changing its fiscal year. Amounts are less than previous year due to timing of scheduled debt payments.

Schedule 15
Barrow County, Georgia
Demographic and Economic Statistics
Last Ten Calendar Years

| Calendar Year | Population | Personal Income | Per Capita Personal Income | Unemployment Rate |
|--------------------------|-------------------|----------------------------|---|------------------------------|
| 2007 | 66,926 | \$ 1,754,944,000 | \$ 26,222 | 4.3 % |
| 2008 | 70,256 | 1,921,981,000 | 27,357 | 6.3 |
| 2009 | 72,158 | 2,009,967,000 | 27,855 | 10.9 |
| 2010 | 69,367 | 1,440,059,000 | 25,134 | 10.7 |
| 2011 | 69,912 | 2,136,242,000 | 30,556 | 9.9 |
| 2012 | 70,169 | 2,251,642,000 | 32,089 | 8.1 |
| 2013 | 71,453 | 2,348,333,000 | 32,865 | 7.0 |
| 2014 | 73,240 | 2,283,679,000 | 31,181 | 6.1 |
| 2015 | 75,370 | 2,454,819,000 | 32,570 | 5.0 |
| 2016 | 77,126 | 2,594,133,010 | 33,635 | 4.5 |

Source: U.S. Census Bureau
Georgia Department of Labor
ALFRED Archival Economic Data

Note: The personal income estimates are not adjusted for inflation.

Schedule 16
Barrow County, Georgia
Principal Employers
Current Year and Nine Years Ago

| | 2017 | | | 2007 | | |
|--------------------------------|------------------|-------------|--|------------------|-------------|--|
| Employer | Employees | Rank | Percentage of Total County Employment | Employees | Rank | Percentage of Total County Employment |
| Barrow County School System | 2,100 | 1 | 5.91 % | 2,183 | 1 | 6.31 % |
| Chico's FAS, Inc. | 1,200 | 2 | 3.38 | 282 | 9 | 0.81 |
| Harrison Poultry | 1,100 | 3 | 3.09 | 876 | 2 | 2.53 |
| Republic Services | 550 | 4 | 1.55 | - | - | - |
| Barrow County Commission | 545 | 5 | 1.53 | 550 | 3 | 1.59 |
| Petco | 400 | 6 | 1.13 | - | - | - |
| Chateau Elan Resort & Winery | 350 | 7 | 0.98 | 550 | 4 | 1.59 |
| Price Industries | 315 | 8 | 0.89 | - | - | - |
| Johns Manville International | 266 | 9 | 0.75 | 250 | 10 | 0.72 |
| Barrow Regional Medical Center | 250 | 10 | 0.70 | 300 | 8 | 0.87 |
| Wal-Mart SuperCenter | - | - | - | 480 | 6 | 1.39 |
| Schutz Container Systems | - | - | - | 500 | 5 | 1.44 |
| Progress Container | - | - | - | 450 | 7 | 1.30 |
| Total | 7,076 | | 19.90 % | 6,421 | | 18.55 % |

Sources: Georgia Department of Labor
Barrow County Economic Development
Barrow County Chamber of Commerce

Notes: 2016 Total Employment 35,748
2007 Total Employment 30,923

Schedule 17
Barrow County, Georgia
Full-time Government Employees by Function
Last Ten Fiscal Years

| Function | Fiscal Year | | | | | | | | | |
|-------------------------|-------------|------|------|------|------|------|------|------|------|------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| General government | 67 | 67 | 55 | 55 | 51 | 49 | 40 | 40 | 40 | 40 |
| Judicial | 41 | 41 | 36 | 36 | 36 | 38 | 38 | 38 | 39 | 35 |
| Public safety | 327 | 326 | 310 | 314 | 301 | 312 | 312 | 312 | 311 | 316 |
| Public works | 47 | 49 | 35 | 35 | 35 | 33 | 36 | 35 | 35 | 34 |
| Health and welfare | 6 | 6 | 5 | 5 | 4 | 5 | 5 | 5 | 4 | 4 |
| Culture and recreation | 10 | 9 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Housing and development | 17 | 17 | 9 | 8 | 5 | 8 | 5 | 5 | 5 | 5 |
| Total | 515 | 515 | 458 | 461 | 440 | 453 | 444 | 443 | 442 | 442 |

