

WALTON COUNTY, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2022

Prepared By:
The Walton County Finance Department

INTRODUCTORY SECTION

WALTON COUNTY, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

Page

INTRODUCTORY SECTION

Table of Contents	i-iv
Letter of Transmittal	v-viii
Certificate of Achievement for Excellence in Financial Reporting.....	ix
List of Officials.....	x
Organizational Chart	xi

FINANCIAL SECTION

Independent Auditors' Report.....	1-4
Management's Discussion and Analysis	5-16
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	17 and 18
Statement of Activities	19
Fund Financial Statements:	
Balance Sheet – Governmental Funds	20
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	21
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	22
Statement of Net Position – Proprietary Funds	23
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	24
Statement of Cash Flows – Proprietary Funds	25
Statement of Fiduciary Net Position	26
Statement of Changes in Fiduciary Net Position	27
Combining Statement of Net Position – Component Units	28
Combining Statement of Activities – Component Units	29
Notes to Financial Statements	30-75
Required Supplementary Information:	
General Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	76 and 77
American Rescue Plan Fund – Schedule of Revenues, Expenditures, And Changes in Fund Balances – Budget (GAAP Basis) and Actual	78
Schedule of Changes in the County's Total OPEB Liability and Related Ratios	79
Schedule of Changes in the County's Net Pension Liability and Related Ratios	80
Schedule of County Contributions.....	81

WALTON COUNTY, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

FINANCIAL SECTION (Continued)	<u>Page</u>
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds.....	82 and 83
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	84 and 85
Law Library Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	86
Forfeited Drug Seizure Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	87
Inmate Phone Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	88
Clerk’s Authority Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	89
Juvenile Supplemental Services Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	90
Multiple Grant Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	91
Sheriff’s Programs Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	92
Drug Abuse Treatment Education Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	93
DARE Program Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	94
Crime Victim’s Assistance Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	95
Seized Drug Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	96
Inmate Commissary Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	97

WALTON COUNTY, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

FINANCIAL SECTION (Continued)

	<u>Page</u>
Combining and Individual Fund Statements and Schedules (Continued):	
DA Forfeiture Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	98
Forfeited Federal Drug Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	99
Walton County Public Purpose Corporation – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	100
Fire Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	101
Emergency 911 Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget (GAAP Basis) and Actual	102
Debt Service Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	103
Schedules of Expenditures of Special Purpose Local Option Sales Tax Proceeds	104 and 105
Combining Statement of Net Position – Internal Service Funds.....	106
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Internal Service Funds	107
Combining Statement of Cash Flows – Internal Service Funds.....	108
Combining Statement of Fiduciary Net Position – Custodial Funds	109
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds.....	110
Statement of Cash Flows – Component Unit – Development Authority	111
Balance Sheet – Component Unit – Commission on Children & Youth.....	112
Statement of Revenues, Expenditures, and Changes in Fund Balance – Component Unit – Commission on Children & Youth.....	113

STATISTICAL SECTION

Financial Trends:

Net Position by Component	114
Changes in Net Position	115
Fund Balances of Governmental Funds	116
Changes in Fund Balances of Governmental Funds.....	117
General Governmental Tax Revenues by Source	118
General Governmental Expenditures by Function	119

WALTON COUNTY, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
STATISTICAL SECTION (Continued)	
Revenue Capacity:	
Assessed Value and Estimated Actual Value of Taxable Property	120
Property Tax Rates (Direct and Overlapping Governments)	121
Principal Property Taxpayers	122
Property Tax Levies and Collections	123
Special Assessment Billings and Collections	124
Top 10 Water Customers	125
Debt Capacity:	
Ratios of Outstanding Debt by Type	126
Direct and Overlapping Governmental Activities Debt	127
Legal Debt Margin Information	128
Pledged-Revenue Coverage.....	129
Demographic and Economic Information:	
Demographic and Economic Statistics.....	130
Principal Employers - Current Year and Nine Years Ago	131
Operating Information:	
Full-Time Equivalent County Government Employees by Function.....	132
Operating Indicators by Function.....	133
Capital Asset Statistics by Function	134

303 S. Hammond Drive
Suite 333
Monroe, Georgia 30655



(770) 266-1964
(770) 266-1522 FAX
milton.cronheim@co.walton.g

December 21, 2022

Honorable Chairman David G. Thompson
Members of the Board of Commissioners
And the Citizens of Walton County, Georgia

State law, Official Code of Georgia 36-81-7, requires that all general purpose local governments publish within six months of the close of the fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of Walton County, Georgia, for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of Walton County, Georgia. Responsibility for both the accuracy of the presented data and completeness and the fairness of the presentation, including all disclosures, rests with the Government. To provide a reasonable basis for making these representations, management of Walton County has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Walton County's financial statements in accordance with GAAP. Because the cost of internal controls should not outweigh their benefits, Walton County's comprehensive framework of internal controls has been designed to provide reasonable assurance that the financial statements will be free from misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

Walton County's financial statements have been audited by Mauldin and Jenkins, CPA, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Walton County for the fiscal year ended June 30, 2022, were free of material misstatement. The independent audit involving the examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements; assessing the accounting principles used by management; and evaluating the overall financial statement presentation.

Maudlin and Jenkins, CPA, LLC has issued an unmodified ("clean") opinion on Walton County's financial statements for the year ended June 30, 2022. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of Walton County, Georgia

Walton County was created on July 15, 1818 from land held by the Cherokee and Creek Indians and was named for George Walton, a signer of the Declaration of Independence. The County is located 45 miles east of the City of Atlanta, and the City of Monroe is the County seat. The County comprises an area of approximately 330 square miles (88th in size out of 159 counties in Georgia) and had an estimated census population of 99,853 which makes it the 26th most populous Georgia County. The principal office of the County is located at 100 Broad St, Monroe, Georgia, 30655.

Form of Government

The County is governed by a seven-member Board of Commissioners, which is comprised of a Chairman and six Board members. The six Commissioners are elected by district by the voters residing in each district to serve four-year terms. The commissioners are responsible for passing ordinances, adopting the budget, establishing tax rates, appointing the County Clerk, County Attorney, Department Heads and various committees. The Chairman of the Board is elected at large to serve a four-year term and presides at all meetings of the Board of Commissioners. The Board of Commissioners has one regularly scheduled meeting each month to conduct normal business. Additional meetings are occasionally called for specific purposes. During fiscal year 2022 the County hired a full time County Manager to manage the day-to-day affairs of the County.

County Services

Walton County provides a full range of services, including law enforcement and a detention facility that houses 433 inmates; fire protection in incorporated and unincorporated areas of the County, maintenance of streets, highways, bridges and other associated infrastructure; voter registration and elections; court system; tax assessment and tax collection; planning, zoning, and development; building inspections; water and sewerage services, solid waste collection and recycling; animal control; emergency management; ambulance service; E-911 service; and recreation and parks. The County provides services through legally separate component units that have been determined to meet the criteria for inclusion in the County's reporting entity. Walton County Health Department, Development Authority of Walton County, and The Partnership for Families, Children, and Youth are all component units of Walton County. Additional information on the legally separate entities can be found in the Notes to the Financial Statements.

The Budget Process

The annual budget serves as the foundation for Walton County's financial planning and control. The Chairman along with two Commissioners and the County Manager serve each year as the Budget Committee. Each constitutional officer, department head and agency representative meet with the Budget Committee to present their request and discuss their accomplishments, trends and needs. The Budget Committee reviews the requests and prepares a recommended budget. The recommended budget is presented by the Chairman of the Board of Commissioners to the full Board at the May meeting. The Board of Commissioners hold public hearings on the proposed budget and adopts the final budget no later than June 30th the close of Walton County's fiscal year. The legal level of budgetary control is the department/fund level. Budgetary control is maintained using an encumbrance system.

Factors Affecting Financial Condition

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

Local Economy: Walton County is one of 159 counties in Georgia, and is part of the Atlanta-Sandy Springs-Marietta, GA Metropolitan Statistical Area (MSA) with 36,456 households. Median household income increased over the last decade in Walton County and has increased to \$65,491 in 2020 according to the latest figures available from the U.S. Census Bureau. The most recent data shows a 2022 unemployment rate of 2.3%, a slight increase from the 2021 unemployment rate of 2.2%. The long term outlook for the County is positive.

Walton County is attractive to business and industry as evidenced by the expansion of current industries such as Hitachi Automotive Systems expanding their Walton County Facilities and adding 100 new jobs. Takeda in Stanton Springs received FDA approval for production and increased the number of employees. Facebook continues to expand their technical campus in Stanton Springs and began hiring for their site. Walton County, in partnership with Newton County, Morgan County and Jasper County developed Stanton Springs to recruit business and industry to the area. Recently Rivian Inc. chose a site in Walton County for its second Electric Vehicle Plant which would bring 7,500 jobs to the area. The largest General Mills Distribution Center in the southeast has located in Social Circle with 186 employees. In addition to General Mills, Wal-Mart has a distribution center in Walton County which accounts for close to 1,000 jobs combined. Other industries located in Walton County include Standridge Color Corporation, Solo Cup, Hitachi Automotive Systems Americas, Inc., Leggett and Platt, Minerva, and Tucker Door and Frame. The diversity of the private sector employers protects the local economy from particular industry fluctuations. Close proximity to transportation hubs, such as the Atlanta airport and converging interstates 20, 75, 285, and 85, continue to make Walton County attractive to business and industry, looking to relocate from other areas of the state and outside the state.

In addition to production, manufacturing, warehousing and distribution, retail commerce and a variety of professionals are integral to Walton County's economy. Home Depot and Wal-Mart have large retail stores in the County. Walton County is the home of the Blue Willow Inn home of the world famous fried green tomatoes attracting tourists to Walton County. Walton County has several health care specialists and facilities. Walton County's proximity to University of Georgia, Georgia State University and Georgia Piedmont Technical College enhance the County's attractiveness to business and industry. Athens Technical College campus located in Monroe provides additional access to higher education for County residents.

Long Term Financial Planning: The unassigned fund balance in the general fund is 85.8% of total general fund expenditures and falls within the policy guidelines set by the Board of Commissioners for budgetary and planning purposes.

The County continued its partnership with the Walton County Board of Education to share a gas terminal to reduce the cost of gas and diesel for both the County and the Board of Education.

Capital Improvement Program

The County's Capital Improvement Program is used a guide for acquisition, construction and replacement of capital assets. Various departments develop plans specific to their functional areas provide additional guidance to the Board of Commissioners in allocating assets for capital projects.

Impact Fees: To better maintain adequate service levels within the County, Impact Fees are charged in accordance with Walton County Impact Fee Ordinance. These fees are designated to be used for capital improvement projects related to Fire, EMS, Sheriff, jail, library acquisitions, and the acquisition of park land and construction of recreation facilities needed to maintain the current level of service in the face of future growth.

SPLOST: In 2001 the County implemented the use of the 1% tax, the Special Purpose Local Option Sales Tax (SPLOST) as voted on by the citizens of Walton County. The SPLOST implemented in 2019 is shared with the cities of Social Circle, Loganville, Monroe, Jersey, Walnut Grove, Between, and Good Hope. The SPLOST tax revenue in fiscal year 2022 was \$19,253,059.

The Annual Comprehensive Financial Report (ACFR) has been prepared following the guidelines recommended by the Governmental Finance Officers Association of the United States and Canada (GFOA). The County received the Certificate of Excellence in Financial Reporting for the past eleven years, fiscal years 2011 through 2021, for the County's Annual Comprehensive Financial Report. We believe the data in this report is accurate and conforms to the standards of the GFOA program for the Certificate of Excellence in Financial Reporting and will submit this report to the GFOA for evaluation of eligibility for the Certificate for this fiscal year.

The preparation of the Annual Comprehensive Financial Report could not have been accomplished without the dedication of the staff in the Finance and Accounting Department of Walton County and the contributions of the Constitutional Officers, Department Heads and assistance of Mauldin and Jenkins, LLC. We wish to express our appreciation to the Chairman of the Board of Commissioners, the Board of Commissioners and the County Manager for their leadership and unfailing support in maintaining the highest standards of professionalism in management and sound financials of Walton County.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'M. Cronheim', followed by a horizontal line.

Milton Cronheim
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Walton County
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

WALTON COUNTY, GEORGIA
Principal Officials

Board of Commissioners
June 30, 2022

David Thompson	Chairman
John Ward III	County Manager
Bo Warren	Commissioner District 1
Mark Banks	Commissioner District 2
Timmy Shelnett	Commissioner District 3
Lee Bradford	Commissioner District 4
Jeremy Adams	Commissioner District 5
Kirklyn Dixon	Commissioner District 6

Charles Ferguson Jr, County Attorney

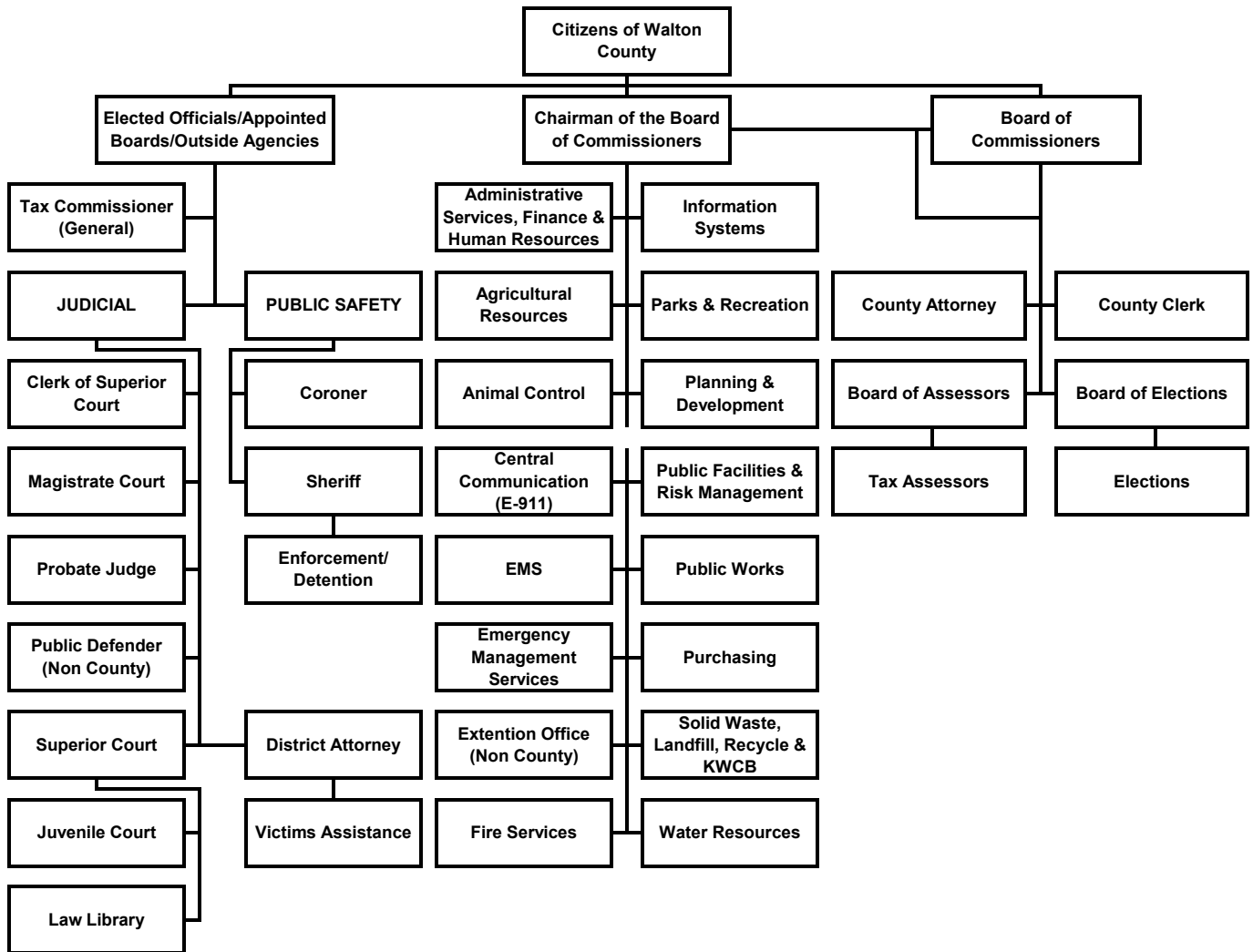
Rhonda Hawk, County Clerk

Other Elected Officials

Karen David	Clerk of Superior Court
Joe Page	Coroner
Randy McGinley	District Attorney
Mike Burke	Magistrate Judge
Bruce Wright	Probate Judge
Joe Chapman	Sheriff
John Ott	Superior Court Chief Judge
Jeffrey Foster	Superior Court Judge
Layla Zon	Superior Court Judge
Cheveda McCamy	Superior Court Judge
Kendall Wynne, Jr.	Superior Court Judge
Derry Boyd	Tax Commissioner

WALTON COUNTY, GEORGIA

Organization Chart - June 30, 2022



FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

**Board of Commissioners
Of Walton County, Georgia
Monroe, Georgia**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of **Walton County, Georgia** (the "County"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Walton County Health Department, which represents 27 percent, 12 percent, and 66 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units as of June 30, 2022, and the respective changes in financial position for the year then ended. We also did not audit the financial statements of the Joint Development Authority of Jasper County, Morgan County, Newton County and Walton County, a joint venture for which the County has an equity interest recorded in the amount of \$31,067,689 as of June 30, 2022 that was determined based on those financial statements. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relates to the amounts included for the Walton County Health Department and related to the Joint Development Authority of Jasper County, Morgan County, Newton County and Walton County, are based solely on the reports of the other auditors.

Basis for Opinions

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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of a Matter – Change in Accounting Principle

As described in Note 8 to the financial statements, during the fiscal year ended June 30, 2022, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management 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; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the budgetary comparison information for the General Fund and American Rescue Plan Fund, the schedule of changes in the County's total OPEB liability and related ratios, the schedule of changes in the County's net pension liability and related ratios, and the schedule of County contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary 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 accompanying combining and individual nonmajor fund financial statements and schedules and schedules of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-121, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and the schedules of expenditures of special purpose local option sales tax proceeds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2022, 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 21, 2022

WALTON COUNTY, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Walton County's Annual Comprehensive Financial Report provides a narrative overview and analysis of the financial activities of Walton County, Georgia for the fiscal year ended June 30, 2022. Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts. Please read it in conjunction with the letter of transmittal at the front of this report and the County's financial statements, which begin on page 17 and the Notes to the Financial Statements, which begin on page 30.

FINANCIAL HIGHLIGHTS

- Walton County's total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$311.8 million (net position) at fiscal year-end, June 30, 2022. Total net position for governmental activities was \$207.1 million; total net position for business-type activities was \$104.7 million.
- The government's total net position increased by \$30.7 million. Most of this increase (82.6%) occurred in Governmental activities. Total combined revenues for governmental and business-type activities were \$131.9 million, an increase of approximately \$6.6 million from the prior fiscal year.
- Total combined expenditures for governmental and business-like activities were \$101.2 million, an increase of approximately \$8.1 million from the prior fiscal year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$48.6 million or 85.8% of the total general fund expenditures.
- The County has been upgraded to Aa1 from Moody's rating service and to AA from Standard and Poor's rating service due in part to continued financial strength and sound fiscal policy.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Government-Wide financial statements, the Statement of Net Position and the Statement of Activities (on pages 17-19), provide information about the activities of the County as a whole and present a longer-term view of the County's finances. The Statement of Net Position presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between them reported as net position. The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. The governmental fund financial statements start on page 20. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. The remaining statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the government.

Government-wide Reporting:

The Statement of Net Position and the Statement of Activities

Our analysis of the County as a whole begins on page 17. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the year's activities?" The *Statement of Net Position* and the *Statement of Activities* report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net position and changes in them. You can think of the County's net position—the difference between assets and deferred outflows and liabilities and deferred inflows—as one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net position are indicators of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the County's property tax base and the condition of the County's roads, to assess the overall well-being of the County.

In the *Statement of Net Position* and the *Statement of Activities*, we divide the County into three kinds of activities:

Governmental activities—Most of the County's basic services are reported here, including public safety, public works, judicial, planning, development, and parks departments, as well as general administration. Property taxes, fees, fines, and state and federal grants finance most of these activities.

Business-type activities—The County charges a fee to customers to help it cover the cost of certain services it provides. The County's Emergency Medical Services, Water & Sewerage, Solid Waste, Solid Waste and Recycling Operations are reported here.

Component units—The County includes six separate legal entities in its report—the Walton County Development Authority, the Walton County Commission on Children & Youth, the Walton County Health Department, the Walton County Water and Sewerage Authority, the Walton County Public Purpose Corporation, and the Walton County Industrial Building Authority. Although legally separate, these “component units” are important because the County is either financially accountable, or may maintain control by means of appointments to the governing boards of these organizations. The Walton County Water and Sewerage Authority is a blended component unit reported as part of the County's Water & Sewer Fund, and the Walton County Public Purpose Corporation is reported as a special revenue fund. The Walton County Industrial Building Authority is reported as the Public Safety Complex Fund, a major capital projects fund. Financial information for the County's other three component units are found beginning on page 28.

Reporting the County's Most Significant Funds

Fund Financial Statements

Our analysis of the County's major funds begins on page 20. The fund financial statements also begin on page 20 and provide detailed information about the most significant funds—not the County as a whole. Some funds are required by State law and by bond covenants. However, the County establishes other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants received from the U.S. Department of Justice). The County's funds—*governmental, proprietary and fiduciary*—use different accounting approaches.

Governmental funds—Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between government-wide information (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental fund information in reconciliations on pages 17, 18, 19, plus 20, 21, and 22 respectively.

Proprietary funds—When the County charges customers for the services it provides—whether to outside customers or to other units of the County—these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the *Statement of Net Position* and the *Statement of Activities*. In fact, the County’s enterprise funds (a type of proprietary funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. The County’s Employee Benefits and Workers’ Compensation Funds, used to pay for health care and workers’ compensation claims, are included in the proprietary fund group as internal service funds. The proprietary fund statements begin on page 23.

The County as Trustee

Reporting the County’s Fiduciary Responsibilities

Fiduciary funds—these funds are used to account for assets held for others. All of the County’s fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities on pages 26 and 27. These agency funds’ balances are due to others as of fiscal year end. We exclude these activities from the County’s other financial statements because the County cannot use these assets to finance its operations.

Government-wide Financial Analysis

In order to allow for useful comparative analysis, government-wide financial information is provided for the fiscal years ended June 30, 2022 and June 30, 2021.

Net position may, over time, serve as an indicator of a government’s financial position. Walton County’s total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$311.8 million (net position). Total net position for governmental activities was \$207.1 million; total net position for business type activities was \$104.7 million.

The largest portion of Walton County’s net position (52.4%) reflects its net investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. Walton County uses these capital assets to provide services to citizens.

A portion of Walton County’s net position, \$63.1 million are resources subject to external restrictions as to how they may be used. The remaining balance of net position \$85.3 million is unrestricted and may be used to meet the County’s continuing service to the citizens and creditors.

Net Position
(\$ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government Activities	
	2022	2021	2022	2021	2022	2021
Current and Other Assets	\$ 268,754	\$ 121,934	\$ 47,978	\$ 44,413	\$ 316,732	\$ 166,347
Capital assets	103,713	100,790	141,738	143,609	245,451	244,399
Total assets	<u>372,467</u>	<u>222,724</u>	<u>189,716</u>	<u>188,022</u>	<u>562,183</u>	<u>410,746</u>
Total deferred outflow of resources	<u>2,000</u>	<u>2,762</u>	<u>3,924</u>	<u>3,473</u>	<u>5,924</u>	<u>6,235</u>
Current liabilities	24,791	13,645	2,972	2,952	27,763	16,597
Long-term liabilities	133,911	26,882	85,822	88,955	219,733	115,837
Total liabilities	<u>158,702</u>	<u>40,527</u>	<u>88,794</u>	<u>91,907</u>	<u>247,496</u>	<u>132,434</u>
Total Deferred Inflows of	<u>8,669</u>	<u>3,211</u>	<u>112</u>	<u>195</u>	<u>8,781</u>	<u>3,406</u>
Net position:						
Net investment in capital assets	78,806	92,106	84,606	84,181	163,412	176,287
Restricted	62,832	42,781	273	508	63,105	43,289
Unrestricted	65,458	46,862	19,856	14,704	85,314	61,566
Total net position	<u>\$ 207,096</u>	<u>\$ 181,749</u>	<u>\$ 104,735</u>	<u>\$ 99,393</u>	<u>\$ 311,831</u>	<u>\$ 281,142</u>

CHANGES IN NET POSITION

The County's total net position increased from fiscal year 2021 by approximately \$30.7 million or 10.9 %. The increase in net position was a result of an increase in revenues in both governmental and business type activities along with a smaller increase in expenditures in both governmental and business type activities.