Source: Barrow County Budget

Schedule 18
Barrow County, Georgia
Operating Indicators by Function/Department
Last Ten Fiscal Years

| Function/Department | Fiscal Year | | | | | | | | | |
|---|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Public Safety | | | | | | | | | | |
| Sheriff | | | | | | | | | | |
| Total arrests | 4,651 | 4,956 | 5,221 | 4,903 | 4,226 | 4,689 | 1,877 | 1,912 | 2,041 | 1,690 |
| Inmates processed | 4,651 | 4,956 | 5,221 | 4,903 | 4,425 | 4,689 | 8,588 | 4,680 | 4,768 | 3,374 |
| Average inmates per day | 150 | 253 | 255 | 255 | 222 | 288 | 249 | 267 | 268 | 319 |
| Incident reports written | 11,406 | 12,342 | 12,834 | 18,294 | 4,598 | 8,862 | 7,304 | 6,526 | 4,372 | 3,384 |
| Crimes investigated | 4,512 | 4,964 | 6,543 | 6,327 | 1,242 | 7,249 | 6,717 | 5,793 | 4,493 | 2,789 |
| E-911 | | | | | | | | | | |
| Emergency calls received via 911 | 40,482 | 42,055 | 41,491 | 189,887 | 183,747 | 64,204 | 173,165 | 132,931 | 136,928 | 110,851 |
| Emergency incidents dispatched | N/A | N/A | N/A | 60,703 | 57,859 | 68,862 | 86,665 | 90,199 | 123,613 | 90,849 |
| Fire | | | | | | | | | | |
| Emergency responses | 5,862 | 7,200 | 7,653 | 8,110 | 8,930 | 8,081 | 8,474 | 9,290 | 12,678 | 10,029 |
| Inspections | N/A | 137 | 126 | 554 | 253 | 221 | 470 | 220 | 225 | 247 |
| Water and Sewerage Authority | | | | | | | | | | |
| New water meters installed | 90 | 43 | 22 | 28 | 29 | 66 | 90 | 100 | 101 | 84 |
| Water business office bills prepared | 61,162 | 60,761 | 61,090 | 60,005 | 62,371 | 62,458 | 63,058 | 64,386 | 65,677 | 50,027 |
| Daily water retail (in millions) | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 2 | 1 |
| Number of plans reviewed | 7 | 4 | - | - | - | 1 | - | - | - | 1 |
| Public Works | | | | | | | | | | |
| Major resurfacing/rehabilitation of pavement (centerline miles) | 7 | 6 | 17 | - | 20 | 5 | 21 | 6 | 8 | 7 |
| Traffic signal upgrades | - | - | - | - | - | - | - | - | 1 | 1 |
| Vehicles replaced | 2 | - | - | - | - | 1 | - | - | - | - |
| Number of inspections | 200 | 200 | 200 | 200 | 200 | 90 | 90 | 120 | 200 | 250 |
| Airport | | | | | | | | | | |
| Gallons of fuel sold | 188,822 | 153,348 | 140,883 | 92,804 | 138,304 | 138,304 | 244,193 | 250,286 | 223,578 | 140,379 |
| Culture and Recreation | | | | | | | | | | |
| Leisure Services | | | | | | | | | | |
| Number of program participants | 3,094 | 3,424 | 3,213 | 2,467 | 3,623 | 3,625 | 3,655 | 2,993 | 3,007 | 2,881 |
| Number of structures maintained | 6 | 6 | 6 | 6 | 6 | 7 | 7 | 7 | 7 | 7 |

Sources: Various government departments.
Indicators are not available for the general government function.

Schedule 19
Barrow County, Georgia
Capital Asset Statistics by Function/Department
Last Ten Fiscal Years

| Function/Department | Fiscal Year | | | | | | | | | |
|---------------------------------|-------------|------|------|------|------|------|------|------|------|------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Public Safety | | | | | | | | | | |
| Sheriff | | | | | | | | | | |
| Vehicles | 133 | 125 | 122 | 115 | 125 | 118 | 124 | 111 | 121 | 119 |
| Fire | | | | | | | | | | |
| Stations | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Fire trucks | 10 | 9 | 10 | 10 | 10 | 10 | 10 | 10 | 10 | 10 |
| Ambulances | | | | | 9 | 9 | 8 | 8 | 8 | 7 |
| Public Works | | | | | | | | | | |
| Public Works | | | | | | | | | | |
| Lane miles owned and maintained | 460 | 465 | 470 | 476 | 475 | 467 | 467 | 468 | 469 | 468 |
| Traffic signals | - | - | 1 | 1 | 1 | 1 | 1 | 9 | 9 | 18 |
| Vehicles | 19 | 23 | 23 | 23 | 26 | 26 | 26 | 26 | 26 | 26 |
| Water and Sewerage Authority | | | | | | | | | | |
| Vehicles | 7 | 7 | 7 | 8 | 7 | 7 | 7 | 13 | 12 | 12 |
| Culture and Recreation | | | | | | | | | | |
| Culture and Recreation | | | | | | | | | | |
| Community centers | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Playgrounds | 2 | 2 | 2 | 2 | 2 | 2 | 3 | 2 | 2 | 2 |
| Baseball/Softball diamonds | 7 | 7 | 10 | 10 | 10 | 10 | 10 | 10 | 10 | 10 |
| Soccer/Football fields | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Vehicles | 3 | 3 | 4 | 4 | 4 | 4 | 5 | 5 | 5 | 5 |

Sources: Various government departments.
Indicators are not available for the general government function.