Total revenue for governmental activities was \$112.0 million for fiscal year 2022, an increase of \$4.5 million from fiscal year 2021 as the County received an increase in LMIG funding for roads, fire premium, and insurance revenue. Sales tax collections were up over the previous year due to modest growth in the County.

Total expenditures for governmental activities were \$82.9 million in fiscal year 2022, an increase of \$7.8 million from fiscal year 2021, due primarily to inflationary pressures including salary increases and increases in fuel, materials and intergovernmental expenditures in fiscal year 2022.

Total revenues for business-type activities increased to \$19.9 million in fiscal year 2022, an increase of approximately \$2.1 million from fiscal year 2021.

Total expenses for business-type activities increased by approximately \$240,000 in fiscal year 2021 to \$18.3 million in fiscal year 2022, mostly due to inflationary pressures.

Changes in Net Position
(\$ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Revenues						
Program revenues:						
Charges for services	\$ 11,882	\$ 11,414	\$ 19,023	\$ 16,906	\$ 30,905	\$ 28,320
Operating grants and contributions	3,663	7,157	87	389	3,750	7,546
Capital grants and contributions	75	2,025	-	-	75	2,025
General revenues:						
Property taxes	43,565	41,072	-	-	43,565	41,072
Sales taxes and other taxes	35,196	29,940	-	-	35,196	29,940
Insurance premium taxes	4,169	4,169	-	-	4,169	4,169
Business taxes and other taxes	1,214	1,145	-	-	1,214	1,145
Intergovernmental	-	-	720	486	720	486
Investment earnings	281	35	26	16	307	51
Increase in equity interest in joint venture	11,927	10,525	-	-	-	10,525
Gain on sale of capital assets	39	67	-	-	39	67
Total revenues	112,011	107,549	19,856	17,797	119,940	125,346
Expenses						
General government	13,564	10,554	-	-	13,564	10,554
Judicial	7,417	7,228	-	-	7,417	7,228
Public safety	36,513	33,724	-	-	36,513	33,724
Public works	15,353	16,369	-	-	15,353	16,369
Health and welfare	1,214	1,179	-	-	1,214	1,179
Culture and recreation	3,925	3,474	-	-	3,925	3,474
Housing and development	3,608	2,067	-	-	3,608	2,067
Interest on long-term debt	1,333	483	-	-	1,333	483
EMS	-	-	5,835	4,958	5,835	4,958
Water and sewer	-	-	10,753	11,547	10,753	11,547
Solid waste	-	-	1,663	1,503	1,663	1,503
Total expenses	82,927	75,078	18,251	18,008	101,178	93,086
Increase in net position before transfers	29,084	32,471	1,605	(211)	18,762	32,260
Transfers	(3,737)	(2,866)	3,737	2,866	-	-
Change in net position	25,347	29,605	5,342	2,655	18,762	32,260
Net position beginning of year	181,749	152,144	99,393	96,738	281,142	248,882
Net position end of year	\$ 207,096	\$ 181,749	\$ 104,735	\$ 99,393	\$ 299,904	\$ 281,142

Financial Analysis of the County's Funds

Walton County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

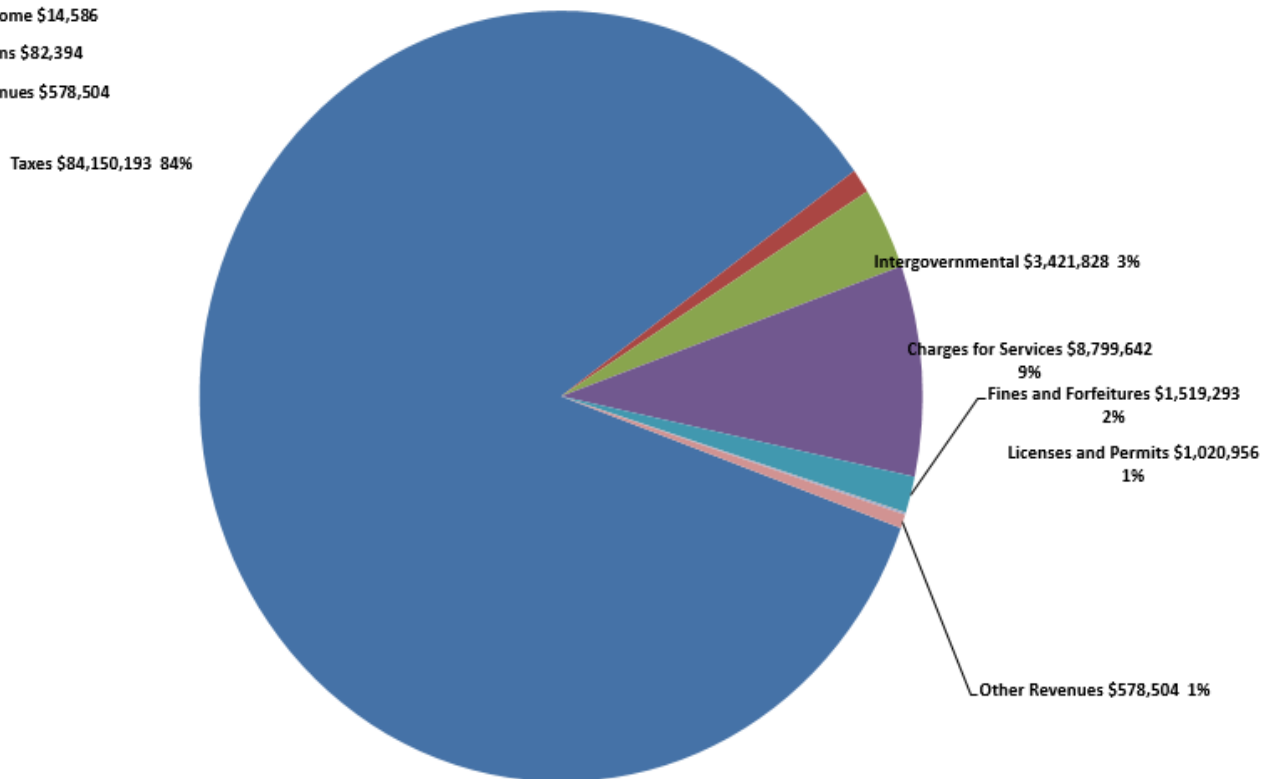
Governmental Funds: The objective of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financial requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. It should be noted, however, that the County's major revenue source—property taxes on real property—are only received once a year, approximately six months after the close of the fiscal year. The fund balance in conjunction with projected other revenues at the close of any fiscal year should be large enough to provide adequate financial resources until the next fiscal year's property taxes are received.

The County ended fiscal year 2022 with a combined fund balance of \$206.2 million for governmental funds including \$48.5 unrestricted fund balance in the General Fund, \$42.5 million restricted for capital projects, \$381,870 restricted for judicial services, \$113.0 million restricted for public safety, and \$372,929 restricted for health and welfare.

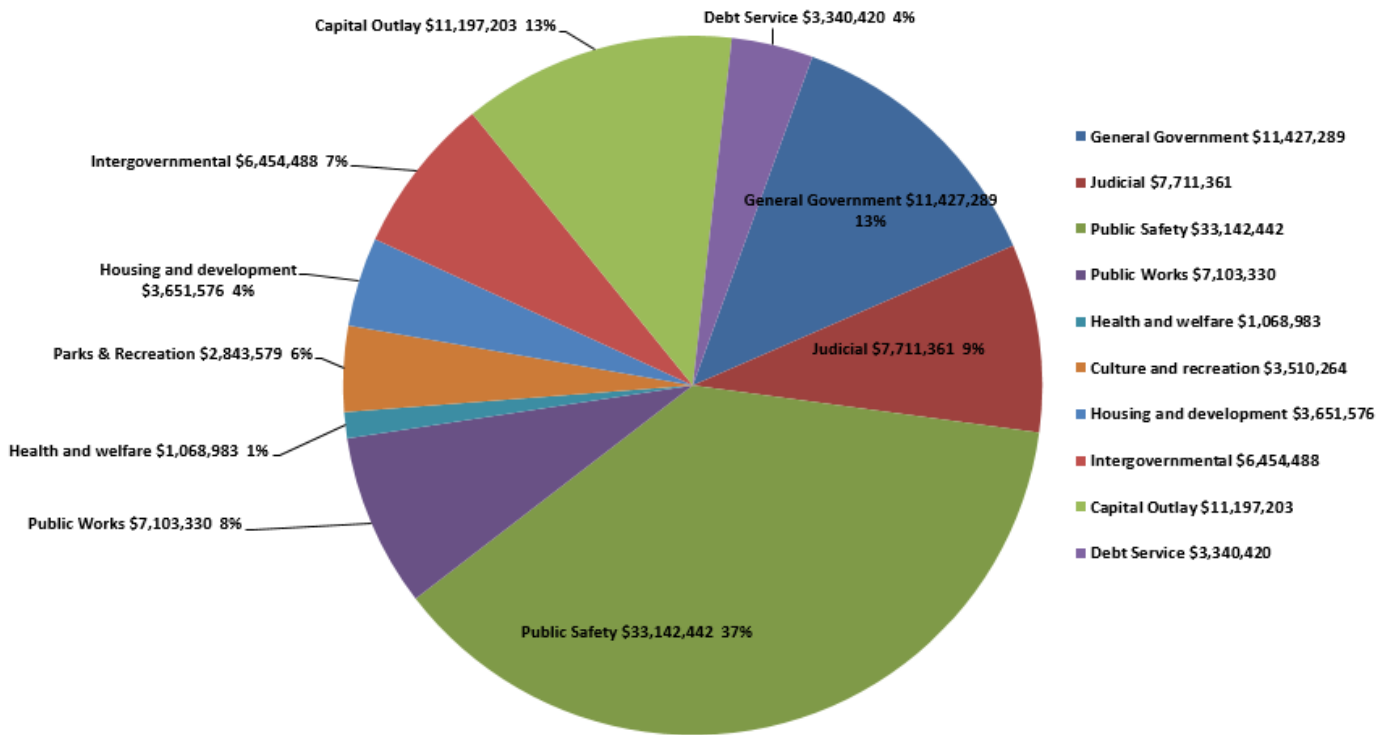
As can be seen from the chart below, approximately 84.5% of the County's combined total revenue for governmental funds was provided by taxes. Property taxes accounted for 43.8% of the County's general government revenue while sales tax and other taxes account for 40.7% of the County's general government revenues. Property taxes as a percent of the County's total revenue decreased 7.8% from the prior year due primarily due to a decrease in the millage rates. The County charges fees for services decreased slightly to approximately 8.8% of revenue, fines and forfeitures imposed by the Courts (Superior, Probate, Magistrate, & Juvenile) for violations of laws and ordinances decreased slightly from the prior fiscal year to 3.4% of total governmental funds revenue.

- Taxes \$84,150,193
- Licenses and Permits \$1,020,956
- Intergovernmental \$3,421,828
- Charges for Services \$8,799,642
- Fines and Forfeitures \$1,519,293
- Interest Income \$14,586
- Contributions \$82,394
- Other Revenues \$578,504

Revenues Fiscal Year Ending June 30, 2022



Fiscal Year 2022 Expenditures



The County’s major expense, ensuring public safety, increased slightly to 37.5% of the total governmental expenses. Public Safety includes law enforcement, jail operations, fire protection, E-911, coroner, animal control, and emergency management. Expenditures for capital vehicles and equipment increased slightly in fiscal year 2022 as compared to the prior year to 13% of expenditures.

The County continually assesses the condition of its infrastructure and engages in systematic preventive maintenance as well as improvements on the 755 miles of county-maintained roads. The County was able to rebuild and resurface 23.5 miles of roads in fiscal year 2022, 8.1 miles more than in prior fiscal year. Fiscal year 2022 expenditures in Public Works decreased by 25.8% as compared to the prior fiscal year. Resurfacing costs were expensed in the Public Works Program. The County received funding from the State of GA through the LMIG program which was matched with SPLOST dollars to pay for many the road projects. The County worked on joint road projects the cities of Monroe, Between and Social Circle.

Health and Welfare along with Culture and Recreation expenditures increased 3.2% and 16.5% from the prior fiscal year, respectively, as the pandemic eased and youth programs started back. Debt service expenditures decreased by \$2.3 million due to the significant amount of financed purchases paid off in fiscal year 2021. General Government and Judicial expenditures rose by 16.3% and 9.5% respectively as demand for services in these areas continues to increase.

Major Funds:

General Fund

The General Fund is the operating fund of the County. At the end of fiscal year 2022, the unassigned fund balance was \$48.5 million up \$5.2 million (11.9%) from fiscal year 2021. The total fund balance in the general fund increased approximately \$5.5 million from the prior fiscal year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Total unrestricted fund balance is 97.7% of total fund balance and represents approximately 85.8% of total general fund expenditures. The General Fund supplemented capital projects funds', special revenue funds', and proprietary funds' expenditures by approximately \$5.3 million in fiscal year 2022, approximately \$186,500 more than the prior fiscal year.

Revenues from property and sales taxes provided the bulk of the County's revenue and increased by approximately 6.4%. Expenditures increased by \$8.0 million (16.6%) due primarily to the increased demand for services resulting from inflationary pressure and increased costs. Walton County was able to meet public safety needs, expansion of parks and recreation facilities and services, along with repair and maintenance of the Counties roads and bridges. In an effort to be good stewards of taxpayers' funds, County offices continued to make concerted efforts to improve efficiencies in providing necessary services. Additional information about the General Fund can be found in the Budgetary Comparison Schedule.

Special Local Option Sales Tax (SPLOST III AND SPLOST IV) Capital Projects Funds

The imposition of a 1% Special Local Option Sales Tax beginning on January 1, 2002 and raised \$19.3 million in fiscal year 2022. In accordance with the Intergovernmental Agreement with participating cities, the County received \$12.9 million and the cities received \$6.4 million of the SPLOST revenue.

SPLOST III Fund was established for the proceeds of the special six-year one cent sales tax and projects approved by voters on November 8, 2011 to commence January 1, 2013 and ended December 31, 2018 to raise an estimated \$60 million for capital projects for the County and the Cities of Monroe, Loganville, Social Circle, Walnut Grove, Good Hope, Jersey, and Between. SPLOST III sales tax raised approximately \$60.5 million through December 31, 2018.

SPLOST IV Fund was established for the proceeds of the special six-year one cent sales tax and projects approved by voters on November 6, 2018 to commence January 1, 2019 to raise an estimated \$60 million for capital projects for the County and the Cities of Monroe, Loganville, Social Circle, Walnut Grove, Good Hope, Jersey, and Between. To date SPLOST IV sales tax has raised \$56.9 million in the first three and a half years of collections.

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

In fiscal year 2022 several capital projects were funded with SPLOST funds. The County completed several Road and Bridge projects, purchased and began renovating a building for planning and zoning plus purchased land to expand the County's park areas in Walnut Grove.

American Rescue Fund

The County received \$9,186,791 in June 2021 and \$9,186,791 in June 2022. This represents the full amount for the direct federal portion of the COVID-19 related grant. The money is to be used exclusively for water and sewer projects, including water line extension costs.

Public Safety Complex Fund

During fiscal year 2022, the County received proceeds of approximately \$111.9 million through the issuance of Industrial Building Authority Revenue Bonds to finance the construction of the public safety complex.

Non-Major Governmental Funds:

The fund balance of non-major governmental funds was approximately \$6.4 million as of the year ended June 30, 2022, an increase of \$1.1 million from the prior fiscal year. The County used restricted cash from special revenue funds for a variety of public safety and judicial activities. The non-major governmental fund totals are a combination of the following special revenue funds and capital projects funds:

Special Revenue Funds

The County uses special revenue funds to account for the collection and disbursement of revenues that are legally restricted to expenditures for specific purposes. Included in this classification are:

- Law Library Fund
- Forfeited Drug Seizure Fund
- Inmate Phone Fund
- Clerk's Authority Fund
- Juvenile Supplemental Services Fund
- Multiple Grant Fund
- Sheriff's Programs Fund
- Drug Abuse Treatment & Education Fund
- DARE Program Fund
- Crime Victim's Assistance Fund
- Seized Drug Fund
- Inmate Commissary Fund
- DA Forfeiture Fund
- Forfeited Federal Drug Fund
- Walton County Public Purpose Corporation
- Fire Fund
- Emergency 911 Fund

Capital Projects Funds

The governmental capital projects funds are used to account for the acquisition and construction of major capital facilities, other than those financed by proprietary funds: SPLOST III, SPLOST IV, Impact Fees Fund, and the Public Safety Complex Fund.

Proprietary Funds

The County reports three enterprise funds activities as proprietary funds: Solid Waste and Recycling Operations, Emergency Medical Services, and Water and Sewer Operations. The County began providing Emergency Medical Services on July 1, 2001 and began water operations in 2007 with the acquisition of the Water Authority.

In the EMS Fund, operating revenues decreased by \$96,985 (2.9% decrease), while expenses increased (\$877,813) from fiscal year 2021. In the Solid Waste Fund, revenues decreased by \$22,150 (2.1%) while expenses increased by \$151,173. The Water and Sewer Fund realized operating income of \$5.7 million in fiscal year 2022 a result of increase in water sales and adjustment in meter fees.

More detailed information about the County's proprietary funds can be found beginning on page 23.

The County's two internal service funds for employee health care and workers' compensation claims had combined assets of \$3.3 million, liabilities of \$2.5 million, and unrestricted net position of \$885,726, an increase from fiscal year 2021 due to decrease in claims and increase in return on investments.

Fiduciary Funds

These agency funds are used to account for resources held for the benefit of parties outside the government; therefore assets are equal to liabilities. Additional information is available on pages 109 and 110 of the Combining and Individual Fund Statements and Schedules Section. We exclude these activities from the County's other financial statements because the County cannot use these assets to finance its operations. The County is responsible for ensuring that the assets reported in these funds are used for the intended purposes.

GENERAL FUND BUDGETARY HIGHLIGHTS

The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level. The most significant budget is that of the General Fund. The County's final General Fund revenue and expenditure budgets for fiscal year 2022 reflect a net increase of approximately of \$5.3 million over fiscal year 2021.

Few significant budget amendments were made to expenditures in fiscal year 2022. Most budget amendments were related to public safety, public works and funds that were transferred from other parts of their operating budgets to cover the increase in expenditures or involved capital project budget amendments for Fire and E-911.

As previously noted, at the end of fiscal year 2022, revenues exceeded expenditures resulting in an approximately \$5.6 million increase in fund balance for the General Fund. The Board of Commissioners exerts considerable control over expenditures during the course of the fiscal year and continually seeks more efficient and cost effective means for providing services to the citizens of Walton County.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2022 amounted to \$245.5 million, net of accumulated depreciation. This investment in capital assets includes land, site improvements, construction-in-progress, buildings and building improvements, equipment, lease assets and infrastructure. Total capital assets, net of additions, retirements and depreciation, increased by \$2.9 million for governmental activities and decreased approximately \$1.8 million for business-type activities a result of increase in retired or divested assets. Additional information on Capital Assets can be found in Note 7 of the Notes to the Financial Statements.

Major capital asset activities in FY 2022 include:

- \$53,929 for Agricultural Center upgrades
- \$143,455 for renovation of the Annex I building for Planning and Zoning's new office
- \$1,469,000 for the purchase of land for future Walnut Grove Park
- \$160,691 for ARPA used for Water projects
- \$1,464,602 for additional Water projects using SPLOST funds
- \$1,815,000 on other Road Projects
- \$72,765 for Hammond Dr Courthouse renovations
- \$2,351,329 for the new Public Safety Complex during FY 2022
- \$1,329,088 for Vehicles for various departments
- \$610,132 for Capital Equipment

Long-term Debt

As of June 30, 2022, Walton County had no outstanding general governmental debt principal. The remaining governmental long-term debt is comprised of waterline and reservoir agreements with Newton County, and financed purchases and lease liabilities on equipment for multiple departments and DFCS building. Governmental long-term debt decreased by \$1.9 million as the County continued to pay down outstanding balances.

Water and Sewer Fund outstanding bond debt decreased from \$59.7 million to \$57.2 million at June 30, 2022. The Water and Sewer Debt is comprised of four bond issues including \$46.8 million for the Hard Labor Creek Reservoir project and \$8.7 million for Series 2013 Water Revenue Bonds.

The Public Safety Complex Revenue bond debt was issued during fiscal year 2022. The County will use those proceeds along with the remaining restricted SPLOST 2013 money for the project. The outstanding long term debt related to this issuance at the end of the fiscal year was \$111.9 million.

Additional information about the County's long-term debt can be found in Note 10 of the *Notes to the Financial Statements*.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Board of Commissioners sets rigorous standards for sound financial management of the County, regularly considering the needs of the community in light of the costs to provide for those needs and the various sources of funding available.

The Board of Commissioners annually adopts a balanced budget, sets the millage rate to provide general revenues to cover the costs of all county programs that are not covered by specific program revenues, maintains an adequate unassigned general fund balance, and adopts financial policies to enhance the ability to maintain a safe and sound financial structure for the County.

The County's elected and appointed officials considered many factors when setting the fiscal year 2022 fund budgets and tax rates. One of those factors was the economy. Economic activity in Walton County followed regional and national trends, picking up toward the end of the fiscal year compared to previous years. Retail sales tax increased slightly during the year due in part to a modest improvement in the local economy. As development continued to increase, the tax digest increased, and the County was able to maintain satisfactory levels of service to its citizens and hold the property tax revenue stable.

The Commissioners actively participate in regional planning with State and Federal agencies, neighboring counties and the counties in the Atlanta metropolitan area, as well as with the municipalities within the County to maximize services to our citizens and minimize the costs of providing those services. Local governments, the Walton County Development Authority, and the Walton County Chamber of Commerce work together to develop and expand business and industry in Walton County. Also, the Joint Development Authority, a four-county regional technology park – Stanton Springs, provides a venue for future growth of business and industry in the area. In Stanton Springs Industrial Park, Facebook continued to work on Phase I construction of their campus including state of the art facilities. Shire was sold to Tekata and received final permitting on additional product lines, becoming one of the largest pharmaceutical companies in the world.

Future growth will undoubtedly bring increased demands on existing infrastructure, water supply, wastewater treatment, and solid waste disposal. The Hard Labor Creek reservoir project, a joint venture between Walton County, Oconee County and the Walton County Water Authority completed the reservoir construction and construction on an additional intake. The reservoir reached full pool and the recreational area including a dock, boat launch, and parking lot enjoyed by the public in fiscal year 2021. The County finished construction on a larger fire station at the Hard Labor Creek Reservoir.

The Board of Commissioners is dedicated to planning and preparing for growth. The Comprehensive Land Use plan is one of the tools utilized by the Board to ensure that the needs and concerns of the citizens of Walton County are met. The Board updates the Comprehensive Land Use Plan annually.

Walton County continues to upgrade the E911 system including the purchase and distribution of radio equipment to first responders in multiple jurisdictions to allow for better communication with each other. Parks and Recreation moved forward on the construction of a batting facility at the West Walton Park, purchased land near Meridian Park for park expansion, along with putting the finishing touches on a Splash Park and Pickleball Courts at Between. Planning and Development Department reported an increase in building permits over the prior fiscal year to approximately 679 single family resident permits.

The second half of fiscal year 2022 continued to be a trying time for all of us. The pandemic appeared to be in the final stages as the County's financial growth stayed on track. The future is always uncertain but Walton County appears poised to sustain its stable and steady growth pattern exemplified in fiscal year 2022.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Walton County Finance Department at 303 South Hammond Drive, Suite 333, Monroe, Georgia 30655.

WALTON COUNTY, GEORGIA

**STATEMENT OF NET POSITION
JUNE 30, 2022**

	Primary Government			Component Units
	Governmental Activities	Business- Type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 106,485,901	\$ 18,694,712	\$ 125,180,613	\$ 5,357,355
Investments	122,579,475	1,471,029	124,050,504	-
Accounts receivable, net of allowances	788,787	2,070,149	2,858,936	382,004
Interest receivable	647	-	647	-
Due from other governments	3,293,825	848,422	4,142,247	-
Due from primary government	-	-	-	390,199
Internal balances	(67,536)	67,536	-	-
Inventories	496,374	214,904	711,278	-
Prepaid items	288,894	15,328	304,222	-
Restricted cash and cash equivalents	-	1,819,292	1,819,292	-
Long-term intergovernmental receivables	-	22,777,043	22,777,043	-
Investment in joint venture	31,067,689	-	31,067,689	-
Lease receivable	3,819,797	-	3,819,797	-
Capital assets				
Nondepreciable	30,238,305	66,502,945	96,741,250	4,161,578
Depreciable, net of accumulated depreciation	73,474,371	75,235,067	148,709,438	642,755
Net OPEB asset	-	-	-	94,458
Total assets	<u>372,466,529</u>	<u>189,716,427</u>	<u>562,182,956</u>	<u>11,028,349</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	-	3,878,552	3,878,552	-
Deferred outflows of resources - pension items	1,946,745	45,697	1,992,442	456,499
Deferred outflows of resources - OPEB items	53,640	-	53,640	119,312
Total deferred outflows of resources	<u>2,000,385</u>	<u>3,924,249</u>	<u>5,924,634</u>	<u>575,811</u>
LIABILITIES				
Accounts payable	4,798,765	602,271	5,401,036	255,297
Retainage payable	500,875	-	500,875	-
Accrued liabilities	288,049	1,511,274	1,799,323	-
Unearned revenue	18,210,070	-	18,210,070	-
Due to other governments	602,968	-	602,968	-
Due to component units	390,199	-	390,199	-
Customer deposits payable	-	858,684	858,684	-
Lease liability due within one year	35,941	-	35,941	-
Financed purchases due within one year	789,736	-	789,736	-
Financed purchases due in more than one year	5,609,425	-	5,609,425	-
Notes payable due in more than one year	-	27,922,734	27,922,734	-
Bonds payable due within one year	-	3,300,000	3,300,000	-
Bonds payable due in more than one year	111,932,847	53,877,017	165,809,864	-
Compensated absences due within one year	2,060,254	242,122	2,302,376	2,270
Compensated absences due in more than one year	200,495	215,629	416,124	89,881
Claims payable due within one year	1,728,208	-	1,728,208	-
Claims payable due in more than one year	208,801	-	208,801	-
Landfill postclosure costs due in one year	-	5,747	5,747	-
Landfill postclosure costs due in more than one year	-	22,988	22,988	-
Net pension liability due in more than one year	10,024,461	235,309	10,259,770	798,057
Total OPEB liability due in more than one year	1,320,681	-	1,320,681	-
Total liabilities	<u>158,701,775</u>	<u>88,793,775</u>	<u>247,495,550</u>	<u>1,145,505</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension items	4,771,876	112,013	4,883,889	801,804
Deferred inflows of resources - OPEB items	134,651	-	134,651	476,048
Deferred inflows of resources - leases	3,762,683	-	3,762,683	-
Total deferred inflows of resources	<u>\$ 8,669,210</u>	<u>\$ 112,013</u>	<u>\$ 8,781,223</u>	<u>\$ 1,277,852</u>

continued

WALTON COUNTY, GEORGIA

**STATEMENT OF NET POSITION
JUNE 30, 2022**

	Primary Government			Component Units
	Governmental Activities	Business- Type Activities	Total	
NET POSITION				
Net investment in capital assets	\$ 78,805,923	\$ 84,605,507	\$ 163,411,430	\$ 4,804,333
Restricted for:				
Judicial	381,870	-	381,870	-
Public safety	19,099,358	-	19,099,358	-
Health and welfare	372,929	-	372,929	-
Capital projects	42,977,674	-	42,977,674	-
Debt service	-	273,307	273,307	-
Unrestricted	65,458,175	19,856,074	85,314,249	4,376,470
Total net position	<u>\$ 207,095,929</u>	<u>\$ 104,734,888</u>	<u>\$ 311,830,817</u>	<u>\$ 9,180,803</u>

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

WALTON COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-Type Activities		
Primary government:								
Governmental activities:								
General government	\$ 13,563,897	\$ 4,049,488	\$ 359,684	\$ 900	\$ (9,153,825)	\$ -	\$ (9,153,825)	\$ -
Judicial	7,417,243	2,277,773	191,654	-	(4,947,816)	-	(4,947,816)	-
Public safety	36,512,793	3,908,628	1,620,383	-	(30,983,782)	-	(30,983,782)	-
Public works	15,352,542	728,447	1,373,355	73,904	(13,176,836)	-	(13,176,836)	-
Health and welfare	1,214,209	139,680	48,000	-	(1,026,529)	-	(1,026,529)	-
Culture and recreation	3,924,937	777,835	49,974	-	(3,097,128)	-	(3,097,128)	-
Housing and development	3,607,874	-	19,818	-	(3,588,056)	-	(3,588,056)	-
Interest on long-term debt	1,332,781	-	-	-	(1,332,781)	-	(1,332,781)	-
Total governmental activities	<u>82,926,276</u>	<u>11,881,851</u>	<u>3,662,868</u>	<u>74,804</u>	<u>(67,306,753)</u>	<u>-</u>	<u>(67,306,753)</u>	<u>-</u>
Business-type activities:								
EMS	5,835,609	3,230,636	86,709	-	-	(2,518,264)	(2,518,264)	-
Water and sewer	10,752,588	14,778,598	-	-	-	4,026,010	4,026,010	-
Solid waste	1,663,305	1,014,142	-	-	-	(649,163)	(649,163)	-
Total business-type activities	<u>18,251,502</u>	<u>19,023,376</u>	<u>86,709</u>	<u>-</u>	<u>-</u>	<u>858,583</u>	<u>858,583</u>	<u>-</u>
Total primary government	<u>\$ 101,177,778</u>	<u>\$ 30,905,227</u>	<u>\$ 3,749,577</u>	<u>\$ 74,804</u>	<u>(67,306,753)</u>	<u>858,583</u>	<u>(66,448,170)</u>	<u>-</u>
Component units	<u>\$ 2,789,827</u>	<u>\$ 1,107,399</u>	<u>\$ 3,011,104</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,328,676</u>
		General revenues:						
		Property taxes			43,564,640	-	43,564,640	-
		Sales taxes			35,195,669	-	35,195,669	-
		Insurance premium taxes			4,168,628	-	4,168,628	-
		Business taxes			883,650	-	883,650	-
		Alcoholic beverage taxes			330,432	-	330,432	-
		Intergovernmental			-	720,068	720,068	-
		Unrestricted investment earnings			281,073	26,249	307,322	2,694
		Increase in equity interest in joint venture			11,927,629	-	11,927,629	-
		Gain on sale of capital assets			39,405	-	39,405	506,434
		Transfers			(3,736,919)	3,736,919	-	-
		Total general revenues and transfers			<u>92,654,207</u>	<u>4,483,236</u>	<u>97,137,443</u>	<u>509,128</u>
		Change in net position			<u>25,347,454</u>	<u>5,341,819</u>	<u>30,689,273</u>	<u>1,837,804</u>
		Net position, beginning of year			<u>181,748,475</u>	<u>99,393,069</u>	<u>281,141,544</u>	<u>7,342,999</u>
		Net position, end of year			<u>\$ 207,095,929</u>	<u>\$ 104,734,888</u>	<u>\$ 311,830,817</u>	<u>\$ 9,180,803</u>

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

WALTON COUNTY, GEORGIA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022**

	General	2013 SPLOST	2019 SPLOST	American Rescue Plan	Public Safety Complex Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 33,433,918	\$ 23,936,994	\$ 15,729,386	\$ 9,041,917	\$ 16,167,678	\$ 6,564,911	\$ 104,874,804
Investments	17,524,028	-	-	9,144,038	94,406,586	-	121,074,652
Accounts receivable, net	360,316	-	-	-	-	384,026	744,342
Due from other governments	1,423,066	-	1,775,314	37,640	-	57,805	3,293,825
Due from other funds	111,961	-	138,217	-	-	91,549	341,727
Prepays	157,992	-	-	-	-	35,979	193,971
Inventory	496,374	-	-	-	-	-	496,374
Lease receivable	-	-	-	-	-	3,819,797	3,819,797
Total assets	<u>\$ 53,507,655</u>	<u>\$ 23,936,994</u>	<u>\$ 17,642,917</u>	<u>\$ 18,223,595</u>	<u>\$ 110,574,264</u>	<u>\$ 10,954,067</u>	<u>\$ 234,839,492</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 2,911,856	\$ 232,375	\$ 680,993	\$ 2,479	\$ -	\$ 444,158	\$ 4,271,861
Retainage payable	-	-	500,875	-	-	-	500,875
Accrued liabilities	-	-	-	3,767	-	247,927	251,694
Unearned revenue	-	-	-	18,210,070	-	-	18,210,070
Due to other funds	294,967	-	-	-	-	51,470	346,437
Due to other governments	-	-	588,140	9,071	-	5,757	602,968
Due to component units	375,421	-	-	-	-	14,778	390,199
Total liabilities	<u>3,582,244</u>	<u>232,375</u>	<u>1,770,008</u>	<u>18,225,387</u>	<u>-</u>	<u>764,090</u>	<u>24,574,104</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	75,786	-	-	-	-	-	75,786
Unavailable revenue - intergovernmental	207,490	-	-	-	-	34,100	241,590
Deferred inflows of resources - leases	-	-	-	-	-	3,762,683	3,762,683
Total deferred inflows of resources	<u>283,276</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,796,783</u>	<u>4,080,059</u>
FUND BALANCES							
Fund balances:							
Nonspendable:							
Prepaid items	157,992	-	-	-	-	35,979	193,971
Inventory	496,374	-	-	-	-	-	496,374
Restricted for:							
Judicial	-	-	-	-	-	381,870	381,870
Public safety	-	-	-	-	110,574,264	2,451,186	113,025,450
Health and welfare	-	-	-	-	-	372,929	372,929
Capital projects	468,091	23,704,619	15,872,909	-	-	2,431,180	42,476,799
Committed to:							
Inmate needs	-	-	-	-	-	418,869	418,869
Sheriff's expenditures	-	-	-	-	-	335,654	335,654
Unassigned (deficit)	48,519,678	-	-	(1,792)	-	(34,473)	48,483,413
Total fund balances	<u>49,642,135</u>	<u>23,704,619</u>	<u>15,872,909</u>	<u>(1,792)</u>	<u>110,574,264</u>	<u>6,393,194</u>	<u>206,185,329</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 53,507,655</u>	<u>\$ 23,936,994</u>	<u>\$ 17,642,917</u>	<u>\$ 18,223,595</u>	<u>\$ 110,574,264</u>	<u>\$ 10,954,067</u>	

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

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.	103,712,676
Investment in joint venture is not a financial resource and, therefore is not reported in the governmental funds.	31,067,689
Unavailable revenues are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds.	317,376
Certain long-term liabilities are not due and payable in the current period and are therefore not reported in the governmental funds.	(120,665,053)
Net pension liability and the related deferred inflows and outflows of resources are not due and payable in the current period and are therefore not reported in governmental funds.	(12,849,592)
Total other postemployment benefit liability and the related deferred inflows and outflows of resources are not due and payable in the current period and are therefore not reported in governmental funds.	(1,401,692)
Internal service funds are used by management to charge the costs of health benefits and workers compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	729,196
Net position of governmental activities	<u>\$ 207,095,929</u>

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

WALTON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General	2013 SPLOST	2019 SPLOST	American Rescue Plan	Public Safety Complex Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 57,300,795	\$ -	\$ 19,253,059	\$ -	\$ -	\$ 7,596,339	\$ 84,150,193
Licenses and permits	1,020,956	-	-	-	-	-	1,020,956
Intergovernmental	1,447,869	-	-	488,369	-	1,485,590	3,421,828
Charges for services	5,495,356	-	-	-	-	3,304,286	8,799,642
Fines and forfeitures	1,244,243	-	-	-	-	275,050	1,519,293
Investment earnings (loss)	48,315	50,422	2,375	(1,792)	(317,492)	232,758	14,586
Contributions	55,394	-	-	-	-	27,000	82,394
Other revenues	469,428	-	6,095	-	-	102,981	578,504
Total revenues	<u>67,082,356</u>	<u>50,422</u>	<u>19,261,529</u>	<u>486,577</u>	<u>(317,492)</u>	<u>13,024,004</u>	<u>99,587,396</u>
Expenditures							
Current:							
General government	11,192,369	27,951	-	201,421	-	5,548	11,427,289
Judicial	7,341,574	-	-	1,842	-	367,945	7,711,361
Public safety	22,283,594	-	-	-	-	10,858,848	33,142,442
Public works	7,082,209	-	-	-	-	21,121	7,103,330
Health and welfare	861,603	-	-	-	-	207,380	1,068,983
Culture and recreation	3,488,535	-	-	-	-	21,729	3,510,264
Housing and development	3,651,576	-	-	-	-	-	3,651,576
Intergovernmental	-	-	6,378,307	-	-	76,181	6,454,488
Capital outlay	653,341	2,483,895	7,687,975	-	-	371,992	11,197,203
Debt service:							
Principal	-	-	1,061,941	-	-	907,274	1,969,215
Interest and fiscal charges	-	-	36,309	-	-	293,805	330,114
Bond issuance costs	-	-	-	-	1,041,091	-	1,041,091
Total expenditures	<u>56,554,801</u>	<u>2,511,846</u>	<u>15,164,532</u>	<u>203,263</u>	<u>1,041,091</u>	<u>13,131,823</u>	<u>88,607,356</u>
Excess (deficiency) of revenues over expenditures	<u>10,527,555</u>	<u>(2,461,424)</u>	<u>4,096,997</u>	<u>283,314</u>	<u>(1,358,583)</u>	<u>(107,819)</u>	<u>10,980,040</u>
Other financing sources (uses):							
Proceeds from sale of capital assets	76,654	-	-	-	-	-	76,654
Issuance of long-term debt	-	-	-	-	93,800,000	-	93,800,000
Premium on bonds	-	-	-	-	18,132,847	-	18,132,847
Transfers in	286,349	-	754,152	-	-	1,184,028	2,224,529
Transfers out	(5,338,500)	-	(319,132)	(286,349)	-	(21,303)	(5,965,284)
Total other financing sources (uses)	<u>(4,975,497)</u>	<u>-</u>	<u>435,020</u>	<u>(286,349)</u>	<u>111,932,847</u>	<u>1,162,725</u>	<u>108,268,746</u>
Net change in fund balances	<u>5,552,058</u>	<u>(2,461,424)</u>	<u>4,532,017</u>	<u>(3,035)</u>	<u>110,574,264</u>	<u>1,054,906</u>	<u>119,248,786</u>
Fund balances, beginning of year	<u>44,090,077</u>	<u>26,166,043</u>	<u>11,340,892</u>	<u>1,243</u>	<u>-</u>	<u>5,338,288</u>	<u>86,936,543</u>
Fund balances, end of year	<u>\$ 49,642,135</u>	<u>\$ 23,704,619</u>	<u>\$ 15,872,909</u>	<u>\$ (1,792)</u>	<u>\$ 110,574,264</u>	<u>\$ 6,393,194</u>	<u>\$ 206,185,329</u>

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

WALTON COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

Net change in fund balances - total governmental funds.	\$ 119,248,786
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. This is the amount by which capital outlays exceeded depreciation in the current period.	2,877,893
The statement of activities reports a gain on the sale of capital assets; however, the governmental funds report only the proceeds from the sale. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets sold.	(37,249)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	158,833
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	(109,963,632)
Internal service funds are used by management to charge the costs of health benefits and workers compensation to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	957,269
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>12,105,554</u>
Change in net position of governmental activities	<u>\$ 25,347,454</u>

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

WALTON COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	Water and Sewer	EMS	Other Enterprise Fund		
			Solid Waste	Total	
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 18,667,049	\$ 110	\$ 27,553	\$ 18,694,712	\$ 1,611,097
Restricted cash and cash equivalents	1,819,292	-	-	1,819,292	-
Investments	1,471,029	-	-	1,471,029	1,504,823
Accounts receivable, net of allowance	1,363,408	616,678	90,063	2,070,149	44,445
Interest receivable	-	-	-	-	647
Due from other governments	848,422	-	-	848,422	-
Due from other funds	-	-	-	-	93,704
Inventory	211,408	-	3,496	214,904	-
Prepaid items	228	15,100	-	15,328	94,923
Total current assets	<u>24,380,836</u>	<u>631,888</u>	<u>121,112</u>	<u>25,133,836</u>	<u>3,349,639</u>
NONCURRENT ASSETS					
Intergovernmental receivables	22,777,043	-	-	22,777,043	-
Capital assets:					
Nondepreciable	66,150,825	-	352,120	66,502,945	-
Depreciable, net of accumulated depreciation	73,650,755	1,190,007	394,305	75,235,067	-
Total noncurrent assets	<u>162,578,623</u>	<u>1,190,007</u>	<u>746,425</u>	<u>164,515,055</u>	<u>-</u>
Total assets	<u>186,959,459</u>	<u>1,821,895</u>	<u>867,537</u>	<u>189,648,891</u>	<u>3,349,639</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges on refunding	3,878,552	-	-	3,878,552	-
Deferred outflows of resources - pension items	45,697	-	-	45,697	-
Total deferred outflows of resources	<u>3,924,249</u>	<u>-</u>	<u>-</u>	<u>3,924,249</u>	<u>-</u>
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	445,982	79,182	77,107	602,271	526,904
Accrued expenses	56,775	148,332	26,439	231,546	-
Accrued interest	1,279,728	-	-	1,279,728	-
Customer deposits payable	858,684	-	-	858,684	-
Due to other funds	51,883	4,570	32,541	88,994	-
Claims payable - current portion	-	-	-	-	1,728,208
Bonds payable - current portion	3,300,000	-	-	3,300,000	-
Landfill postclosure - current portion	-	-	5,747	5,747	-
Compensated absences - current portion	77,847	129,801	34,474	242,122	-
Total current liabilities	<u>6,070,899</u>	<u>361,885</u>	<u>176,308</u>	<u>6,609,092</u>	<u>2,255,112</u>
NONCURRENT LIABILITIES					
Claims payable - long term portion	-	-	-	-	208,801
Notes payable - long term portion	27,922,734	-	-	27,922,734	-
Bonds payable - long term portion	53,877,017	-	-	53,877,017	-
Net pension liability	235,309	-	-	235,309	-
Landfill postclosure - long term portion	-	-	22,988	22,988	-
Compensated absences - long term portion	67,703	147,926	-	215,629	-
Total long term liabilities	<u>82,102,763</u>	<u>147,926</u>	<u>22,988</u>	<u>82,273,677</u>	<u>208,801</u>
Total liabilities	<u>88,173,662</u>	<u>509,811</u>	<u>199,296</u>	<u>88,882,769</u>	<u>2,463,913</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources - pension items	112,013	-	-	112,013	-
Total deferred inflows of resources	<u>112,013</u>	<u>-</u>	<u>-</u>	<u>112,013</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	82,669,075	1,190,007	746,425	84,605,507	-
Restricted for debt service	273,307	-	-	273,307	-
Unrestricted	19,655,651	122,077	(78,184)	19,699,544	885,726
Total net position	<u>\$ 102,598,033</u>	<u>\$ 1,312,084</u>	<u>\$ 668,241</u>	<u>104,578,358</u>	<u>\$ 885,726</u>
				Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	156,530
				Net position of business-type activities	<u>\$ 104,734,888</u>

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

WALTON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Business-type Activities - Enterprise Funds			Total	Governmental Activities Internal Service Funds
	Water and Sewer	EMS	Other Enterprise Fund Solid Waste		
OPERATING REVENUES					
Charges for services	\$ 1,835,055	\$ 3,214,652	\$ 1,014,081	\$ 6,063,788	\$ 11,946,588
Water sales	12,897,079	-	-	12,897,079	-
Other revenue	46,464	15,984	61	62,509	-
Total operating revenues	<u>14,778,598</u>	<u>3,230,636</u>	<u>1,014,142</u>	<u>19,023,376</u>	<u>11,946,588</u>
OPERATING EXPENSES					
Personnel costs	1,433,359	5,107,651	965,053	7,506,063	-
Purchased services	922,445	237,814	171,193	1,331,452	-
Supplies	1,170,149	275,089	-	1,445,238	-
Water and sewer purchases	2,680,512	-	-	2,680,512	-
Disposal fees	-	-	437,057	437,057	-
Administrative	-	-	-	-	1,363,835
Claims	-	-	-	-	9,265,294
Fiduciary fees	-	-	-	-	9,680
Insurance	-	-	-	-	198,787
Depreciation and amortization	2,842,755	215,055	81,002	3,138,812	-
Total operating expenses	<u>9,049,220</u>	<u>5,835,609</u>	<u>1,654,305</u>	<u>16,539,134</u>	<u>10,837,596</u>
Operating income (loss)	<u>5,729,378</u>	<u>(2,604,973)</u>	<u>(640,163)</u>	<u>2,484,242</u>	<u>1,108,992</u>
NONOPERATING REVENUES (EXPENSES)					
Intergovernmental revenues	720,068	86,709	-	806,777	-
Interest expense	(1,500,795)	-	-	(1,500,795)	-
Issuance costs	(357,033)	-	-	(357,033)	-
Interest income	26,117	109	23	26,249	2,052
Loss on disposal of capital assets	(3,151)	-	(9,000)	(12,151)	-
Total nonoperating revenues (expenses)	<u>(1,114,794)</u>	<u>86,818</u>	<u>(8,977)</u>	<u>(1,036,953)</u>	<u>2,052</u>
Income (loss) before transfers	4,614,584	(2,518,155)	(649,140)	1,447,289	1,111,044
Transfers in	319,132	2,811,638	606,149	3,736,919	3,836
Change in net position	4,933,716	293,483	(42,991)	5,184,208	1,114,880
NET POSITION, beginning of year	<u>97,664,317</u>	<u>1,018,601</u>	<u>711,232</u>		<u>(229,154)</u>
NET POSITION, end of year	<u>\$ 102,598,033</u>	<u>\$ 1,312,084</u>	<u>\$ 668,241</u>		<u>\$ 885,726</u>
				157,611	
				<u>\$ 5,341,819</u>	

Adjustment to reflect the consolidation of internal
service fund activities related to enterprise funds
Change in net position of business-type activities

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

WALTON COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	Water and Sewer	EMS	Other Enterprise Fund	Total	
			Solid Waste		
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 14,484,521	\$ 3,166,168	\$ 985,891	\$ 18,636,580	\$ 11,818,874
Payments to suppliers	(5,307,232)	(478,780)	(582,822)	(6,368,834)	(10,947,491)
Payments to employees	(1,992,339)	(5,088,216)	(958,880)	(8,039,435)	-
Net cash provided by (used in) operating activities	<u>7,184,950</u>	<u>(2,400,828)</u>	<u>(555,811)</u>	<u>4,228,311</u>	<u>871,383</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Receipts from intergovernmental grants	-	86,709	-	86,709	-
Transfers in	-	2,811,638	606,149	3,417,787	3,836
Net cash provided by noncapital financing activities	<u>-</u>	<u>2,898,347</u>	<u>606,149</u>	<u>3,504,496</u>	<u>3,836</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisitions of capital assets	(734,094)	(498,069)	(47,775)	(1,279,938)	-
Capital-related intergovernmental receipts	1,242,348	-	-	1,242,348	-
Principal payments on bonds	(3,180,000)	-	-	(3,180,000)	-
Proceeds from issuance of refunding bonds	26,540,000	-	-	26,540,000	-
Deposits with escrow agent for refunding	(26,182,967)	-	-	(26,182,967)	-
Debt issuance costs paid	(357,033)	-	-	(357,033)	-
Transfers in from SPLOST	319,132	-	-	319,132	-
Interest paid	(1,830,412)	-	-	(1,830,412)	-
Net cash used in capital and related financing activities	<u>(4,183,026)</u>	<u>(498,069)</u>	<u>(47,775)</u>	<u>(4,728,870)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of investments	(1,470)	-	-	(1,470)	(2,872)
Proceeds from sales of investments	-	-	-	-	4,308
Interest received	26,117	109	23	26,249	1,421
Net cash provided by investing activities	<u>24,647</u>	<u>109</u>	<u>23</u>	<u>24,779</u>	<u>2,857</u>
Change in cash and cash equivalents	3,026,571	(441)	2,586	3,028,716	878,076
Cash and cash equivalents:					
Beginning of year	17,459,770	551	24,967	17,485,288	733,021
End of year	<u>\$ 20,486,341</u>	<u>\$ 110</u>	<u>\$ 27,553</u>	<u>\$ 20,514,004</u>	<u>\$ 1,611,097</u>
Classified as:					
Cash and cash equivalents	\$ 18,667,049	\$ 110	\$ 27,553	\$ 18,694,712	\$ 1,611,097
Restricted cash and cash equivalents	1,819,292	-	-	1,819,292	-
Total	<u>\$ 20,486,341</u>	<u>\$ 110</u>	<u>\$ 27,553</u>	<u>\$ 20,514,004</u>	<u>\$ 1,611,097</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 5,729,378	\$ (2,604,973)	\$ (640,163)	\$ 2,484,242	\$ 1,108,992
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities					
Depreciation	2,842,755	215,055	81,002	3,138,812	-
Change in assets and liabilities:					
Increase in accounts receivable	(308,392)	(64,468)	(28,251)	(401,111)	(44,445)
Increase in due from other funds	-	-	-	-	(83,269)
Increase in inventory	(35,708)	-	(187)	(35,895)	-
Decrease in prepaid items	587	3,348	449	4,384	8,941
Decrease in deferred outflows of resources - pension items	128,751	-	-	128,751	-
Increase (decrease) in accounts payable	(20,420)	26,646	23,339	29,565	301,008
Increase in accrued expenses	9,100	30,764	4,649	44,513	(419,844)
Decrease in landfill postclosure liability	-	-	(5,747)	(5,747)	-
Increase in customer deposits payable	14,315	-	-	14,315	-
Increase (decrease) in compensated absences	7,819	(11,329)	1,524	(1,986)	-
Decrease in net pension liability	(621,630)	-	-	(621,630)	-
Decrease in deferred inflows of resources - pension items	(83,020)	-	-	(83,020)	-
Increase (decrease) in due to other funds	(478,585)	4,129	7,574	(466,882)	-
Net cash provided by (used in) operating activities	<u>\$ 7,184,950</u>	<u>\$ (2,400,828)</u>	<u>\$ (555,811)</u>	<u>\$ 4,228,311</u>	<u>\$ 871,383</u>

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

WALTON COUNTY, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2022

ASSETS	Custodial Funds
Cash and cash equivalents	\$ 4,825,278
Taxes receivable	<u>263,499</u>
Total assets	<u>5,088,777</u>
LIABILITIES	
Due to other governments, organizations, and individuals	3,297,090
Uncollected taxes	<u>263,499</u>
Total liabilities	<u>3,560,589</u>
NET POSITION	
Restricted for other governments, organizations, and individuals	<u>1,528,188</u>
Total net position	<u><u>\$ 1,528,188</u></u>

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

**WALTON COUNTY, GEORGIA
STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Custodial Funds
ADDITIONS	
Property taxes collected for other governments	\$ 91,242,186
Fines and fees collected	6,490,768
Criminal and civil bonds	1,068,332
Total additions	98,801,286
DEDUCTIONS	
Property taxes distributed to other governments	91,186,533
Fines and fees disbursed	5,302,351
Other custodial disbursements	1,500,059
Total deductions	97,988,943
Change in fiduciary net position	812,343
NET POSITION, beginning of year	715,845
NET POSITION, end of year	\$ 1,528,188

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

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2022

	<u>Development Authority</u>	<u>Health Department</u>	<u>Commission on Children & Youth</u>	<u>Total</u>
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 2,656,534	\$ 2,626,728	\$ 74,093	\$ 5,357,355
Accounts receivable	259,446	122,558	-	382,004
Due from primary government	375,421	-	14,778	390,199
Total current assets	<u>3,291,401</u>	<u>2,749,286</u>	<u>88,871</u>	<u>6,129,558</u>
NONCURRENT ASSETS				
Capital assets:				
Nondepreciable	4,161,578	-	-	4,161,578
Depreciable, net of accumulated depreciation	560,988	81,767	-	642,755
Total capital assets	4,722,566	81,767	-	4,804,333
Net OPEB asset	-	94,458	-	94,458
Total assets	<u>8,013,967</u>	<u>2,925,511</u>	<u>88,871</u>	<u>11,028,349</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension items	-	456,499	-	456,499
OPEB items	-	119,312	-	119,312
Total deferred outflows of resources	<u>-</u>	<u>575,811</u>	<u>-</u>	<u>575,811</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	14,254	236,181	4,862	255,297
Compensated absences due within one year	-	2,270	-	2,270
Total current liabilities	<u>14,254</u>	<u>238,451</u>	<u>4,862</u>	<u>257,567</u>
NONCURRENT LIABILITIES				
Compensated absences due in more than one year	-	89,881	-	89,881
Net pension liability	-	798,057	-	798,057
Total long term liabilities	<u>-</u>	<u>887,938</u>	<u>-</u>	<u>887,938</u>
Total liabilities	<u>14,254</u>	<u>1,126,389</u>	<u>4,862</u>	<u>1,145,505</u>
DEFERRED INFLOWS OF RESOURCES				
Pension items	-	801,804	-	801,804
OPEB items	-	476,048	-	476,048
Total deferred inflows of resources	<u>-</u>	<u>1,277,852</u>	<u>-</u>	<u>1,277,852</u>
NET POSITION				
Investment in capital assets	4,722,566	81,767	-	4,804,333
Unrestricted	3,277,147	1,015,314	84,009	4,376,470
Total net position	<u>\$ 7,999,713</u>	<u>\$ 1,097,081</u>	<u>\$ 84,009</u>	<u>\$ 9,180,803</u>

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

**WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Program Revenues			Net (Expenses) Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Development Authority	Health Department	Commission on Children & Youth	Total
Development Authority	\$ 708,253	\$ -	\$ 1,287,585	\$ 579,332	\$ -	\$ -	\$ 579,332
Health Department	1,982,374	1,075,088	1,656,664	-	749,378	-	749,378
Commission on Children & Youth	99,200	32,311	66,855	-	-	(34)	(34)
Total component units	<u>\$ 2,789,827</u>	<u>\$ 1,107,399</u>	<u>\$ 3,011,104</u>	<u>579,332</u>	<u>749,378</u>	<u>(34)</u>	<u>1,328,676</u>
General revenues:							
				2,338	356	-	2,694
				506,434	-	-	506,434
				1,088,104	749,734	(34)	1,837,804
				6,911,609	347,347	84,043	7,342,999
				<u>\$ 7,999,713</u>	<u>\$ 1,097,081</u>	<u>\$ 84,009</u>	<u>\$ 9,180,803</u>

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

WALTON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

Walton County operates under a county commissioner form of government under which a seven member Board of Commissioners is elected to serve as the legislative body for the County. The commission chairman is elected at large, while the remaining six commissioners are elected by geographical districts in which they reside by Voters County wide. The County provides the following services: public safety, judicial, public works, health and welfare, culture and recreation, housing and development, and general administrative services.

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County and its component units. The component units discussed below are included in the County’s reporting entity because of the significance of their operational or financial relationship with the County. Blended component units, although legally separate entities are, in substance, part of the government’s operations. The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government. A separate combining schedule is provided, detailing each discretely presented component unit.

Blended Component Units

The Walton County Water and Sewer Authority (the “Water Authority”) exists to acquire, construct and finance a water and sewerage system for the County so that the County can provide services to individuals, public and private corporations, and municipal corporations. The Water Authority is governed by a seven member board appointed by the Walton County Board of Commissioners. The Water Authority is presented as an enterprise fund as part of the Water and Sewer fund. Separate financial statements are not prepared for the Water Authority.

The Constitution of the State of Georgia authorizes the Walton County Industrial Building Authority (the “Building Authority”) to issue bonds on behalf of the County for purposes of providing for the public good. Per an intergovernmental agreement, the Building Authority’s revenue bonds outstanding are the sole responsibility of Walton County. As a financial benefit and burden exists between the County and the Building Authority, the debt and assets of the Building Authority have been reported as a form of the County’s debt and assets and all debt service activity is reported as debt service activity of the County. The Building Authority is reported as a blended component unit within the Public Safety Complex Fund in the accompanying financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Blended Component Units (Continued)

The Walton County Public Purpose Corporation (WCPPC) was established to account for the construction and ongoing maintenance of the State of Georgia Division of Family and Children Services building, which is owned by the County and leased to the state. The WCPPC is organized pursuant to the Georgia Nonprofit Corporation Code. The objects and purposes of the WCPPC are exclusively charitable, through the lessening of the burdens of government, within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, or the corresponding provision of any future tax law. The WCPPC is presented as blended as its primary purpose is to provide services almost entirely to the County. Separate financial statements for the WCPPC are not prepared.

Discretely Presented Component Units

The Walton County Health Department (the "Health Department") is governed by a seven member board consisting of one member of the Board of Commissioners and two members as appointed by the Board of Commissioners. The County has the authority to modify and approve the Health Department's budget and the ability to approve environmental health service fees and contributes funds annually to the Health Department. The Health Department is presented as a governmental type component unit. The Health Department's financial statements can be obtained by writing to the Walton County Health Department, 1404 South Madison Avenue, Monroe, GA 30655.

The Walton County Development Authority (the "Development Authority") is governed by a seven member board. Four members are appointed by virtue of their position: Mayors of Social Circle, Monroe and Loganville, and the Head of the Chamber of Commerce. The remaining three members are appointed by the Board of Commissioners. The Authority is responsible for promoting economic development within Walton County. The Development Authority provides a financial benefit to the County. The County has determined that excluding the Development Authority would make the financial statements incomplete. The Authority is reported as a proprietary type component unit and does not issue separate financial statements.

The Walton County Commission on Children & Youth (the "Commission") is governed by twenty members who are appointed by other existing members of the Commission's board. The Commission provides counseling and care services for children and youth in the County, and the County has determined that excluding the Commission would make the financial statements incomplete. The Commission is reported as a governmental type component unit and does not issue separate financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available and susceptible to accrual if they are collected within 60 days of the end of the current fiscal period.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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 asset acquisitions, including entering into contracts giving the County the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

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

The County reports the following major governmental funds:

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

The **2013 SPLOST Fund** accounts for the special purpose local option sales tax revenue collected and payments made for capital project expenditures.

The **2019 SPLOST Fund** accounts for the special purpose local option sales tax revenue collected and payments made for capital project expenditures.

The **American Rescue Plan Fund** accounts for the American Rescue Plan Act grant activity of the County.

The **Public Safety Complex Fund** accounts for the activity related to the Walton County Jail Facility Project.

The County reports the following major proprietary funds:

The **Water and Sewer Fund** is used to account for the activities of the County's water and sewer system.

The **Emergency Medical Services (EMS) Fund** is used to account for the activities of the County's ambulance service.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the County reports the following fund types:

The **special revenue funds** account for revenue sources that are legally restricted or committed to expenditure for specific purposes, such as grant programs, certain fines and forfeitures, E911 charges, law enforcement and firefighting services.

The **capital projects funds** account for the capital expenditures made by the County.

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

The **enterprise funds** account for operations that are financed and operated in a manner similar to private business enterprise where the intent of the County is that the costs (including depreciation) of providing the goods and services be financed or recovered primarily through user charges.

The **internal service funds** account for operations that provide services to other departments of the County on a cost reimbursement basis, such as employee healthcare and workers' compensation.

The **custodial funds** are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, support payments and ad valorem and property taxes.

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Deposits and Investments

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

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). 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 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 are recorded at cost. All remaining investments are recorded at fair value. Increases or decreases in fair value during the year are recognized as a component of interest income.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

F. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and intangible assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$10,000 and an estimated useful life in excess of two years. Intangible assets related to internally generated computer software are defined as having an initial cost of \$100,000 and an estimated useful life in excess of two years, and all remaining intangible assets are defined as having an initial cost in excess of \$10,000 and an estimated life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value. The County has elected to capitalize all general infrastructure assets regardless of the acquisition date and has used the estimated historical cost to value these assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred.

Capital assets of the primary government are depreciated using the straight line method over the following useful lives:

<u>Asset Category</u>	<u>Years</u>
Buildings and improvements	20 - 50
Machinery and equipment	5 - 12
Right-to-use leased equipment	5 - 12
Vehicles	5
Infrastructure	30
Water rights	50

H. Leases

Lessee

The County is a lessee for noncancellable leases of equipment. The County recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The County recognizes lease liabilities with an initial, individual value of \$5,000 or more.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Leases (Continued)

Lessee (continued)

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments:

The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option prices that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor

The County is a lessor for a noncancellable lease of a building. The County recognizes a lease receivable and deferred inflows of resources in the governmental funds and in the government-wide financial statements. The County recognizes lease receivables with an initial, individual value of \$5,000 or more.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Leases (Continued)

Lessor (continued)

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments:

The County uses the interest rate charged as the discount rate. When the interest rate charged is not specified, the County generally uses its estimated incremental leasing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease receivable are composed of fixed payments due to the County over the term of the lease and residual value guarantee payments that are fixed in substance.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

I. 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. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. One item is the deferred charge on refunding reported in the proprietary fund statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County's unavailable revenues arise only under a modified accrual basis of accounting. Accordingly, they are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants, which will be recognized as an inflow of resources in the period in which the amounts become available.

The County also reports as deferred inflows of resources items that arise from lease arrangements where the County is a lessor. Lease-related amounts are recognized at inception of leases in which the County is a lessor and are recorded at an amount equal to the corresponding lease receivable, plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows of resources is recognized as revenue in a systemic and rational manner over the term of the lease.

The County also has deferred outflows and inflows of resources related to the recording of changes in its net pension liability and total OPEB liability. Certain changes in the net pension liability and total OPEB liability are recognized as pension and OPEB expense over time instead of all being recognized in the year of occurrence. Experience gains or 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 or losses are recorded as deferred outflows of resources or deferred inflows 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 and total OPEB liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension and OPEB expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amount when employees separate from service with the County. All vacation and annual leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

K. Long-Term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued and any premium 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. Fund Equity

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 assets, liabilities, and deferred inflows of resources under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Fund Equity (Continued)

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

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners through the adoption of a resolution. Only the Board of Commissioners may modify or rescind the commitment through the adoption 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. Through resolution, the Board of Commissioners has authorized the County's finance director to assign fund balances.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds. The County's policy is to maintain an adequate General Fund unassigned fund balance to provide liquidity in the event of an economic downturn or natural disaster. Through resolution, the County Commission has adopted a financial standard to maintain a General Fund minimum unassigned fund balance of approximately 17 percent of budgeted expenditures.

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

Net Position – Net position represents the difference between assets, deferred outflows of resources, and liabilities and deferred inflows of resources in reporting which utilizes the economic resources measurement focus. 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. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Use of Estimates

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

N. 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 Walton 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.

THE REMAINDER OF THIS PAGE HAS BEEN LEFT BLANK INTENTIONALLY

NOTES TO FINANCIAL STATEMENTS

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

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “certain long-term liabilities are not due and payable in the current period and are therefore not reported in the funds.” The details of this \$120,665,053 difference are as follows:

Bonds payable, including premium	\$ (111,932,847)
Financed purchase payable	(6,399,161)
Lease liability	(35,941)
Accrued interest	(36,355)
Compensated absences	(2,260,749)
	(2,260,749)
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	\$ (120,665,053)

Another reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position explains that “net pension liability and the related deferred inflows and outflows of resources are not due and payable in the current period and are therefore not reported in governmental funds. The details of this \$12,849,592 difference is as follows:

Net pension liability	\$ (10,024,461)
Deferred outflows - pension items	1,946,745
Deferred inflows - pension items	(4,771,876)
	(4,771,876)
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	\$ (12,849,592)

Another reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position explains that “total other postemployment benefit liability and the related deferred inflows and outflows of resources are not due and payable in the current period and are therefore not reported in governmental funds.” The details of this \$1,401,692 difference is as follows:

Total other postemployment benefit liability	\$ (1,320,681)
Deferred outflow - OPEB items	53,640
Deferred inflows - OPEB items	(134,651)
	(134,651)
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	\$ (1,401,692)

NOTES TO FINANCIAL STATEMENTS

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

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

The governmental fund statement of revenues, expenditures, and changes in fund balances is accompanied by a separate reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities. One element of that reconciliation explains that “governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense.” The details of this \$2,877,893 difference are as follows:

Capital outlay	\$ 9,578,591
Depreciation and amortization expense	<u>(6,700,698)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position - governmental activities</i>	<u><u>\$ 2,877,893</u></u>

Another element of the reconciliation states that “the issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.” The details of this \$109,963,632 difference are as follows:

Issuance of bonds	\$ (93,800,000)
Issuance of bond premium	(18,132,847)
Principal repayments on financed purchases	1,923,185
Principal repayments on lease liabilities	<u>46,030</u>
Net adjustment to decrease <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position - governmental activities</i>	<u><u>\$ (109,963,632)</u></u>

Another element of that reconciliation states that “some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this \$12,105,554 difference are as follows:

Investment in joint venture	\$ 11,927,629
Compensated absences	(170,681)
Net pension liability and related deferred outflows and inflows of resources	953,870
Total OPEB liability and related deferred outflows and inflows of resources	(643,688)
Accrued interest	<u>38,424</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position - governmental activities</i>	<u><u>\$ 12,105,554</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

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

1. Prior to June 1, the County Manager submits to the Board of Commissioners a proposed operating budget for each department for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments, giving notice thereof at least seven days in advance by publication in the official organ of the County.
3. The budget is then adopted by the Board of Commissioners at a public meeting.
4. Budget amounts can be transferred between line items within any department; however, any revisions of the budget must be amended by formal action of the Board of Commissioners in a regular meeting.
5. The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual budgets are adopted for the General Fund, Debt Service Fund, and special revenue funds. Project-length budgets are adopted for the capital projects funds.
6. Formal budgetary integration is employed as a measurement control device during the year for the General Fund, Debt Service Fund, and the special revenue funds. An annual operating budget is prepared for the proprietary funds for planning, control, cost allocation and evaluation purposes. All appropriations lapse at year end.

Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. The supplementary budgetary appropriations made are reflected in the final budget amounts.

B. Deficit Fund Equity

The Multiple Grants Fund had a deficit fund balance of \$34,473 at June 30, 2022. The fund deficit will be reduced through the collection of receivables that were not available as of fiscal year end.

The American Rescue Plan Fund had a deficit fund balance of \$1,792 at June 30, 2022. The fund deficit will be reduced in subsequent fiscal years with investment earnings.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. DEPOSITS AND INVESTMENTS

Credit risk. State statutes authorize the County to invest in U.S. Government obligations; U.S. Government agency (or other corporation of the U.S. Government) obligations; obligations fully insured or guaranteed by the U.S. Government or a U.S. Government agency; obligations of the State of Georgia or other states; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America; prime bankers' acceptances; repurchase agreements; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds.

Operating funds of the County are currently invested in the Georgia Fund 1, certificates of deposit, or public funds money market mutual funds. The County considers its investment in Georgia Fund 1 to be cash equivalents for financial reporting purposes.

Custodial credit risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be covered by depository insurance or pledged securities. Amounts that exceed standard depository insurance limits are required to be collateralized either (1) individually by the financial institutions through pledged obligations of the U.S. Government, obligations backed by the full faith and credit of the U.S. Government, obligations of the State of Georgia or other states, or obligations of counties, municipalities, or public authorities of the State of Georgia, or (2) participation in the State of Georgia Secure Deposit Program.

As of June 30, 2022, the financial institutions holding all of the County's deposits are participants of the State of Georgia Secure Deposit Program, which is administered by the Office of the State Treasurer, requires participating banks holding deposits of public funds to pledge collateral at varying rates depending on tier assigned by the State. As of June 30, 2022, all of the County's bank balances were insured and/or collateralized as defined by GASB and required by State Statutes.

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 increase interest rates.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2022, information on the credit risk and interest rate risk related to the County's investments is disclosed as follows:

Description	Interest Rate Risk	Credit Rating	Balance
Federated Treasury money market mutual fund	WAM(c) - 111 days	(a)	\$ 1,504,823
U.S. Treasury notes/bonds	WAM(c) - 464 days	AAA	121,074,652
Georgia Fund 1	WAM - 43 days	AAAf	61,738,451
Certificates of deposit	Matures 9/2/2022	(b)	1,470,908
			<u>\$ 185,788,834</u>

(a) These are money market mutual funds and are not rated.

(b) These are certificates of deposit held at a local financial institution and are not rated.

(c) Weighted-average maturity.

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 recurring fair value measurements as of June 30, 2022 are as follows:

Investment	Level 1	Fair Value
Federated Treasury money market mutual fund	\$ 1,504,823	\$ 1,504,823
U.S. Treasury Notes/Bonds	121,074,652	121,074,652
Total investments measured at fair value	<u>\$ 122,579,475</u>	<u>\$ 122,579,475</u>
Investments not subject to level disclosure:		
Georgia Fund 1		61,738,451
Investments carried at cost:		
Certificates of deposit		1,470,908
Total investments carried at cost		<u>1,470,908</u>
Total investments		<u>\$ 185,788,834</u>

The Federated Treasury Money Market Mutual Fund and the U.S. Treasury Bonds/Notes are classified in Level 1 of the fair value hierarchy is valued using prices quoted in active markets for the investment.

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 its investment in the Georgia Fund 1 within the fair value hierarchy. Georgia Fund 1 has no limitations or restrictions on participant withdrawals. The County's certificates of deposit are nonparticipating interest-earning investment contracts and, accordingly, are recorded at cost.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. RECEIVABLES

Receivables at June 30, 2022, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	2019 SPLOST Fund	American Rescue Plan Fund	Nonmajor Governmental Funds
Receivables:				
Taxes	\$ 157,894	\$ -	\$ -	\$ -
Accounts	202,422	-	-	384,026
Interest	-	-	-	-
Due from				
other governments	1,423,066	1,775,314	37,640	57,805
Lease receivable	-	-	-	3,819,797
Total receivables	\$ 1,783,382	\$ 1,775,314	\$ 37,640	\$ 4,261,628
	Water and Sewer Fund	EMS Fund	Nonmajor Enterprise Fund	Internal Service Fund
Receivables:				
Accounts	\$ 1,419,703	\$ 1,583,166	\$ 90,063	\$ 44,445
Interest	-	-	-	647
Due from other governments	848,422	-	-	-
Gross receivables	2,268,125	1,583,166	90,063	45,092
Less allowance for uncollectibles	(56,295)	(966,488)	-	-
Net receivables	\$ 2,211,830	\$ 616,678	\$ 90,063	\$ 45,092

Property taxes for the 2022 fiscal year were levied on August 10, 2021, with property values assessed as of January 1, 2021. The taxes were billed on August 18, 2021 and are payable on or before November 15, 2021, after which the applicable property is subject to lien and penalties and interest as assessed. Property taxes attached as an enforceable lien on property as of January 1.

NOTE 6. LEASE RECEIVABLE

Lease Receivable – Governmental Activities. The County has entered into a lease agreement whereby the County leases a certain property to the State of Georgia Division of Family and Children Services. The County receives monthly payments in the amount of \$45,104. The total amount of deferred inflows of resources, including lease revenue and interest revenue, recognized during the fiscal year ended June 30, 2022 was \$559,505. The balances of the lease receivable and related deferred inflows of resources as of June 30, 2022 were \$3,819,797 and \$3,762,683, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the year ended June 30, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Governmental Activities:					
Capital assets, not being depreciated:					
Land and improvements	\$ 20,527,273	\$ 1,821,446	\$ -	\$ -	\$ 22,348,719
Construction in progress	6,251,393	5,985,798	-	(4,358,605)	7,878,586
Historical artifacts	11,000	-	-	-	11,000
Total capital assets, not being depreciated	<u>26,789,666</u>	<u>7,807,244</u>	<u>-</u>	<u>(4,358,605)</u>	<u>30,238,305</u>
Capital assets, being depreciated:					
Buildings and improvements	70,528,457	475,135	(38,220)	4,358,605	75,323,977
Machinery, equipment and vehicles	47,317,838	1,296,212	(979,004)	-	47,635,046
Infrastructure	72,781,374	-	-	-	72,781,374
Total capital assets, being depreciated	<u>190,627,669</u>	<u>1,771,347</u>	<u>(1,017,224)</u>	<u>4,358,605</u>	<u>195,740,397</u>
Less accumulated depreciation for:					
Buildings and improvements	33,133,050	1,809,110	(30,211)	-	34,911,949
Machinery, equipment and vehicles	29,969,454	3,590,858	(949,764)	-	32,610,548
Infrastructure	53,524,770	1,257,662	-	-	54,782,432
Total accumulated depreciation	<u>116,627,274</u>	<u>6,657,630</u>	<u>(979,975)</u>	<u>-</u>	<u>122,304,929</u>
Total capital assets, being depreciated, net	<u>74,000,395</u>	<u>(4,886,283)</u>	<u>(37,249)</u>	<u>4,358,605</u>	<u>73,435,468</u>
Governmental activities capital assets, net excluding lease assets	<u>\$ 100,790,061</u>	<u>\$ 2,920,961</u>	<u>\$ (37,249)</u>	<u>\$ -</u>	<u>\$ 103,673,773</u>
Lease assets (Note 8)					<u>38,903</u>
Total capital assets, net as reported in the statement of net position					<u>\$ 103,712,676</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type Activities:				
Capital assets, not being depreciated:				
Land and easements	\$ 49,067,317	\$ -	\$ -	\$ 49,067,317
Water rights	9,715,879	-	-	9,715,879
Construction in progress	<u>7,155,986</u>	<u>572,763</u>	<u>(9,000)</u>	<u>7,719,749</u>
Total capital assets, not being depreciated	<u>65,939,182</u>	<u>572,763</u>	<u>(9,000)</u>	<u>66,502,945</u>
Capital assets, being depreciated:				
Buildings and improvements	1,406,869	12,365	-	1,419,234
Machinery, equipment and vehicles	5,928,056	694,810	(99,912)	6,522,954
Infrastructure	109,038,850	-	-	109,038,850
Water rights	<u>5,788,729</u>	<u>-</u>	<u>-</u>	<u>5,788,729</u>
Total capital assets, being depreciated	<u>122,162,504</u>	<u>707,175</u>	<u>(99,912)</u>	<u>122,769,767</u>
Less accumulated depreciation for:				
Buildings and improvements	904,554	47,726	-	952,280
Machinery, equipment and vehicles	4,087,206	383,085	(96,761)	4,373,530
Infrastructure	38,217,717	2,592,226	-	40,809,943
Water rights	<u>1,283,172</u>	<u>115,775</u>	<u>-</u>	<u>1,398,947</u>
Total accumulated depreciation	<u>44,492,649</u>	<u>3,138,812</u>	<u>(96,761)</u>	<u>47,534,700</u>
Total capital assets, being depreciated, net	<u>77,669,855</u>	<u>(2,431,637)</u>	<u>(3,151)</u>	<u>75,235,067</u>
Business-type activities capital assets, net	<u>\$ 143,609,037</u>	<u>\$ (1,858,874)</u>	<u>\$ (12,151)</u>	<u>\$ 141,738,012</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

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

Governmental activities:

General government	\$ 911,031
Judicial	39,187
Public safety	3,390,517
Public works	1,652,292
Health and welfare	144,173
Culture and recreation	496,260
Housing and development	24,170
Total depreciation expense - governmental activities	\$ 6,657,630

Business-type activities:

EMS	\$ 215,055
Water and sewer	2,842,755
Solid waste	81,002
Total depreciation expense - business-type activities	\$ 3,138,812

B. Discretely Presented Component Unit – Development Authority

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land and improvements	\$ 4,644,285	\$ 1,024,832	\$ (1,507,539)	\$ 4,161,578
Total	4,644,285	1,024,832	(1,507,539)	4,161,578
Capital assets, being depreciated:				
Equipment, furniture and vehicles	109,650	508,323	-	617,973
Total	109,650	508,323	-	617,973
Less accumulated depreciation for:				
Equipment, furniture and vehicles	38,521	18,464	-	56,985
Total	38,521	18,464	-	56,985
Total capital assets, being depreciated, net	71,129	489,859	-	560,988
Total capital assets, net	\$ 4,715,414	\$ 1,514,691	\$ (1,507,539)	\$ 4,722,566

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LEASE ASSETS

During the fiscal year ended June 30, 2022, the County implemented Governmental Accounting Standards Board Statement No. 87, *Leases*. A summary of leased asset activity for the year ended June 30, 2022, is as follows:

	Restated Beginning Balance	Increases	Decreases	Ending Balance
Lease assets:				
Building	\$ 81,971	\$ -	\$ -	\$ 81,971
Total	81,971	-	-	81,971
Less accumulated amortization:				
Buildings	-	(43,068)	-	(43,068)
Total	-	(43,068)	-	(43,068)
Total lease assets, net	\$ 81,971	\$ (43,068)	\$ -	\$ 38,903

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2022, was as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Enterprise Fund	\$ 27,553
General Fund	Nonmajor Governmental Funds	33,579
General Fund	Water and Sewer Fund	50,829
2019 SPLOST Fund	General Fund	138,217
Internal Service Funds	EMS Fund	4,570
Internal Service Funds	General Fund	67,827
Internal Service Funds	Nonmajor Enterprise Fund	4,988
Internal Service Funds	Nonmajor Governmental Funds	15,265
Internal Service Funds	Water and Sewer Fund	1,054
Nonmajor Governmental Funds	General Fund	88,923
Nonmajor Governmental Funds	Nonmajor Governmental Funds	2,626
Total		\$ 435,431

The above balances resulted from the time lag between the dates that (1) funds are reimbursed for expenditures/expenses paid for on another fund's behalf, and (2) internal service fund charges are reimbursed by participating funds.

Amounts due between the 2019 SPLOST Fund and the General Fund represent supplemental funding for SPLOST projects that had not been transferred as of June 30, 2022.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Due from/to primary government and component units:

<u>Receivable entity</u>	<u>Payable entity</u>	<u>Amount</u>
Commission on Children & Youth	Walton County - Multiple Grant Fund	\$ 14,778
Development Authority	Walton County - General Fund	375,421
Total		<u>\$ 390,199</u>

Interfund transfers for the year ended June 30, 2022 were as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	American Rescue Plan Fund	\$ 286,349
2019 SPLOST Fund	General Fund	754,152
EMS Fund	General Fund	2,811,638
Nonmajor Enterprise Fund	General Fund	606,149
Nonmajor Governmental Funds	General Fund	1,162,725
Internal Service Funds	General Fund	3,836
Water and Sewer Fund	2019 SPLOST Fund	319,132
Nonmajor Governmental Funds	Nonmajor Governmental Funds	21,303
Total		<u>\$ 5,965,284</u>

Transfers are primarily used to (1) move funds to supplement SPLOST projects, (2) move SPLOST funds to the Water and Sewer Fund for expenditures approved in the SPLOST referendum, (3) reimburse the General Fund for expenditures incurred for federal programs, and (4) cover revenue shortfalls with unrestricted General Fund revenues.

THE REMAINDER OF THIS PAGE HAS BEEN LEFT BLANK INTENTIONALLY

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT

A. Primary Government

The following is a summary of long-term debt activity for the year ended June 30, 2022:

	Restated Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable	\$ -	\$ 93,800,000	\$ -	\$ 93,800,000	\$ -
Plus: premium	-	18,132,847	-	18,132,847	-
Total bonds payable	-	111,932,847	-	111,932,847	-
Financed purchases from					
direct borrowings	8,322,346	-	(1,923,185)	6,399,161	789,736
Claims payable	2,356,853	9,349,878	(9,769,722)	1,937,009	1,728,208
Lease liability	81,971	-	(46,030)	35,941	35,941
Total OPEB liability	632,788	766,193	(78,300)	1,320,681	-
Net pension liability	13,479,648	4,885,930	(8,341,117)	10,024,461	-
Compensated absences	2,090,068	2,075,391	(1,904,710)	2,260,749	2,060,254
Governmental activities long-term liabilities	<u>\$ 26,963,674</u>	<u>\$ 129,010,239</u>	<u>\$ (22,063,064)</u>	<u>\$ 133,910,849</u>	<u>\$ 4,614,139</u>
Business-type Activities:					
Bonds payable	\$ 54,920,000	\$ 26,540,000	\$ (25,920,000)	\$ 55,540,000	\$ 3,300,000
Plus: premium	4,760,913	-	(3,123,896)	1,637,017	-
Total bonds payable	59,680,913	26,540,000	(29,043,896)	57,177,017	3,300,000
Notes payable from					
direct borrowings	27,922,734	-	-	27,922,734	-
Landfill postclosure costs	34,482	-	(5,747)	28,735	5,747
Net pension liability	856,939	114,676	(736,306)	235,309	-
Compensated absences	459,737	240,421	(242,407)	457,751	242,122
Business-type activities long-term liabilities	<u>\$ 88,954,805</u>	<u>\$ 26,895,097</u>	<u>\$ (30,028,356)</u>	<u>\$ 85,821,546</u>	<u>\$ 3,547,869</u>

Beginning balances of governmental activities long-term debt have been restated for the implementation by the County of Governmental Accounting Standards Board Statement No. 87, *Leases*.

For governmental funds, the net pension liability, total OPEB liability, and compensated absences are primarily liquidated by the General Fund. The claims payable liability is paid by the internal service funds, which charge the governmental funds based on employee participation. For business-type activities, the compensated absences are liquidated by the fund from which the employees' salaries are paid, the net pension liability is paid by the Water Fund, and the landfill postclosure costs are paid by the Solid Waste Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds – Governmental Activities

On November 30, 2021, the Walton County Industrial Building Authority (the “Building Authority”) issued the Walton County Industrial Building Authority Revenue Bonds, Series 2021 (the “Series 2021 Bonds”), in the amount of \$93,800,000. The Series 2021 Bonds are payable solely from payments to be made by the County. The proceeds from the bonds are for the purpose of financing the Walton County Jail Facility Project. The Series 2021 Bonds carry interest at 1.8%, with interest payments due on February 1 and August 1 of each year until the maturity date of February 1, 2052. As of June 30, 2022, the outstanding principal amount is \$93,800,000.

The Building Authority’s source of revenues to pay for the principal and interest of the Series 2021 Bonds is an intergovernmental agreement between the Building Authority and the County, whereby the County will make installment payments in amounts sufficient to meet debt service requirements. As security for this agreement, the County has pledged to the Building Authority its full faith and credit and unlimited taxing power to make such payments. The County has agreed to exercise its powers of taxation by levying an annual tax on all taxable property located within the corporate limits of the County, at such rates unlimited as to rate or amount, as may be necessary to make the payments required by the intergovernmental agreement to service the debt. At June 30, 2022, management believes the County was in compliance with all covenants provided in this issue.

The County’s total debt service requirements to maturity on the Series 2021 bonds as of June 30, 2022 are as follows:

Year ending June 30,	Principal	Interest	Total
2023	\$ -	\$ -	\$ -
2024	-	-	-
2025	-	-	-
2026	1,995,000	3,752,000	5,747,000
2027	2,075,000	3,672,200	5,747,200
2028-2032	11,670,000	17,049,000	28,719,000
2033-2037	14,195,000	14,521,000	28,716,000
2038-2042	17,275,000	11,445,200	28,720,200
2043-2047	21,020,000	7,702,400	28,722,400
2048-2052	25,570,000	3,148,800	28,718,800
Total	<u>\$ 93,800,000</u>	<u>\$ 61,290,600</u>	<u>\$ 155,090,600</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds – Business-Type Activities

The Walton County Water and Sewerage Authority has issued various revenue bonds to finance the acquisition of and improvements to the water and sewer system and facilities. The outstanding issues at June 30, 2022 are as follows:

<u>Issuance</u>	<u>Interest Rate</u>	<u>Term</u>	<u>Due Date</u>	<u>Original Amount</u>	<u>Amount Outstanding</u>
Direct placement:					
Series 2013	2.28%	14 years	2028	\$ 16,890,000	\$ 8,665,000
Series 2021	5.0 - 5.2%	16 years	2038	26,540,000	26,540,000
Revenue bonds:					
Series 2015	2.0 - 4.0%	20 years	2035	8,425,000	8,265,000
Series 2016A	2.0 - 5.0%	23 years	2038	34,300,000	5,180,000
Series 2016	2.0 - 5.0%	22 years	2038	<u>9,465,000</u>	<u>6,890,000</u>
				<u>\$ 95,620,000</u>	<u>\$ 55,540,000</u>

The Series 2021 direct placement bonds listed above represent the Walton County Water and Sewerage Authority Taxable Refunding Revenue Bonds, Series 2021. The Series 2021 Bonds were issued to partially refund the Series 2016A Revenue Refunding Bonds. The County defeased \$22,740,000 of the Series 2016A Bonds by placing the proceeds of the refunding issuance in an irrevocable trust to provide for all future debt service requirements on the old bonds. The advanced refunding resulted in a decrease of total debt service payments of approximately \$2,066,613 for an economic gain (net present value of the savings) of \$1,988,166.

The Series 2016 bonds listed above were issued in an advanced refunding of the previously outstanding Series 2008 bonds. The bonds mature in 2038 and pay interest at a rate of 2% - 5%. The refunding transaction above resulted in debt service savings of \$1,302,503 and the net present value of the savings (economic gain) of \$1,078,599. During the fiscal year ended June 30, 2022, the County partially refunded the Series 2016A Revenue Refunding Bonds, as discussed in the previous paragraph.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds – Business-Type Activities (continued)

The Series 2015 and 2016 bonds were issued for the Hard Labor Creek Reservoir Project, for which the County has executed an intergovernmental agreement with Oconee County. Under the terms of the agreement, these bond series issued by the Walton County Water and Sewerage Authority are secured by payments to be made by Oconee County and accordingly, a receivable for the bonds has been included in the amounts reported as due from other governments in the financial statements. The current balance of this receivable related to the Series 2015 and Series 2016 bonds is \$15,418,422, including accrued interest.

The County's outstanding amounts from direct placement related to business-type activities of \$35,205,000 contain provisions that if the County is unable to make deposits to the trustee on time and sufficient to make debt service payments, the outstanding amounts are due and payable immediately.

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

Year ending June 30,	Principal	Interest	Total
2023	\$ 1,785,000	\$ 891,213	\$ 2,676,213
2024	1,875,000	802,619	2,677,619
2025	1,970,000	709,525	2,679,525
2026	2,065,000	611,813	2,676,813
2027	705,000	509,350	1,214,350
2028-2032	4,730,000	2,023,600	6,753,600
2033-2037	5,860,000	996,400	6,856,400
2038	1,345,000	53,800	1,398,800
Total	\$ 20,335,000	\$ 6,598,320	\$ 26,933,320

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds – Business-Type Activities (continued)

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

Year ending June 30,	Principal	Interest	Total
2023	\$ 1,515,000	\$ 802,674	\$ 2,317,674
2024	1,560,000	768,132	2,328,132
2025	1,595,000	732,564	2,327,564
2026	1,630,000	696,198	2,326,198
2027	3,255,000	533,226	3,788,226
2028-2032	11,680,000	1,860,078	13,540,078
2033-2037	11,540,000	849,150	12,389,150
2038	2,430,000	43,740	2,473,740
Total	<u>\$ 35,205,000</u>	<u>\$ 6,285,762</u>	<u>\$ 41,490,762</u>

The business-type activities revenue bonds are special limited obligations of the Walton County Water and Sewerage Authority (the "Authority") payable solely from and secured by a pledge of and lien on (1) all operating revenues derived by the Authority from the ownership and operation of its water system, remaining after the payment of expenses of operating, maintaining, and repairing the system (Series 2013 and Series 2016B); and (2) contract payments from the counties participating in the Hard Labor Creek Reservoir Project (Series 2015, Series 2016A, and Series 2016). These revenues are pledged to secure the revenue bonds until such time that all outstanding principal has been retired.

Financed Purchases from Direct Borrowings

In February 2012, the County entered into a financed purchase agreement in the amount of \$5,680,069 to finance the construction of a building. At June 30, 2022, the construction of the building was complete. The original cost of the County's assets under the purchase arrangements at June 30, 2022 is \$5,254,600 and there has been \$1,279,967 of accumulated depreciation as of year-end. Monthly principal and interest payments are required until maturity on October 1, 2032 at an interest rate of 6.35%.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Financed Purchases from Direct Borrowings (continued)

Future minimum payments as of June 30, 2022 are as follows:

Year ending June 30,	Principal	Interest	Total
2023	\$ 268,736	\$ 233,451	\$ 502,187
2024	286,306	215,881	502,187
2025	305,026	197,162	502,188
2026	324,968	177,219	502,187
2027	346,215	155,972	502,187
2028-2033	2,266,910	411,425	2,678,335
Total	<u>\$ 3,798,161</u>	<u>\$ 1,391,110</u>	<u>\$ 5,189,271</u>

In July 2017, the County entered into a purchase agreement to finance the acquisition of new equipment in the amount of \$5,719,569 for governmental activities. Annual principal and interest payments are required until maturity on August 1, 2027 at an interest rate of 3.53%. In July 2020, the County entered into an agreement to refinance the 2018 agreement in the amount of \$3,210,000. Annual principal and semi-annual interest payments are required until maturity on August 1, 2027 at an interest rate of 1.50%.

The original cost of the County's assets under purchase arrangements at June 30, 2022 is \$5,719,659 and there has been \$2,573,806 of accumulated depreciation as of year-end.

Future minimum payments as of June 30, 2022 are as follows:

Year ending June 30,	Principal	Interest	Total
2023	\$ 521,000	\$ 35,108	\$ 556,108
2024	235,000	29,438	264,438
2025	478,000	24,090	502,090
2026	467,000	17,003	484,003
2027	456,000	10,080	466,080
2028	444,000	3,330	447,330
Total	<u>\$ 2,601,000</u>	<u>\$ 119,049</u>	<u>\$ 2,720,049</u>

The County's outstanding financed purchases from direct borrowings related to governmental activities of \$6,399,161 contain provisions that in the event of default, outstanding amounts become immediately due and equipment and buildings pledged as security revert back to the lender if the County is unable to make payment.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Notes from Direct Borrowings

In February 2013, the Walton County Water and Sewerage Authority entered into an agreement with the Georgia Environmental Finance Authority to finance the construction of projects relating to the Hard Labor Creek Reservoir in the amount of \$20,000,000. Per the terms of the agreement, the note does not bear interest until the project is complete or April 1, 2023. At that time, interest on the unpaid principal balance will accrue at 1% per annum. All remaining principal and unpaid interest will be due in December 2052; however, future debt service requirements have not yet been determined as of June 30, 2022. The outstanding principal balance at June 30, 2022 is \$20,000,000.

In November 2014, the Walton County Water and Sewerage Authority entered into an agreement with the Georgia Environmental Finance Authority to finance the construction of additional projects relating to the Hard Labor Creek Reservoir up to \$12,000,000. The agreement was originally executed for \$7,922,734, with an interest rate of 2.0%. The agreement is paid each month beginning September 1, 2019 through August 1, 2059. As of June 30, 2022, the outstanding principal amount is \$7,922,734.

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

Year ending June 30,	Principal	Interest	Total
2023	\$ -	\$ 160,682	\$ 160,682
2024	-	160,938	160,938
2025	131,199	158,032	289,231
2026	160,577	154,364	314,941
2027	163,818	151,123	314,941
2028-2032	870,043	704,661	1,574,704
2033-2037	961,466	613,238	1,574,704
2038-2042	1,062,496	512,208	1,574,704
2043-2047	1,174,142	400,562	1,574,704
2048-2052	1,297,520	277,184	1,574,704
2053-2057	1,433,862	140,842	1,574,704
2058-2060	667,611	15,133	682,744
Total	<u>\$ 7,922,734</u>	<u>\$ 3,448,967</u>	<u>\$ 11,371,701</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 10. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

These notes payable have been issued for the Hard Labor Creek Reservoir Project, for which the County has executed an intergovernmental agreement with Oconee County. Under the terms of the agreement, Walton County will have a 71.2% share of the project leaving 28.8% to Oconee County. The project is to be completed in three phases with a total estimated cost of \$353 million to be split between the counties based on ownership percentages. The agreement with Oconee County runs through May 2057. An intergovernmental receivable has been recorded for the amount of these GEFA notes that Oconee County has been obligated to pay equal to 28.8% of the outstanding balance. The current balance of this receivable included within amounts reported as long-term intergovernmental receivables in the financial statements is \$8,207,043.

Landfill postclosure costs. Effective 1997, the Walton County Landfill was closed and no additional waste has been accepted. According to state and federal laws and regulations, the County must perform certain maintenance and monitoring functions at the site for a minimum of 30 years. As of June 30, 2022, the County has 5 years of monitoring remaining. Engineering studies estimate postclosure costs of approximately \$28,735 over the 5 year period. These costs are based on what it would cost to perform all postclosure care in 2022, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this postclosure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

THE REMAINDER OF THIS PAGE HAS BEEN LEFT BLANK INTENTIONALLY

NOTES TO FINANCIAL STATEMENTS

NOTE 11. DEFINED BENEFIT PLAN

A. Primary Government

Plan Description

The County, as authorized by the County Commission, has established a non-contributory defined benefit pension plan, The Walton County Defined Benefit Plan (the "Plan"), covering substantially all of the County'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 County Commissioners of Georgia (ACCG). The Plan provides retirement, disability, and death benefits to plan members and beneficiaries. Employees are eligible for participation in the Plan upon their date of hire. Employees are vested in the plan at 50% after four years and 100% after five years of service, and at retirement receive 1.25% multiplied by the average of the highest five consecutive years of earnings multiplied by the total credited years of service. Effective after the December 31, 2019 valuation, certain members who were in service as of January 1, 2019 are able to purchase an enhanced normal retirement benefit using the 1.25% formula for service years prior to January 1, 2004.

The ACCG, in its role as the Plan sponsor, has the sole authority to establish and amend the benefit provisions and the contribution rates of the County related to the Plan, as provided in Section 19.03 of the ACCG Plan document. The County has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in Section 19.02 of the ACCG Plan document. The County Commission retains this authority. The ACCG Plan issues a publicly available financial report that includes financial statements and required supplementary information for the pension trust. That report may be obtained at www.gebcorp.com or by writing to Association County Commissioners of Georgia, Retirement Services, 191 Peachtree Street, NE, Atlanta, Georgia 30303 or by calling (800) 736-7166.

Plan membership. As of January 1, 2022, the date of the most recent actuarial valuation date, pension plan membership consisted of the following:

Retirees, beneficiaries and disabled receiving benefits	129
Terminated plan participants entitled to but not yet receiving benefits	385
Active employees participating in the Plan	<u>592</u>
Total number of Plan participants	<u><u>1,106</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 11. DEFINED BENEFIT PLAN (CONTINUED)

A. Primary Government (Continued)

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 funding policy for the Plan, as adopted by the County Commission, is to contribute 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. The Plan was amended after the December 31, 2019 valuation to require mandatory employee pre-tax contributions of 2%. For the year ended June 30, 2022, the County's contribution rate was 9.1% of annual payroll. County and employee contributions to the Plan were \$2,625,165 for the fiscal year ended June 30, 2022.

Net Pension Liability of the County

The County's net pension liability was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as January 1, 2021 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2021.

Actuarial assumptions. The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.00%
Salary increases	4.5% - 5.5%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the Pub-2010 amount weighted mortality table with a blend of 50% of the General Employees table and 50% of the Public Safety Employees with Scale AA projection for year 2021.

The actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study through February 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. DEFINED BENEFIT PLAN (CONTINUED)

A. Primary Government (Continued)

Net Pension Liability of the County (Continued)

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, 2021 are summarized in the following table:

<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected real rate of return*</u>
US fixed income	30%	3.90%
US equity - large core	30%	7.70%
International core	15%	8.30%
Small-Mid cap core	10%	7.80%
Private real estate	5%	8.10%
Global core	5%	8.30%
US equity core	5%	7.70%
Total	<u>100%</u>	

* Rates shown are net of the 2.00% assumed rate of inflation

Discount rate. The discount rate used to measure the total pension liability was 7.00% and has not changed since the prior measurement date. 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 is 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 is applied to all of the projected benefit payments to determine the total pension liability. As of December 31, 2021 the expected long-term rate of return was 7.00%.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. DEFINED BENEFIT PLAN (CONTINUED)

A. Primary Government (Continued)

Changes in the Net Pension Liability of the County. The changes in the components of the net pension liability of the County for the year ended June 30, 2022, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2021	\$ 49,593,083	\$ 35,256,496	\$ 14,336,587
Changes for the year:			
Service cost	1,315,844	-	1,315,844
Interest	3,509,551	-	3,509,551
Differences between expected and actual experience	(441,770)	-	(441,770)
Assumption changes	75,075	-	75,075
Contributions—employer	-	2,625,165	(2,625,165)
Contributions—employee	-	632,406	(632,406)
Net investment income	-	5,403,606	(5,403,606)
Benefit payments, including refunds of employee contributions	(1,173,913)	(1,173,913)	-
Administrative expense	-	(125,660)	125,660
Net changes	3,284,787	7,361,604	(4,076,817)
Balances at June 30, 2022	\$ 52,877,870	\$ 42,618,100	\$ 10,259,770

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, calculated using the discount rate of 7.00 percent, 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 lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
County's net pension liability	\$ 17,874,910	\$ 10,259,770	\$ 3,987,787

NOTES TO FINANCIAL STATEMENTS

NOTE 11. DEFINED BENEFIT PLAN (CONTINUED)

A. Primary Government (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, 2021 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 year ended June 30, 2022, the County recognized pension expense of \$1,095,395. At June 30, 2022, the County reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 4,267,241
Net difference between expected and actual experiences	691,301	616,648
Assumption changes	1,301,141	-
	\$ 1,992,442	\$ 4,883,889

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

Year ending June 30:	
2023	\$ (461,020)
2024	(877,126)
2025	(910,811)
2026	(642,490)
Total	\$ (2,891,447)

NOTES TO FINANCIAL STATEMENTS

NOTE 12. DEFINED CONTRIBUTION PLAN

The County, by resolution, adopted the ACCG 401(a), a defined contribution retirement plan, administered by GEBCorp. The Plan provisions and contribution rates may also be amended by resolution. Employees are eligible to join the Plan after one year of full time service and are fully vested after five years of service. The County shall make a matching contribution on behalf of each participant to the plan equal to 2% of the participant's compensation for each participant who contributes 2% of their compensation, and an additional 3% if an employee also contributes at least 3% to the 457(b) Deferred Compensation Plan.

For the year ended June 30, 2022, the County's contribution to the Plan was \$1,310,415 and employee contributions were \$566,674.

NOTE 13. OTHER POSTEMPLOYMENT BENEFITS

Plan Administration and Benefits

The County, as authorized by the Board of Commissioners, administers a single-employer defined benefit postemployment healthcare plan (the "PHCB Plan"). The PHCB Plan is administered by the County management, under the direction of the County's Board of Commissioners. To be eligible for this benefit upon retirement, the employee must be at least 62 years of age and have completed twenty (20) years of service. Retirees are offered the option to maintain health insurance after they retire, until they reach age 65. The County pays 100% of the premium. Coverage is for employee only with no other options. Coverage expires upon attainment of age 65.

The County's Board of Commissioners established and may amend the benefit provisions. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 and a separate report was not issued for the PHCB Plan.

Plan Membership

Membership of the PHCB Plan consisted of the following at July 1, 2021, the date of the latest actuarial valuation:

Active participants	565
Retirees currently receiving benefits	<u>6</u>
Total	<u><u>571</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Contributions

The Board of Commissioners has elected to fund the PHCB Plan on a “pay as you go” basis. Plan members, once retired, contribute to the plan based on number of years of creditable service. Per a County resolution, the County pays 100% of the premium. For the year ended June 30, 2022, the County contributed \$53,976 for the pay as you go benefits for the PHCB Plan.

Total OPEB Liability of the County

The County’s total OPEB liability was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2021 with the actuary using standard techniques to roll forward the liability to the measurement date.

Actuarial assumptions. The County’s total OPEB liability in the July 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	3.54%
Salary increase:	4.50 – 5.5% scaled
Participation rate:	80%

The healthcare cost trend rates were taken from an analysis of historical trends of various medical plans and a composite of the expected future increases reported in a number of national trends surveys. Per-capita claims costs are projected to increase at an initial rate of 7.5% with annual declines of 0.25% until an ultimate rate of 4.50% is achieved.

Mortality tables used were Pub-2010 50% General and 50% Public Safety Headcount-weighted with Scale AA projected to 2021.

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of a February 2019 actuarial experience study.

Discount Rate

The discount rate has changed since the prior measurement date from 2.16% to 3.54%. This rate was determined using an index rate of 20-year, tax-exempt general obligation municipal bonds with an average rating of Aa or higher. The GO Bond Buyer Index was used to approximate those yields as of June 30, 2022.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Changes in the Total OPEB Liability of the County

The changes in the total OPEB liability of the County for the year ended June 30, 2022, were as follows:

	Total OPEB Liability
Balance at June 30, 2021	\$ 632,788
Changes for the year:	
Service cost	33,540
Interest	13,088
Benefit payments	(53,976)
Difference between expected and actual experience	46,679
Assumption changes	(24,324)
Plan changes	672,886
Net changes	687,893
Balance at June 30, 2022	\$ 1,320,681

The required schedule of changes in the County's total OPEB liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about the total OPEB liability.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54%) or 1-percentage-point higher (4.54%) than the current discount rate:

	1% Decrease (2.54%)	Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB liability	\$ 1,447,276	\$ 1,320,681	\$ 1,207,245

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.5% decreasing to 3.5%) or 1-percentage-point higher (8.5% decreasing to 5.5%) than the current healthcare cost trend rates:

	1% Decrease (6.5% decreasing to 3.5%)	Discount Rate (7.5% decreasing to 4.5%)	1% Increase (8.5% decreasing to 5.5%)
Total OPEB liability	\$ 1,175,423	\$ 1,320,681	\$ 1,492,672

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 revisions 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 June 30, 2022 and the current sharing pattern of costs between employer and inactive employees.

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

For the year ended June 30, 2022, the County recognized OPEB expense of \$697,665. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between expected and actual experiences	\$ 39,702	\$ 75,099
Assumption changes	13,938	59,552
	\$ 53,640	\$ 134,651

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Deferred inflows of resources and deferred outflows of resources will be recognized in OPEB expense as follows:

Year ending June 30:	
2023	\$ (21,850)
2024	(21,850)
2025	(21,850)
2026	(21,484)
2027	3,714
Thereafter	2,309
Total	\$ (81,011)

NOTE 14. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; injuries to employees; and losses resulting from providing accident and health benefits to employees and their dependents.

Health Insurance. The County established a self-funded trust for the administration and funding of the County's health insurance and medical expenses. This trust is the source of funding for claims or expense reimbursement of employees for losses due to death, disability, dental or medical expenses and other expenses relating to maintenance of the fund by the appointed trustee.

The following describes the activity in the health care plan, including changes to the estimate for claims incurred but not reported, for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2022	\$ 1,759,378	\$ 8,798,421	\$ 9,429,347	\$ 1,128,452
2021	968,760	9,926,858	9,136,240	1,759,378

NOTES TO FINANCIAL STATEMENTS

NOTE 14. RISK MANAGEMENT (CONTINUED)

Workers' Compensation. The County participates in the Association County Commissioners of Georgia (ACCG) Group Self Insurance Workers' Compensation Fund (FUND), self-insured pool cooperative arrangement among its members to finance workers' compensation coverage. The fund is owned by its members and is managed by insurance professionals and overseen by a seven member Board of Trustees who are representative from participating counties. The ACCG-GSIWCF operates under the authority of O.C.G.A 34-9-150 et Seq. and the Georgia Insurance Commissioner's Office.

The members of the Fund are assessable if the losses that the Fund must pay exceed the assets of the pool. At June 30, 2022, there was no need for such an assessment. Therefore, no liability for this has been included in the amounts below. As part of this risk pool, the County is obligated to pay all contributions and assessments, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by this fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents that could require the fund to pay any type of loss. The County is also to allow all the pool's agents and attorneys to represent the County in investigations, settlement discussions, and all levels of litigation arising out of any claims made against the County.

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member government contract and in accordance with the 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.

The County participates in the large deductible option with a \$250,000 deductible. Under this plan, Walton County is responsible for all payments up to \$250,000 per occurrence on workers' compensation claims. Once an individual claim exceeds the deductible, the plan will pay all costs in excess of the deductible. As of June 30, 2022, an actuary determined that an estimated \$808,557 in reported unpaid claims and incurred but not reported claims were outstanding relating to fiscal year 2022 for which Walton County will be liable.

The following describes the activity in the workers' compensation plan for the past two fiscal years.

<u>Fiscal Year</u>	<u>Beginning of Year Claims Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Paid</u>	<u>End of Year Claims Liability</u>
2022	\$ 597,475	\$ 551,457	\$ 340,375	\$ 808,557
2021	556,697	478,711	437,933	597,475

NOTES TO FINANCIAL STATEMENTS

NOTE 14. RISK MANAGEMENT (CONTINUED)

General Liability

The County participates in the Association County Commissioners of Georgia Interlocal Risk Management Agency (IRMA), a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of the risk pool, the County is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The funds are to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense. Settled claims have not exceeded coverage in the past three years.

NOTE 15. COMMITMENTS AND CONTINGENCIES

Contractual Commitments

In addition to the liabilities enumerated in the balance sheet, at June 30, 2022, the County has contractual commitments on uncompleted contracts of approximately \$2,879,518.

Litigation

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

Grant Contingencies

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

NOTES TO FINANCIAL STATEMENTS

NOTE 16. JOINT VENTURES

Northeast Georgia Regional Commission

Under Georgia law, the County, in conjunction with other cities and counties in the area, is a member of the Northeast Georgia Regional Commission and is required to pay annual dues thereto. During the year ended June 30, 2022, the County paid \$96,673 in such dues. Membership in the Northeast Georgia Regional Commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of regional development commissions in Georgia.

The Northeast Georgia Regional Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a regional development commission. Separate financial statements may be obtained from:

Northeast Georgia Regional Commission
305 Research Drive
Athens, GA 30605

Joint Development Authority

During 1998, the Joint Development Authority of Jasper County, Morgan County, Newton County and Walton County, a joint venture, was formed for the purpose of purchasing and developing an industrial site. The land was purchased through the Walton County Development Authority with temporary financing from Walton County until such time as the Joint Authority could issue permanent bond financing for the project. The Joint Authority issued \$9,000,000 in bonded debt in October 2000 for repayment of the Walton County Development Authority, to pay bond issue costs, and to provide initial development costs. The stated percentages of ownership and debt assumption are as follows: Newton County 37.5%, Walton County 37.5%, Morgan County 15%, and Jasper County 10%. This debt was paid off in a prior year with the proceeds from the sale of land. The County records the investment in joint venture at a value of \$31,067,689, using the equity interest method. Complete financial statements of the Joint Development Authority can be obtained by writing to the Joint Development Authority, C/O Madison-Morgan Chamber of Commerce, 118 North Main Street, Madison, Georgia 30650.

NOTES TO FINANCIAL STATEMENTS

NOTE 17. TAX ABATEMENTS

The County enters into property tax abatement agreements with the Joint Development Authority of Jasper County, Morgan County, Newton County and Walton County, the Development Authority of Walton County and local businesses under the state law O.C.G.A Section 36-62-1. Under the Act, and in accordance with Walton County policies, localities may grant property tax abatements of up to 100 percent of a business' property tax bill in year one, through a property tax credit, with the amount reducing each subsequent year, for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the County and meeting certain investment targets.

For the fiscal year ended June 30, 2022, the County abated property taxes totaling \$868,760 under this program, including the following tax abatement agreement:

- A 90.9 percent property tax reduction for a local business expanding its existing manufacturing capabilities and increasing employment. The local business is in year 8 of tax abatement. The abatement amounted to \$739,493 for Walton County. If the local business does not meet the community jobs goals and community investment goals, 100% of the ad valorem property taxes saved for that year will be recaptured pro rata by each taxing authority.

NOTE 18. SUBSEQUENT EVENT

Subsequent to June 30, 2022, the Walton County Water and Sewerage Authority issued the Walton County Water and Sewerage Authority Revenue Bonds (Walton-Hard Labor Creek Reservoir Water Treatment Facility Project), Series 2022, in the amount of \$65,785,000. These bonds carry an interest rate of 4.13% and mature on February 1, 2053.

REQUIRED SUPPLEMENTARY INFORMATION

WALTON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 41,512,345	\$ 43,492,545	\$ 43,571,814	\$ 79,269
Sales taxes	8,289,094	12,390,794	12,514,899	124,105
Business taxes	919,000	881,000	883,650	2,650
Alcoholic beverage taxes	295,150	329,150	330,432	1,282
Licenses and permits	828,300	1,019,700	1,020,956	1,256
Intergovernmental	1,468,580	1,648,280	1,447,869	(200,411)
Charges for services	5,179,644	5,445,174	5,495,356	50,182
Fines and forfeitures	1,470,400	1,240,000	1,244,243	4,243
Investment earnings	269,349	44,889	48,315	3,426
Contributions	14,000	55,174	55,394	220
Other revenues	274,827	461,947	469,428	7,481
Total revenues	60,520,689	67,008,653	67,082,356	73,703
Expenditures:				
Current:				
General government:				
Board of commissioners	297,526	433,276	432,081	1,195
County clerk	51,299	52,697	52,667	30
Chairman	233,050	227,845	227,000	845
Tax commissioner	1,007,390	1,115,577	1,003,213	112,364
Tax assessor	1,151,291	1,194,425	1,190,389	4,036
Elections	673,100	703,977	698,512	5,465
Financial administration	673,072	690,007	688,675	1,332
Accounting	362,950	386,400	382,817	3,583
Purchasing	104,601	118,785	117,810	975
Law	300,000	320,000	319,117	883
Data processing	1,071,137	1,158,322	1,158,322	-
Human resources	592,072	582,084	579,658	2,426
Board of equalization	133,587	101,400	98,342	3,058
Risk management	988,122	920,741	915,159	5,582
General government buildings	2,599,732	3,141,129	3,112,990	28,139
RDC & ACCG fees	110,529	111,029	107,848	3,181
Customer service	33,782	39,832	38,132	1,700
City Manager	-	70,720	69,637	1,083
Total general government	10,383,240	11,368,246	11,192,369	175,877
Judicial:				
Superior court	1,008,130	907,512	901,710	5,802
Clerk of superior court	1,153,874	1,184,873	1,181,815	3,058
District attorney	1,677,878	1,681,212	1,674,047	7,165
Probate court	882,511	858,623	854,982	3,641
Magistrate court	609,325	667,241	663,824	3,417
Juvenile court	1,153,907	1,307,361	1,307,361	-
Public defender	890,121	760,151	757,835	2,316
Total judicial	7,375,746	7,366,973	7,341,574	25,399
Public safety:				
Sheriff's office	1,581,511	1,689,920	1,689,920	-
Law enforcement administration	1,185,466	1,247,514	1,243,740	3,774
Criminal investigation	1,424,359	1,437,719	1,437,719	-
Uniform patrol	4,196,348	4,242,505	4,240,095	2,410
Youth investigation	1,123,742	989,121	984,202	4,919
Jail operations	8,578,000	9,169,933	9,153,502	16,431
Court services	2,066,906	2,197,149	2,193,199	3,950
Fire fighting	-	28,090	28,090	-
Coroner	126,471	141,991	141,849	142
Comm/E911	12,490	7,522	7,059	463
Animal control	1,002,766	941,095	933,331	7,764
Emergency management	320,242	234,752	230,888	3,864
Total public safety	21,618,301	22,327,311	22,283,594	43,717

(Continued)

**WALTON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures (Continued):				
Current (Continued):				
Public works:				
Highway and streets administration	\$ 378,708	\$ 411,005	\$ 409,276	\$ 1,729
Roadways and walkways	4,585,171	4,074,380	4,020,377	54,003
Unpaved streets	222,500	192,000	190,904	1,096
Street lighting	602,000	612,000	611,531	469
Traffic engineering	563,763	646,854	641,266	5,588
Maintenance and shop	838,671	828,558	823,765	4,793
Stormwater	428,748	385,090	385,090	-
Total public works	<u>7,619,561</u>	<u>7,149,887</u>	<u>7,082,209</u>	<u>67,678</u>
Health and welfare:				
Health centers and clinics	508,597	502,145	502,145	-
Aid to dependent children	168,520	168,520	168,520	-
Pauper burial costs	5,000	1,000	1,000	-
Walton County Senior Citizens, Inc.	189,938	189,938	189,938	-
Total health and welfare	<u>872,055</u>	<u>861,603</u>	<u>861,603</u>	<u>-</u>
Culture and Recreation:				
Recreation programs	1,427,078	1,398,796	1,391,851	6,945
Park areas	1,819,534	1,757,953	1,757,953	-
Library	338,731	338,731	338,731	-
Total culture and recreation	<u>3,585,343</u>	<u>3,495,480</u>	<u>3,488,535</u>	<u>6,945</u>
Housing and development:				
Conservation administration	15,960	15,960	15,960	-
USDA natural resource conservation service	62,951	67,260	66,802	458
County extension service	158,962	144,216	142,486	1,730
Forest resources	60,589	69,838	67,917	1,921
Protective inspection administration	469,648	497,541	496,022	1,519
Planning and zoning	764,970	774,384	770,644	3,740
Code enforcement	228,672	256,318	254,420	1,898
Economic development	454,000	1,829,421	1,829,421	-
Action Inc.	7,904	7,904	7,904	-
Total housing and development	<u>2,223,656</u>	<u>3,662,842</u>	<u>3,651,576</u>	<u>11,266</u>
Capital outlay:	926,079	653,471	653,341	130
Total expenditures	<u>54,603,981</u>	<u>56,885,813</u>	<u>56,554,801</u>	<u>331,012</u>
Excess of revenues over expenditures	<u>5,916,708</u>	<u>10,122,840</u>	<u>10,527,555</u>	<u>404,715</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	35,000	75,000	76,654	1,654
Transfers in	-	285,000	286,349	1,349
Transfers out	(5,951,708)	(5,143,005)	(5,338,500)	(195,495)
Total other financing sources (uses)	<u>(5,916,708)</u>	<u>(4,783,005)</u>	<u>(4,975,497)</u>	<u>(192,492)</u>
Net change in fund balances	-	5,339,835	5,552,058	212,223
Fund balances, beginning of year	<u>44,090,077</u>	<u>44,090,077</u>	<u>44,090,077</u>	<u>-</u>
Fund balances, end of year	<u>\$ 44,090,077</u>	<u>\$ 49,429,912</u>	<u>\$ 49,642,135</u>	<u>\$ 212,223</u>

**WALTON COUNTY, GEORGIA
 AMERICAN RESCUE PLAN FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 494,600	\$ 494,600	\$ 488,369	\$ (6,231)
Investment earnings (losses)	(1,000)	(1,000)	(1,792)	(792)
Total revenues	<u>493,600</u>	<u>493,600</u>	<u>486,577</u>	<u>(7,023)</u>
Expenditures:				
Current				
General government	202,422	202,422	201,421	1,001
Judicial	1,890	1,890	1,842	48
Total expenditures	<u>202,422</u>	<u>204,312</u>	<u>203,263</u>	<u>1,049</u>
Excess of revenues over expenditures	<u>291,178</u>	<u>289,288</u>	<u>283,314</u>	<u>(5,974)</u>
Other financing uses				
Transfers out	(285,000)	(285,000)	(286,349)	(1,349)
Total other financing uses	<u>(285,000)</u>	<u>(285,000)</u>	<u>(286,349)</u>	<u>(1,349)</u>
Net change in fund balance	6,178	4,288	(3,035)	(7,323)
Fund balance, beginning of year	<u>1,243</u>	<u>1,243</u>	<u>1,243</u>	<u>-</u>
Fund balance, end of year	<u>\$ 7,421</u>	<u>\$ 5,531</u>	<u>\$ (1,792)</u>	<u>\$ (7,323)</u>

WALTON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
OPEB RETIREMENT PLAN
SCHEDULE OF CHANGES IN THE COUNTY'S TOTAL OPEB LIABILITY
AND RELATED RATIOS

	2022	2021	2020	2019	2018
Total OPEB liability					
Service cost	\$ 33,540	\$ 33,227	\$ 30,888	\$ 27,297	\$ 26,232
Interest on total OPEB liability	13,088	13,290	28,388	28,886	27,631
Difference between expected and actual experience	46,679	-	(133,167)	-	-
Benefit payments	(53,976)	(35,816)	(20,827)	(16,029)	(26,715)
Assumption changes	(24,324)	2,905	(68,912)	26,913	-
Other changes	672,886	-	(38,607)	-	-
Net change in total OPEB liability	687,893	13,606	(202,237)	67,067	27,148
Total OPEB liability - beginning	632,788	619,182	821,419	754,352	727,204
Total OPEB liability - ending (a)	<u>\$ 1,320,681</u>	<u>\$ 632,788</u>	<u>\$ 619,182</u>	<u>\$ 821,419</u>	<u>\$ 754,352</u>
Covered employee payroll	\$ 28,102,690	\$ 24,924,939	\$ 24,518,784	\$ 24,805,934	\$ 24,902,631
Total OPEB liability as a percentage of covered employee payroll	4.70%	2.54%	2.53%	3.31%	3.03%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.
The County is not accumulating assets in a trust fund that meets the criteria in paragraph 4 of GASB Statement No. 75 for payment of future OPEB benefits.

WALTON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
AND RELATED RATIOS

	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability								
Service cost	\$ 1,315,844	\$ 1,339,009	\$ 1,267,513	\$ 648,871	\$ 658,097	\$ 646,892	\$ 550,248	\$ 557,040
Interest on total pension liability	3,509,551	3,187,359	6,877,154	1,515,234	1,533,436	1,380,059	1,221,690	1,078,304
Assumption changes	75,075	64,289	1,154,485	1,451,562	67,761	757,368	544,148	-
Differences between expected and actual experience	(441,770)	(78,254)	949,452	433,196	(1,440,621)	610,927	(1,780)	-
Benefit payments, including refunds of employee contributions	(1,173,913)	(906,053)	(737,465)	(574,005)	(586,099)	(578,895)	(440,471)	(354,983)
Plan change	-	-	12,242,743 (1)	-	-	-	-	-
Net change in total pension liability	3,284,787	3,606,350	21,753,882	3,474,858	232,574	2,816,351	1,873,835	1,280,361
Total pension liability - beginning	49,593,083	45,986,733	24,232,851	20,757,993	20,525,419	17,709,068	15,835,233	14,554,872
Total pension liability - ending (a)	\$ 52,877,870	\$ 49,593,083	\$ 45,986,733	\$ 24,232,851	\$ 20,757,993	\$ 20,525,419	\$ 17,709,068	\$ 15,835,233
Plan fiduciary net position								
Contributions - employer	\$ 2,625,165	\$ 2,637,737	\$ 2,357,417	\$ 1,330,440	\$ 1,302,068	\$ 1,374,616	\$ 1,190,353	\$ 1,202,997
Contributions - employee	632,406	556,968	5,557,271	-	-	897,059	38,619	760,633
Net investment income	5,403,606	4,069,575	4,340,409	(945,436)	2,305,720	(578,895)	(440,471)	(354,983)
Benefit payments, including refunds of employee contributions	(1,173,913)	(906,053)	(737,465)	(574,005)	(586,099)	(101,709)	(93,152)	(91,509)
Administrative expenses	(125,660)	(126,988)	(126,848)	(104,741)	(100,042)	-	(36,829)	(39,246)
Net change in plan fiduciary net position	7,361,604	6,231,239	11,390,784	(293,742)	2,921,647	1,591,071	658,520	1,477,892
Plan fiduciary net position - beginning	35,256,496	29,025,257	17,634,473	17,928,215	15,006,568	13,415,497	12,756,977	11,279,085
Plan fiduciary net position - ending (b)	\$ 42,618,100	\$ 35,256,496	\$ 29,025,257	\$ 17,634,473	\$ 17,928,215	\$ 15,006,568	\$ 13,415,497	\$ 12,756,977
County's net pension liability - ending (a) - (b)	\$ 10,259,770	\$ 14,336,587	\$ 16,961,476	\$ 6,598,378	\$ 2,829,778	\$ 5,518,851	\$ 4,293,571	\$ 3,078,256
Plan fiduciary net position as a percentage of the total pension liability	80.6%	71.1%	63.1%	72.8%	86.4%	73.1%	75.8%	80.6%
Covered payroll	\$ 27,945,978	\$ 28,544,553	\$ 28,600,216	\$ 25,510,836	\$ 24,404,058	\$ 23,893,327	\$ 21,525,981	\$ 21,709,255
County's net pension liability as a percentage of covered payroll	36.7%	50.2%	59.3%	25.9%	11.6%	23.1%	19.9%	14.2%

Notes to the Schedule

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

(1) - A plan change was made during 2019 requiring a mandatory employee contribution of 2% which amounted to \$551,399. Included in employee contributions is the total amount of purchased years of service during the 2019 buyback which amounted to \$5,005,872.

WALTON COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF COUNTY CONTRIBUTIONS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 2,625,165	\$ 2,637,737	\$ 2,357,417	\$ 1,330,440	\$ 1,302,068
Contributions in relation to the actuarially determined contribution	<u>2,625,165</u>	<u>2,637,737</u>	<u>2,357,417</u>	<u>1,330,440</u>	<u>1,302,068</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 28,864,702	\$ 28,245,266	\$ 28,572,385	\$ 27,055,526	\$ 24,957,447
Contributions as a percentage of Covered payroll	9.1%	9.3%	8.3%	4.9%	5.2%
		<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution		\$ 1,374,616	\$ 1,190,353	\$ 1,181,751	\$ 1,108,255
Contributions in relation to the actuarially determined contribution		<u>1,374,616</u>	<u>1,190,353</u>	<u>1,202,997</u>	<u>1,108,255</u>
Contribution deficiency (excess)		<u>\$ -</u>	<u>\$ -</u>	<u>\$ (21,246)</u>	<u>\$ -</u>
Covered payroll		\$ 24,148,693	\$ 22,709,654	\$ 21,617,618	\$ 20,750,356
Contributions as a percentage of Covered payroll		5.7%	5.2%	5.6%	5.3%

Notes to the Schedule

Valuation Date	January 1, 2021
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Smoothed fair value with a 5-year smoothing period
Assumed Rate of Return on Investments	7.00%
Projected Salary Increases	4.0% - 5.5%
Cost-of-living Adjustment	2.00%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	None remaining

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

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditure for particular purposes other than capital projects or debt service.

Law Library Fund - to account for the revenues and related expenditures of operating the County's Law Library.

Forfeited Drug Seizure Fund - to account for funds forfeited to the Sheriff by the courts to be used for law enforcement activities.

Inmate Phone Fund - to account for commission revenues from inmate phone usage to be used for law enforcement activities.

Clerk's Authority Fund - to account for the collection and disbursement of court fines, fees, and assessments.

Juvenile Supplemental Services Fund - to account for funds collected to be used for law enforcement activities.

Multiple Grant Fund - to account for governmental grants received and the related expenditures.

Sheriff's Programs Fund - to account for funds received through the traffic safety and H.E.A.T. programs and expenditures in the Sheriff's office.

Drug Abuse Treatment Education Fund - to account for funds collected from fines and forfeitures to be used to maintain a Drug Abuse Treatment and Education program.

DARE Program Fund - to account for funds raised and used to operate the DARE program.

Crime Victim's Assistance Fund - to account for fines and assessments distributed by the courts to be used to provide services to crime victims.

Seized Drug Fund - to account for fines seized by the Sheriff.

Inmate Commissary Fund - to account for the commissions made by the Sheriff's office from canteen sales to the inmates.

DA Forfeiture Fund - to account for funds forfeited to the District Attorney's office by the courts to be used for law enforcement activities.

Forfeited Federal Drug Fund - to account for funds forfeited for federal cases.

Walton County Public Purpose Corporation - to account for lease payments received from the Georgia Department of Family and Children's Services for the use of a County owned building.

Fire Fund - to account for the revenues and related expenditures of operating the County's fire department.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds (Continued)

Emergency 911 Fund - accounts for the monthly 911 charge to help fund the cost of providing emergency 911 services.

Debt Service Fund

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

Capital Projects Funds

Impact Fees Fund - to account for the collection and disbursement of impact fees.

WALTON COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

Special Revenue Funds							
ASSETS	Law Library	Forfeited Drug Seizure	Inmate Phone	Clerk's Authority	Juvenile Supplemental Services	Multiple Grant	Sheriff's Programs
Cash and cash equivalents	\$ 43,141	\$ 122,765	\$ 418,869	\$ 212,516	\$ 44,200	\$ -	\$ 4,036
Accounts receivable	-	-	-	-	40,286	-	-
Due from other governments	-	-	-	-	-	57,109	-
Prepaid items	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	2,626	-
Lease receivable	-	-	-	-	-	-	-
Total assets	<u>\$ 43,141</u>	<u>\$ 122,765</u>	<u>\$ 418,869</u>	<u>\$ 212,516</u>	<u>\$ 84,486</u>	<u>\$ 59,735</u>	<u>\$ 4,036</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 30	\$ 18,366	\$ -
Accrued liabilities	-	-	-	-	-	7,423	-
Due to other governments	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	3,575	19,541	-
Due to component units	-	-	-	-	-	14,778	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,605</u>	<u>60,108</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - intergovernmental	-	-	-	-	-	34,100	-
Deferred inflows of resources - leases	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,100</u>	<u>-</u>
FUND BALANCES							
Nonspendable:							
Prepaid items	-	-	-	-	-	-	-
Restricted for:							
Judicial	43,141	-	-	212,516	80,881	-	-
Public safety	-	122,765	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Committed to:							
Inmate needs	-	-	418,869	-	-	-	-
Sheriff's expenditures	-	-	-	-	-	-	4,036
Unassigned (deficit)	-	-	-	-	-	(34,473)	-
Total fund balances (deficit)	<u>43,141</u>	<u>122,765</u>	<u>418,869</u>	<u>212,516</u>	<u>80,881</u>	<u>(34,473)</u>	<u>4,036</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 43,141</u>	<u>\$ 122,765</u>	<u>\$ 418,869</u>	<u>\$ 212,516</u>	<u>\$ 84,486</u>	<u>\$ 59,735</u>	<u>\$ 4,036</u>

(Continued)

Special Revenue Funds

Drug Abuse Treatment Education	DARE Program	Crime Victim's Assistance	Seized Drug	Inmate Commissary	DA Forfeiture	Forfeited Federal Drug
\$ 387,559	\$ 69,815	\$ 27,387	\$ 71,275	\$ 291,611	\$ 28,406	\$ 108,652
-	-	-	-	-	-	-
696	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 388,255</u>	<u>\$ 69,815</u>	<u>\$ 27,387</u>	<u>\$ 71,275</u>	<u>\$ 291,611</u>	<u>\$ 28,406</u>	<u>\$ 108,652</u>
\$ 12,700	\$ -	\$ -	\$ 69,508	\$ 2,299	\$ -	\$ -
-	-	2,903	-	27,509	-	-
-	-	-	-	-	-	-
2,626	-	7,558	-	-	-	-
-	-	-	-	-	-	-
<u>15,326</u>	<u>-</u>	<u>10,461</u>	<u>69,508</u>	<u>29,808</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	16,926	-	-	28,406	-
-	-	-	1,767	-	-	108,652
372,929	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	69,815	-	-	261,803	-	-
-	-	-	-	-	-	-
<u>372,929</u>	<u>69,815</u>	<u>16,926</u>	<u>1,767</u>	<u>261,803</u>	<u>28,406</u>	<u>108,652</u>
<u>\$ 388,255</u>	<u>\$ 69,815</u>	<u>\$ 27,387</u>	<u>\$ 71,275</u>	<u>\$ 291,611</u>	<u>\$ 28,406</u>	<u>\$ 108,652</u>

**WALTON COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022**

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
	Walton County Public Purpose Corporation	Fire Fund	Emergency 911	Debt Service	Impact Fees	
ASSETS						
Cash and cash equivalents	\$ 226,564	\$ 2,347,054	\$ -	\$ -	\$ 2,161,061	\$ 6,564,911
Accounts receivable	-	-	343,740	-	-	384,026
Due from other governments	-	-	-	-	-	57,805
Prepaid items	-	14,920	21,059	-	-	35,979
Due from other funds	-	-	-	-	88,923	91,549
Lease receivable	3,819,797	-	-	-	-	3,819,797
Total assets	<u>\$ 4,046,361</u>	<u>\$ 2,361,974</u>	<u>\$ 364,799</u>	<u>\$ -</u>	<u>\$ 2,249,984</u>	<u>\$ 10,954,067</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 752	\$ 217,979	\$ 23,937	\$ -	\$ 98,587	\$ 444,158
Accrued liabilities	-	169,556	40,536	-	-	247,927
Due to other governments	-	5,757	-	-	-	5,757
Due to other funds	36	14,469	558	-	3,107	51,470
Due to component units	-	-	-	-	-	14,778
Total liabilities	<u>788</u>	<u>407,761</u>	<u>65,031</u>	<u>-</u>	<u>101,694</u>	<u>764,090</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - intergovernmental	-	-	-	-	-	34,100
Deferred inflows of resources - leases	3,762,683	-	-	-	-	3,762,683
Total Deferred Inflows of Resources	<u>3,762,683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,796,783</u>
FUND BALANCES						
Nonspendable:						
Prepaid items	-	14,920	21,059	-	-	35,979
Restricted for:						
Judicial	-	-	-	-	-	381,870
Public safety	-	1,939,293	278,709	-	-	2,451,186
Health and welfare	-	-	-	-	-	372,929
Capital projects	282,890	-	-	-	2,148,290	2,431,180
Committed to:						
Inmate needs	-	-	-	-	-	418,869
Sheriff's expenditures	-	-	-	-	-	335,654
Unassigned (deficit)	-	-	-	-	-	(34,473)
Total fund balances (deficit)	<u>282,890</u>	<u>1,954,213</u>	<u>299,768</u>	<u>-</u>	<u>2,148,290</u>	<u>6,393,194</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,046,361</u>	<u>\$ 2,361,974</u>	<u>\$ 364,799</u>	<u>\$ -</u>	<u>\$ 2,249,984</u>	<u>\$ 10,954,067</u>

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Special Revenue Funds						
	Law Library	Forfeited Drug Seizure	Inmate Phone	Clerk's Authority	Juvenile Supplemental Services	Multiple Grant	Sheriff's Programs
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	177,154	-
Fines and forfeitures	45,142	60,090	-	-	30,566	-	-
Impact fees	-	-	-	-	-	-	-
Charges for services	-	-	195,934	-	-	-	-
Interest income	22	25	319	137	44	-	-
Contributions	-	-	-	-	-	-	-
Other revenues	-	-	-	69,474	-	32,501	-
Total revenues	<u>45,164</u>	<u>60,115</u>	<u>196,253</u>	<u>69,611</u>	<u>30,610</u>	<u>209,655</u>	<u>-</u>
Expenditures:							
Current							
General government	-	-	-	-	-	-	-
Judicial	36,146	-	-	-	41,120	181,928	-
Public safety	-	21,877	28,592	-	-	-	573
Public works	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	147,814	-
Culture and recreation	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Capital outlay	-	42,178	46,339	-	-	-	-
Debt service							
Principal	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	<u>36,146</u>	<u>64,055</u>	<u>74,931</u>	<u>-</u>	<u>41,120</u>	<u>329,742</u>	<u>573</u>
Excess (deficiency) of revenues over expenditures	<u>9,018</u>	<u>(3,940)</u>	<u>121,322</u>	<u>69,611</u>	<u>(10,510)</u>	<u>(120,087)</u>	<u>(573)</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	125,372	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>125,372</u>	<u>-</u>
Net change in fund balances	9,018	(3,940)	121,322	69,611	(10,510)	5,285	(573)
Fund balances (deficit), beginning of year	<u>34,123</u>	<u>126,705</u>	<u>297,547</u>	<u>142,905</u>	<u>91,391</u>	<u>(39,758)</u>	<u>4,609</u>
Fund balances (deficit), end of year	<u>\$ 43,141</u>	<u>\$ 122,765</u>	<u>\$ 418,869</u>	<u>\$ 212,516</u>	<u>\$ 80,881</u>	<u>\$ (34,473)</u>	<u>\$ 4,036</u>

(Continued)

Special Revenue Funds

Drug Abuse Treatment Education	DARE Program	Crime Victim's Assistance	Seized Drug	Inmate Commissary	DA Forfeiture	Forfeited Federal Drug
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	94,661	-	-	-	46,943
127,501	-	-	-	-	11,751	-
-	-	-	-	-	-	-
354	-	18	86	132,928	-	77
-	27,000	-	-	-	-	-
-	-	-	-	-	-	-
<u>127,855</u>	<u>27,000</u>	<u>94,679</u>	<u>86</u>	<u>132,928</u>	<u>11,751</u>	<u>47,020</u>
-	-	-	-	-	-	-
-	-	99,785	-	-	8,966	-
-	28,845	-	-	120,864	-	-
-	-	-	-	-	-	-
59,566	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>59,566</u>	<u>28,845</u>	<u>99,785</u>	<u>-</u>	<u>120,864</u>	<u>8,966</u>	<u>-</u>
68,289	(1,845)	(5,106)	86	12,064	2,785	47,020
-	10,799	7,187	-	-	-	-
<u>(21,303)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(21,303)</u>	<u>10,799</u>	<u>7,187</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
46,986	8,954	2,081	86	12,064	2,785	47,020
<u>325,943</u>	<u>60,861</u>	<u>14,845</u>	<u>1,681</u>	<u>249,739</u>	<u>25,621</u>	<u>61,632</u>
<u>\$ 372,929</u>	<u>\$ 69,815</u>	<u>\$ 16,926</u>	<u>\$ 1,767</u>	<u>\$ 261,803</u>	<u>\$ 28,406</u>	<u>\$ 108,652</u>

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
	Walton County Public Purpose Corporation	Fire Fund	Emergency 911	Debt Service	Impact Fees	
Revenues:						
Taxes	\$ -	\$ 7,596,339	\$ -	\$ -	\$ -	\$ 7,596,339
Intergovernmental	368,633	-	449,207	348,992	-	1,485,590
Fines and forfeitures	-	-	-	-	-	275,050
Charges for services	-	-	2,080,611	-	894,813	3,304,286
Interest income	229,934	-	-	-	1,742	232,758
Contributions	-	-	-	-	-	27,000
Other revenues	-	-	1,006	-	-	102,981
Total revenues	<u>598,567</u>	<u>7,596,339</u>	<u>2,530,824</u>	<u>348,992</u>	<u>896,555</u>	<u>13,024,004</u>
Expenditures:						
Current						
General government	-	-	-	-	5,548	5,548
Judicial	-	-	-	-	-	367,945
Public safety	-	7,463,688	3,193,185	-	1,224	10,858,848
Public works	21,121	-	-	-	-	21,121
Health and welfare	-	-	-	-	-	207,380
Culture and recreation	-	-	-	-	21,729	21,729
Intergovernmental	-	-	-	-	76,181	76,181
Capital outlay	-	145,840	-	-	137,635	371,992
Debt service						
Principal	252,244	-	46,030	609,000	-	907,274
Interest and fiscal charges	249,943	-	279	43,583	-	293,805
Total expenditures	<u>523,308</u>	<u>7,609,528</u>	<u>3,239,494</u>	<u>652,583</u>	<u>242,317</u>	<u>13,131,823</u>
Excess (deficiency) of revenues over expenditures	<u>75,259</u>	<u>(13,189)</u>	<u>(708,670)</u>	<u>(303,591)</u>	<u>654,238</u>	<u>(107,819)</u>
Other financing sources (uses):						
Transfers in	-	32	737,047	303,591	-	1,184,028
Transfers out	-	-	-	-	-	(21,303)
Total other financing sources (uses)	<u>-</u>	<u>32</u>	<u>737,047</u>	<u>303,591</u>	<u>-</u>	<u>1,162,725</u>
Net change in fund balances	75,259	(13,157)	28,377	-	654,238	1,054,906
Fund balances (deficit), beginning of year	<u>207,631</u>	<u>1,967,370</u>	<u>271,391</u>	<u>-</u>	<u>1,494,052</u>	<u>5,338,288</u>
Fund balances (deficit), end of year	<u>\$ 282,890</u>	<u>\$ 1,954,213</u>	<u>\$ 299,768</u>	<u>\$ -</u>	<u>\$ 2,148,290</u>	<u>\$ 6,393,194</u>

**WALTON COUNTY, GEORGIA
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 76,270	\$ 46,270	\$ 45,142	\$ (1,128)
Interest income	1,130	55	22	(33)
Total revenues	<u>77,400</u>	<u>46,325</u>	<u>45,164</u>	<u>(1,161)</u>
Expenditures:				
Current				
Judicial	<u>77,400</u>	<u>37,500</u>	<u>36,146</u>	<u>1,354</u>
Total expenditures	<u>77,400</u>	<u>37,500</u>	<u>36,146</u>	<u>1,354</u>
Net change in fund balance	-	8,825	9,018	193
Fund balance, beginning of year	<u>34,123</u>	<u>34,123</u>	<u>34,123</u>	<u>-</u>
Fund balance, end of year	<u>\$ 34,123</u>	<u>\$ 42,948</u>	<u>\$ 43,141</u>	<u>\$ 193</u>

**WALTON COUNTY, GEORGIA
FORFEITED DRUG SEIZURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 97,125	\$ 62,125	\$ 60,090	\$ (2,035)
Interest income	35	25	25	-
Total revenues	<u>97,160</u>	<u>62,150</u>	<u>60,115</u>	<u>(2,035)</u>
Expenditures:				
Current				
Public safety	62,160	22,160	21,877	283
Capital outlay	35,000	42,500	42,178	322
Total expenditures	<u>97,160</u>	<u>64,660</u>	<u>64,055</u>	<u>605</u>
Net change in fund balance	-	(2,510)	(3,940)	(1,430)
Fund balance, beginning of year	<u>126,705</u>	<u>126,705</u>	<u>126,705</u>	<u>-</u>
Fund balance, end of year	<u>\$ 126,705</u>	<u>\$ 124,195</u>	<u>\$ 122,765</u>	<u>\$ (1,430)</u>

WALTON COUNTY, GEORGIA
INMATE PHONE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 178,900	\$ 196,900	\$ 195,934	\$ (966)
Interest income	100	350	319	(31)
Total revenues	<u>179,000</u>	<u>197,250</u>	<u>196,253</u>	<u>(997)</u>
Expenditures:				
Current				
Public safety	119,000	32,000	28,592	3,408
Capital outlay	60,000	47,000	46,339	661
Total expenditures	<u>179,000</u>	<u>79,000</u>	<u>74,931</u>	<u>4,069</u>
Net change in fund balance	-	118,250	121,322	3,072
Fund balance, beginning of year	<u>297,547</u>	<u>297,547</u>	<u>297,547</u>	<u>-</u>
Fund balance, end of year	<u>\$ 297,547</u>	<u>\$ 415,797</u>	<u>\$ 418,869</u>	<u>\$ 3,072</u>

**WALTON COUNTY, GEORGIA
CLERK'S AUTHORITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Interest income	\$ 100	\$ 150	\$ 137	\$ (13)
Other revenue	31,175	70,175	69,474	(701)
Total revenues	<u>31,275</u>	<u>70,325</u>	<u>69,611</u>	<u>(714)</u>
Expenditures:				
Current				
Judicial	31,275	-	-	-
Total expenditures	<u>31,275</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	70,325	69,611	(714)
Fund balance, beginning of year	<u>142,905</u>	<u>142,905</u>	<u>142,905</u>	<u>-</u>
Fund balance, end of year	<u>\$ 142,905</u>	<u>\$ 213,230</u>	<u>\$ 212,516</u>	<u>\$ (714)</u>

**WALTON COUNTY, GEORGIA
 JUVENILE SUPPLEMENTAL SERVICES FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 43,650	\$ 29,650	\$ 30,566	\$ 916
Interest income	100	50	44	(6)
Total revenues	<u>43,750</u>	<u>29,700</u>	<u>30,610</u>	<u>910</u>
Expenditures:				
Current				
Judicial	<u>43,750</u>	<u>41,800</u>	<u>41,120</u>	<u>680</u>
Total expenditures	<u>43,750</u>	<u>41,800</u>	<u>41,120</u>	<u>680</u>
Net change in fund balance	-	(12,100)	(10,510)	1,590
Fund balance, beginning of year	<u>91,391</u>	<u>91,391</u>	<u>91,391</u>	<u>-</u>
Fund balance, end of year	<u>\$ 91,391</u>	<u>\$ 79,291</u>	<u>\$ 80,881</u>	<u>\$ 1,590</u>

WALTON COUNTY, GEORGIA
MULTIPLE GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 181,280	\$ 181,280	\$ 177,154	\$ (4,126)
Other revenues	32,500	32,500	32,501	1
Total revenues	<u>213,780</u>	<u>213,780</u>	<u>209,655</u>	<u>(4,125)</u>
Expenditures:				
Current				
Judicial	186,255	186,255	181,928	4,327
Health and welfare	151,011	151,011	147,814	3,197
Total expenditures	<u>337,266</u>	<u>337,266</u>	<u>329,742</u>	<u>7,524</u>
Deficiency of revenues over expenditures	<u>(123,486)</u>	<u>(123,486)</u>	<u>(120,087)</u>	<u>3,399</u>
Other financing sources				
Transfers in	127,187	127,187	125,372	(1,815)
Total other financing sources	<u>127,187</u>	<u>127,187</u>	<u>125,372</u>	<u>(1,815)</u>
Net change in fund balance	3,701	3,701	5,285	1,584
Fund balance (deficit), beginning of year	<u>(39,758)</u>	<u>(39,758)</u>	<u>(39,758)</u>	<u>-</u>
Fund balance (deficit), end of year	<u>\$ (36,057)</u>	<u>\$ (36,057)</u>	<u>\$ (34,473)</u>	<u>\$ 1,584</u>

**WALTON COUNTY, GEORGIA
SHERIFF'S PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Other revenues	\$ 6,010	\$ -	\$ -	\$ -
Total revenues	<u>6,010</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current				
Public safety	6,010	1,010	573	437
Total expenditures	<u>6,010</u>	<u>1,010</u>	<u>573</u>	<u>437</u>
Net change in fund balance	-	(1,010)	(573)	437
Fund balance, beginning of year	<u>4,609</u>	<u>4,609</u>	<u>4,609</u>	<u>-</u>
Fund balance, end of year	<u>\$ 4,609</u>	<u>\$ 3,599</u>	<u>\$ 4,036</u>	<u>\$ 437</u>

WALTON COUNTY, GEORGIA
DRUG ABUSE TREATMENT EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 70,193	\$ 121,893	\$ 127,501	\$ 5,608
Interest income	270	370	354	(16)
Total revenues	<u>70,463</u>	<u>122,263</u>	<u>127,855</u>	<u>5,592</u>
Expenditures:				
Current				
Health and welfare	61,463	60,700	59,566	1,134
Total expenditures	<u>61,463</u>	<u>60,700</u>	<u>59,566</u>	<u>1,134</u>
Excess of revenues over expenditures	9,000	61,563	68,289	6,726
Other financing uses				
Transfers out	(9,000)	(20,000)	(21,303)	(1,303)
Total other financing uses	<u>(9,000)</u>	<u>(20,000)</u>	<u>(21,303)</u>	<u>(1,303)</u>
Net change in fund balance	-	41,563	46,986	5,423
Fund balance, beginning of year	<u>325,943</u>	<u>325,943</u>	<u>325,943</u>	<u>-</u>
Fund balance, end of year	<u>\$ 325,943</u>	<u>\$ 367,506</u>	<u>\$ 372,929</u>	<u>\$ 5,423</u>

**WALTON COUNTY, GEORGIA
DARE PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Contributions	\$ 28,231	\$ 27,374	\$ 27,000	\$ (374)
Total revenues	<u>28,231</u>	<u>27,374</u>	<u>27,000</u>	<u>(374)</u>
Expenditures:				
Current				
Public safety	37,231	30,000	28,845	1,155
Total expenditures	<u>37,231</u>	<u>30,000</u>	<u>28,845</u>	<u>1,155</u>
Deficiency of revenues over expenditures	(9,000)	(2,626)	(1,845)	781
Other financing sources				
Transfers in	9,000	11,000	10,799	(201)
Total other financing sources	<u>9,000</u>	<u>11,000</u>	<u>10,799</u>	<u>(201)</u>
Net change in fund balance	-	8,374	8,954	580
Fund balance, beginning of year	<u>60,861</u>	<u>60,861</u>	<u>60,861</u>	<u>-</u>
Fund balance, end of year	<u>\$ 60,861</u>	<u>\$ 69,235</u>	<u>\$ 69,815</u>	<u>\$ 580</u>

**WALTON COUNTY, GEORGIA
CRIME VICTIM'S ASSISTANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 84,000	\$ 94,000	\$ 94,661	\$ 661
Interest income	-	25	18	(7)
Total revenues	<u>84,000</u>	<u>94,025</u>	<u>94,679</u>	<u>654</u>
Expenditures:				
Current				
Judicial	<u>141,932</u>	<u>103,662</u>	<u>99,785</u>	<u>3,877</u>
Total expenditures	<u>141,932</u>	<u>103,662</u>	<u>99,785</u>	<u>3,877</u>
Deficiency of revenues over expenditures	(57,932)	(9,637)	(5,106)	4,531
Other financing sources				
Transfers in	<u>-</u>	<u>7,932</u>	<u>7,187</u>	<u>(745)</u>
Total other financing sources	<u>-</u>	<u>7,932</u>	<u>7,187</u>	<u>(745)</u>
Net change in fund balance	(57,932)	(1,705)	2,081	3,786
Fund balance, beginning of year	<u>14,845</u>	<u>14,845</u>	<u>14,845</u>	<u>-</u>
Fund balance, end of year	<u>\$ (43,087)</u>	<u>\$ 13,140</u>	<u>\$ 16,926</u>	<u>\$ 3,786</u>

WALTON COUNTY, GEORGIA
SEIZED DRUG FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Interest income	\$ 117,770	\$ -	\$ 86	\$ 86
Total revenues	<u>117,770</u>	<u>-</u>	<u>86</u>	<u>86</u>
Expenditures:				
Current				
Public safety	117,770	-	-	-
Total expenditures	<u>117,770</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	86	86
Fund balance, beginning of year	<u>1,681</u>	<u>1,681</u>	<u>1,681</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,681</u>	<u>\$ 1,681</u>	<u>\$ 1,767</u>	<u>\$ 86</u>

**WALTON COUNTY, GEORGIA
INMATE COMMISSARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 190,000	\$ 135,000	\$ 132,928	\$ (2,072)
Total revenues	<u>190,000</u>	<u>135,000</u>	<u>132,928</u>	<u>(2,072)</u>
Expenditures:				
Current				
Public safety	190,000	122,000	120,864	1,136
Total expenditures	<u>190,000</u>	<u>122,000</u>	<u>120,864</u>	<u>1,136</u>
Net change in fund balance	-	13,000	12,064	(936)
Fund balance, beginning of year	<u>249,739</u>	<u>249,739</u>	<u>249,739</u>	<u>-</u>
Fund balance, end of year	<u>\$ 249,739</u>	<u>\$ 262,739</u>	<u>\$ 261,803</u>	<u>\$ (936)</u>

**WALTON COUNTY, GEORGIA
DA FORFEITURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 13,000	\$ 11,000	\$ 11,751	\$ 751
Total revenues	<u>13,000</u>	<u>11,000</u>	<u>11,751</u>	<u>751</u>
Expenditures:				
Current				
Judicial	<u>13,000</u>	<u>9,400</u>	<u>8,966</u>	<u>434</u>
Total expenditures	<u>13,000</u>	<u>9,400</u>	<u>8,966</u>	<u>434</u>
Net change in fund balance	-	1,600	2,785	1,185
Fund balance, beginning of year	<u>25,621</u>	<u>25,621</u>	<u>25,621</u>	<u>-</u>
Fund balance, end of year	<u>\$ 25,621</u>	<u>\$ 27,221</u>	<u>\$ 28,406</u>	<u>\$ 1,185</u>

**WALTON COUNTY, GEORGIA
 FORFEITED FEDERAL DRUG FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 53,791	\$ 46,791	\$ 46,943	\$ 152
Interest income	100	75	77	2
Total revenues	<u>53,891</u>	<u>46,866</u>	<u>47,020</u>	<u>154</u>
Expenditures:				
Current				
Public safety	30,000	-	-	-
Capital outlay	<u>23,891</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>53,891</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	46,866	47,020	154
Fund balance, beginning of year	<u>61,632</u>	<u>61,632</u>	<u>61,632</u>	<u>-</u>
Fund balance, end of year	<u>\$ 61,632</u>	<u>\$ 108,498</u>	<u>\$ 108,652</u>	<u>\$ 154</u>

WALTON COUNTY, GEORGIA
WALTON COUNTY PUBLIC PURPOSE CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 541,250	\$ 541,251	\$ 368,633	\$ (172,618)
Interest income	200	210	229,934	229,724
Total revenues	<u>541,450</u>	<u>541,461</u>	<u>598,567</u>	<u>57,106</u>
Expenditures:				
Current				
Public works	39,262	22,305	21,121	1,184
Debt service				
Principal	236,764	252,244	252,244	-
Interest and fiscal charges	<u>265,424</u>	<u>250,000</u>	<u>249,943</u>	<u>57</u>
Total expenditures	<u>541,450</u>	<u>524,549</u>	<u>523,308</u>	<u>1,241</u>
Net change in fund balance	-	16,912	75,259	58,347
Fund balance, beginning of year	<u>207,631</u>	<u>207,631</u>	<u>207,631</u>	<u>-</u>
Fund balance, end of year	<u>\$ 207,631</u>	<u>\$ 224,543</u>	<u>\$ 282,890</u>	<u>\$ 58,347</u>

**WALTON COUNTY, GEORGIA
FIRE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 7,200,000	\$ 7,595,000	\$ 7,596,339	\$ 1,339
Total revenues	<u>7,200,000</u>	<u>7,595,000</u>	<u>7,596,339</u>	<u>1,339</u>
Expenditures:				
Current				
Public safety	7,897,325	7,607,818	7,463,688	144,130
Capital outlay	<u>148,650</u>	<u>146,650</u>	<u>145,840</u>	<u>810</u>
Total expenditures	<u>8,045,975</u>	<u>7,754,468</u>	<u>7,609,528</u>	<u>144,940</u>
Deficiency of revenues over expenditures	<u>(845,975)</u>	<u>(159,468)</u>	<u>(13,189)</u>	<u>146,279</u>
Other financing sources				
Transfers in	<u>845,975</u>	<u>25</u>	<u>32</u>	<u>7</u>
Total other financing sources	<u>845,975</u>	<u>25</u>	<u>32</u>	<u>7</u>
Net change in fund balance	-	(159,443)	(13,157)	146,286
Fund balance, beginning of year	<u>1,967,370</u>	<u>1,967,370</u>	<u>1,967,370</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,967,370</u>	<u>\$ 1,807,927</u>	<u>\$ 1,954,213</u>	<u>\$ 146,286</u>

WALTON COUNTY, GEORGIA
EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 1,535,700	\$ 2,068,100	\$ 2,080,611	\$ 12,511
Intergovernmental	449,207	449,207	449,207	-
Other revenues	1,000	1,000	1,006	6
Total revenues	<u>1,985,907</u>	<u>2,518,307</u>	<u>2,530,824</u>	<u>12,517</u>
Expenditures:				
Current				
Public safety	3,441,547	3,213,400	3,193,185	20,215
Debt service				
Principal	-	46,030	46,030	-
Interest and fiscal charges	-	279	279	-
Total expenditures	<u>3,441,547</u>	<u>3,259,709</u>	<u>3,239,494</u>	<u>20,215</u>
Deficiency of revenues over expenditures	<u>(1,455,640)</u>	<u>(741,402)</u>	<u>(708,670)</u>	<u>32,732</u>
Other financing sources				
Transfers in	1,455,640	738,000	737,047	(953)
Total other financing sources	<u>1,455,640</u>	<u>738,000</u>	<u>737,047</u>	<u>(953)</u>
Net change in fund balance	-	(3,402)	28,377	31,779
Fund balance, beginning of year	<u>271,391</u>	<u>271,391</u>	<u>271,391</u>	<u>-</u>
Fund balance, end of year	<u>\$ 271,391</u>	<u>\$ 267,989</u>	<u>\$ 299,768</u>	<u>\$ 31,779</u>

**WALTON COUNTY, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 354,092	\$ 354,092	\$ 348,992	\$ (5,100)
Total revenues	<u>354,092</u>	<u>354,092</u>	<u>348,992</u>	<u>(5,100)</u>
Expenditures:				
Debt service:				
Principal retirement	609,000	609,000	609,000	-
Interest and fiscal charges	43,583	43,583	43,583	-
Total expenditures	<u>652,583</u>	<u>652,583</u>	<u>652,583</u>	<u>-</u>
Deficiency of revenues over expenditures	<u>(298,491)</u>	<u>(298,491)</u>	<u>(303,591)</u>	<u>(5,100)</u>
Other financing sources				
Transfers in	298,491	298,491	303,591	5,100
Total other financing sources	<u>298,491</u>	<u>298,491</u>	<u>303,591</u>	<u>5,100</u>
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WALTON COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS -
2013 ISSUE**

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
Walton County					
Jail expansion	\$ 25,200,000	\$ 25,200,000	\$ 35,674	\$ 2,351,329	\$ 2,387,003
Fire station construction	3,600,000	3,955,000	3,776,524	-	3,776,524
911 building expansion	2,400,000	2,400,000	1,512,284	-	1,512,284
Government building upgrades	2,400,000	2,400,000	2,184,949	34,029	2,218,978
Road improvements	2,400,000	5,800,000	5,250,626	-	5,250,626
Water & sewer improvements	2,400,000	2,400,000	1,590,247	-	1,590,247
Parks & recreation upgrades	1,600,000	3,356,675	3,230,187	126,488	3,356,675
Total Walton County	<u>40,000,000</u>	<u>45,511,675</u>	<u>17,580,491</u>	<u>2,511,846</u>	<u>20,092,337</u>
City of Between	<u>360,644</u>	<u>362,518</u>	<u>362,518</u>	<u>-</u>	<u>362,518</u>
City of Good Hope	<u>198,838</u>	<u>200,592</u>	<u>200,592</u>	<u>-</u>	<u>200,592</u>
City of Jersey	<u>333,840</u>	<u>334,689</u>	<u>334,689</u>	<u>-</u>	<u>334,689</u>
City of Loganville	<u>5,841,678</u>	<u>5,907,880</u>	<u>5,907,880</u>	<u>-</u>	<u>5,907,880</u>
City of Monroe	<u>9,200,000</u>	<u>9,283,818</u>	<u>9,283,818</u>	<u>-</u>	<u>9,283,818</u>
City of Social Circle	<u>3,100,000</u>	<u>3,127,030</u>	<u>3,127,030</u>	<u>-</u>	<u>3,127,030</u>
City of Walnut Grove	<u>965,000</u>	<u>973,418</u>	<u>973,418</u>	<u>-</u>	<u>973,418</u>
Total 2013 SPLOST	<u>\$ 60,000,000</u>	<u>\$ 65,701,620</u>	<u>\$ 37,770,436</u>	<u>\$ 2,511,846</u>	<u>\$ 40,282,282</u>

WALTON COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS -
2019 ISSUE**

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
Walton County					
911 Radio Communication Project	\$ 3,100,000	\$ 3,222,134	\$ 3,185,825	\$ 36,309	\$ 3,222,134
Transportation Projects	14,000,000	14,000,000	4,715,821	2,305,134	7,020,955
Parks & Recreation Projects	10,000,000	10,000,000	1,657,279	4,418,474	6,075,753
1 New Fire Station & Fire Station Improvement	3,000,000	2,511,990	2,468,253	16,336	2,484,589
Building Projects	7,000,000	7,000,000	1,081,340	193,879	1,275,219
Water & Sewer System Improvements	3,000,000	3,000,000	1,617,944	319,132	1,937,076
Vehicle & Major Equipment Acquisition	1,023,141	1,511,151	1,226,046	-	1,226,046
Total Walton County	<u>41,123,141</u>	<u>41,245,275</u>	<u>15,952,508</u>	<u>7,289,264</u>	<u>23,241,772</u>
City of Between	<u>222,536</u>	<u>222,536</u>	<u>135,265</u>	<u>75,299</u>	<u>210,564</u>
City of Good Hope	<u>189,363</u>	<u>189,363</u>	<u>115,102</u>	<u>64,074</u>	<u>179,176</u>
City of Jersey	<u>95,706</u>	<u>95,706</u>	<u>58,173</u>	<u>32,384</u>	<u>90,557</u>
City of Loganville	<u>5,799,816</u>	<u>5,799,817</u>	<u>3,525,342</u>	<u>1,962,464</u>	<u>5,487,806</u>
City of Monroe	<u>8,770,964</u>	<u>8,770,964</u>	<u>5,331,313</u>	<u>2,967,801</u>	<u>8,299,114</u>
City of Social Circle	<u>2,895,869</u>	<u>2,895,869</u>	<u>1,744,062</u>	<u>970,874</u>	<u>2,714,936</u>
City of Walnut Grove	<u>902,605</u>	<u>902,605</u>	<u>548,635</u>	<u>305,411</u>	<u>854,046</u>
Total 2019 SPLOST	<u>\$ 60,000,000</u>	<u>\$ 60,122,135</u>	<u>\$ 27,410,400</u>	<u>13,667,571</u>	<u>\$ 41,077,971</u>
				Debt service for financed purchases:	1,061,941
				Non-SPLOST expenditures funded with transfers from other funds:	
				Transportation Projects	754,152
				Total SPLOST fund expenditures	<u>\$ 15,483,664</u>

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Health Benefits Fund - to account for charges to other funds and for the payment of health insurance and the payment of claims.

Workers' Compensation Fund - to account for charges to other funds and for the payment of the workers' compensation insurance and claims.

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2022

	<u>Health Benefits</u>	<u>Workers' Compensation</u>	<u>Total</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	\$ 1,611,097	\$ -	\$ 1,611,097
Investments	759,450	745,373	1,504,823
Accounts receivable	44,445	-	44,445
Interest receivable	-	647	647
Due from other funds	-	93,704	93,704
Prepaid items	-	94,923	94,923
Total assets	<u>2,414,992</u>	<u>934,647</u>	<u>3,349,639</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	526,485	419	526,904
Claims payable - current portion	1,128,452	599,756	1,728,208
Total current liabilities	<u>1,654,937</u>	<u>600,175</u>	<u>2,255,112</u>
NONCURRENT LIABILITIES			
Claims payable - long-term portion	-	208,801	208,801
Total long term liabilities	<u>-</u>	<u>208,801</u>	<u>208,801</u>
Total liabilities	<u>1,654,937</u>	<u>808,976</u>	<u>2,463,913</u>
NET POSITION			
Unrestricted	760,055	125,671	885,726
Total net position	<u>\$ 760,055</u>	<u>\$ 125,671</u>	<u>\$ 885,726</u>

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Health Benefits</u>	<u>Workers' Compensation</u>	<u>Total</u>
OPERATING REVENUES			
Charges to other funds	\$ 11,417,683	\$ 528,905	\$ 11,946,588
Total operating revenues	<u>11,417,683</u>	<u>528,905</u>	<u>11,946,588</u>
OPERATING EXPENSES			
Administrative	1,363,835	-	1,363,835
Claims	8,798,421	466,873	9,265,294
Fiduciary fees	4,632	5,048	9,680
Insurance	-	198,787	198,787
Total operating expenses	<u>10,166,888</u>	<u>670,708</u>	<u>10,837,596</u>
Operating income (loss)	<u>1,250,795</u>	<u>(141,803)</u>	<u>1,108,992</u>
NONOPERATING REVENUES			
Interest income	677	1,375	2,052
Total nonoperating revenues	<u>677</u>	<u>1,375</u>	<u>2,052</u>
Income (loss) before transfers	1,251,472	(140,428)	1,111,044
Transfers in	<u>3,836</u>	<u>-</u>	<u>3,836</u>
Change in net position	1,255,308	(140,428)	1,114,880
NET POSITION, beginning of year	<u>(495,253)</u>	<u>266,099</u>	<u>(229,154)</u>
NET POSITION, end of year	<u>\$ 760,055</u>	<u>\$ 125,671</u>	<u>\$ 885,726</u>

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Health Benefits</u>	<u>Workers' Compensation</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund activity	\$ 11,373,238	\$ 445,636	\$ 11,818,874
Payments to suppliers	(10,496,803)	(450,688)	(10,947,491)
Net cash provided by (used in) operating activities	<u>876,435</u>	<u>(5,052)</u>	<u>871,383</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	3,836	-	3,836
Net cash provided by noncapital financing activities	<u>3,836</u>	<u>-</u>	<u>3,836</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of investments	-	4,308	4,308
Purchase of investments	(2,872)	-	(2,872)
Interest received	677	744	1,421
Net cash provided by (used in) investing activities	<u>(2,195)</u>	<u>5,052</u>	<u>2,857</u>
Net increase in cash and cash equivalents	878,076	-	878,076
Cash and cash equivalents:			
Beginning of year	733,021	-	733,021
End of year	<u>\$ 1,611,097</u>	<u>\$ -</u>	<u>\$ 1,611,097</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ 1,250,795	\$ (141,803)	\$ 1,108,992
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities			
Increase in accounts receivable	(44,445)	-	(44,445)
Increase in due from other funds	-	(83,269)	(83,269)
Decrease in prepaid items	-	8,941	8,941
Increase (decrease) in accounts payable	301,011	(3)	301,008
Increase (decrease) in claims payable	(630,926)	211,082	(419,844)
Net cash provided by (used in) operating activities	<u>\$ 876,435</u>	<u>\$ (5,052)</u>	<u>\$ 871,383</u>

CUSTODIAL FUNDS

Custodial funds are used to account for assets held by the government as an agent for individuals, private organizations, and other governments.

Tax Commissioner - to account for the collection of all property taxes which are collected and disbursed to other government units.

Sheriff - to account for collection of cash bonds, fines, forfeitures and other fees which are disbursed to other parties.

The following custodial funds are used to account for fines, fees and other moneys collected by the courts and remitted to other parties in accordance with court orders and state law:

Clerk of Superior Court
Probate Court
Magistrate Court
Juvenile Court

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022

ASSETS	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Juvenile Court	Total
Cash and cash equivalents	\$ 2,692,788	\$ 10,741	\$ 1,906,380	\$ 135,788	\$ 79,374	\$ 207	\$ 4,825,278
Taxes receivable	263,499	-	-	-	-	-	263,499
Total assets	<u>2,956,287</u>	<u>10,741</u>	<u>1,906,380</u>	<u>135,788</u>	<u>79,374</u>	<u>207</u>	<u>5,088,777</u>
LIABILITIES							
Due to other governments, organizations, and individuals	2,472,479	10,741	691,512	69,923	52,435	-	3,297,090
Uncollected taxes	263,499	-	-	-	-	-	263,499
Total liabilities	<u>2,735,978</u>	<u>10,741</u>	<u>691,512</u>	<u>69,923</u>	<u>52,435</u>	<u>-</u>	<u>3,560,589</u>
NET POSITION							
Restricted:							
Individuals, organizations, and other governments	<u>220,309</u>	<u>-</u>	<u>1,214,868</u>	<u>65,865</u>	<u>26,939</u>	<u>207</u>	<u>1,528,188</u>
Total net position	<u>\$ 220,309</u>	<u>\$ -</u>	<u>\$ 1,214,868</u>	<u>\$ 65,865</u>	<u>\$ 26,939</u>	<u>\$ 207</u>	<u>\$ 1,528,188</u>

WALTON COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Juvenile Court	Total
ADDITIONS							
Property taxes collected for other governments	\$ 91,242,186	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 91,242,186
Fines and fees collected	-	488,248	5,410,456	310,718	280,249	1,097	6,490,768
Criminal and civil bonds	-	-	949,259	98,711	20,362	-	1,068,332
Total additions	<u>91,242,186</u>	<u>488,248</u>	<u>6,359,715</u>	<u>409,429</u>	<u>300,611</u>	<u>1,097</u>	<u>98,801,286</u>
DEDUCTIONS							
Property taxes distributed to other governments	91,186,533	-	-	-	-	-	91,186,533
Fines and fees disbursed	-	488,248	4,240,220	303,002	269,834	1,047	5,302,351
Other custodial disbursements	-	-	1,404,095	66,429	29,535	-	1,500,059
Total deductions	<u>91,186,533</u>	<u>488,248</u>	<u>5,644,315</u>	<u>369,431</u>	<u>299,369</u>	<u>1,047</u>	<u>97,988,943</u>
Net increase in fiduciary net position	55,653	-	715,400	39,998	1,242	50	812,343
Net position, beginning of year	<u>\$ 164,656</u>	<u>\$ -</u>	<u>\$ 499,468</u>	<u>\$ 25,867</u>	<u>\$ 25,697</u>	<u>\$ 157</u>	<u>\$ 715,845</u>
Net position, end of year	<u>\$ 220,309</u>	<u>\$ -</u>	<u>\$ 1,214,868</u>	<u>\$ 65,865</u>	<u>\$ 26,939</u>	<u>\$ 207</u>	<u>\$ 1,528,188</u>

COMPONENT UNIT – DEVELOPMENT AUTHORITY

WALTON COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
COMPONENT UNIT - DEVELOPMENT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers and users	\$	913,926
Payments to suppliers		(787,803)
Payments to employees		(341,029)
Net cash used in operating activities		<u>(214,906)</u>

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

Purchase of capital assets		(1,533,155)
Proceeds from sale of capital assets		1,754,527
Net cash provided by capital and related financing activities		<u>221,372</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest received		2,338
Net cash provided by investing activities		<u>2,338</u>

Net increase in cash and cash equivalents 8,804

Cash and cash equivalents:

Beginning of year		<u>2,647,730</u>
End of year	\$	<u><u>2,656,534</u></u>

**Reconciliation of operating income to net cash
provided by operating activities:**

Operating income	\$	602,570
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation		18,464
Change in assets and liabilities:		
Increase in accounts receivable		(373,659)
Increase in accounts payable		(462,281)
Net cash used in operating activities	\$	<u><u>(214,906)</u></u>

COMPONENT UNIT – COMMISSION ON CHILDREN AND YOUTH

WALTON COUNTY, GEORGIA
BALANCE SHEET
COMPONENT UNIT - COMMISSION ON CHILDREN & YOUTH
JUNE 30, 2022

ASSETS			
Cash		\$	74,093
Due from primary government			<u>14,778</u>
Total assets		\$	<u><u>88,871</u></u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts payable		\$	<u>4,862</u>
Total liabilities			<u>4,862</u>
FUND BALANCE			
Unassigned			<u>84,009</u>
Total liabilities and fund balance		\$	<u><u>88,871</u></u>

WALTON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPONENT UNIT - COMMISSION ON CHILDREN & YOUTH
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Revenues	
Intergovernmental	\$ 66,855
Charges for services	<u>32,311</u>
Total revenues	<u>99,166</u>
Expenditures	
Health and welfare	<u>99,200</u>
Total expenditures	<u>99,200</u>
Net change in fund balance	(34)
Fund balance, beginning of year	<u>84,043</u>
Fund balance, end of year	<u><u>\$ 84,009</u></u>

STATISTICAL SECTION

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

	<u>Page</u>
Financial Trends	114-119

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity.....	120-125
------------------------------	----------------

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

Debt Capacity.....	126-129
---------------------------	----------------

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information	130 and 131
---	--------------------

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information.....	132-134
-----------------------------------	----------------

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

WALTON COUNTY, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net investment in capital assets	\$ 102,657,027	\$ 100,876,698	\$ 99,896,126	\$ 93,583,836	\$ 93,900,070	\$ 89,869,286	\$ 89,769,856	\$ 89,161,866	\$ 92,105,562	\$ 78,805,923
Restricted	9,448,476	13,816,123	17,137,324	21,130,586	24,086,589	27,803,097	36,313,611	41,392,902	42,780,621	62,831,831
Unrestricted	21,822,655	23,118,507	20,061,348	18,569,998	16,886,455	15,189,731	24,573,198	21,589,177	46,862,292	(1) 65,458,175
Total governmental activities net position	\$ 133,928,158	\$ 137,811,328	\$ 137,094,798	\$ 133,284,420	\$ 134,873,114	\$ 132,862,114	\$ 150,656,665	\$ 152,143,945	\$ 181,748,475	\$ 207,095,929
Business-type activities										
Net investment in capital assets	\$ 43,139,230	\$ 46,026,963	\$ 50,670,584	\$ 80,963,684	\$ 84,744,028	\$ 83,437,288	\$ 82,121,531	\$ 82,444,391	\$ 84,181,081	\$ 84,605,507
Restricted	5,590,932	6,192,221	4,378,761	1,408,533	-	-	-	763,265	508,416	273,307
Unrestricted	27,386,469	30,236,244	35,667,949	9,982,189	11,030,197	11,884,553	14,257,618	13,530,217	14,703,572	19,856,074
Total business-type activities net position	\$ 76,116,631	\$ 82,455,428	\$ 90,717,294	\$ 92,354,406	\$ 95,774,225	\$ 95,321,841	\$ 96,379,149	\$ 96,737,873	\$ 99,393,069	\$ 104,734,888
Primary government										
Net investment in capital assets	\$ 145,796,257	\$ 146,903,661	\$ 150,566,710	\$ 174,547,520	\$ 178,644,098	\$ 173,306,574	\$ 171,891,387	\$ 171,606,257	\$ 176,286,643	\$ 163,411,430
Restricted	15,039,408	20,008,344	21,516,085	22,539,119	24,086,589	27,803,097	36,313,611	42,156,167	43,289,037	63,105,138
Unrestricted	49,209,124	53,354,751	55,729,297	28,552,187	27,916,652	27,074,284	38,830,816	35,119,394	61,565,864	85,314,249
Total primary government activities net position	\$ 210,044,789	\$ 220,266,756	\$ 227,812,092	\$ 225,638,826	\$ 230,647,339	\$ 228,183,955	\$ 247,035,814	\$ 248,881,818	\$ 281,141,544	\$ 311,830,817

Data Source: Audited Financial Statements

(1) - Overall change due to increase in County ownership of Georgia Fund 1 cash equivalent, and increase in investment in joint venture.

WALTON COUNTY, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

EXPENSES	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Government activities:										
General Government	\$ 6,941	\$ 7,545	\$ 7,946	\$ 9,688	\$ 8,726	\$ 9,107	\$ 10,023	\$ 11,492	\$ 10,554	\$ 13,564
Judicial	4,908	5,104	5,495	5,855	6,037	6,437	6,866	8,528	7,228	7,417
Public Safety	21,166	22,042	23,346	27,716	26,249	28,967	30,684	34,617	33,724	36,513
Public Works	11,594	11,427	11,653	12,371	12,949	17,022	12,001	14,754	16,369	15,353
Health and Welfare	1,049	1,120	1,119	1,132	1,119	1,151	1,147	4,002	1,179	1,214
Housing & Development	1,289	1,340	1,428	1,610	1,700	1,810	2,993	2,420	2,068	3,608
Culture & Recreation	3,549	3,777	3,526	3,742	3,621	3,683	3,719	4,401	3,474	3,925
Interest on Long-Term Debt	611	430	406	375	371	583	537	483	483	1,333
Total government activities expenses	51,107	52,785	54,919	62,489	60,772	68,760	67,970	80,698	75,079	82,926
Business-type activities										
Water and Sewer	7,538	7,624	7,646	10,966	8,952	12,542	10,933	12,138	11,546	10,753
EMS	2,717	2,817	2,934	3,609	3,915	4,383	4,420	4,598	4,958	5,836
Solid Waste	1,059	1,149	1,147	1,171	1,296	1,332	1,426	1,431	1,503	1,663
Total business-type activities	11,314	11,590	11,727	15,746	14,163	18,258	16,780	18,167	18,008	18,252
Total primary government expenses	\$ 62,421	\$ 64,375	\$ 66,646	\$ 78,235	\$ 74,935	\$ 87,017	\$ 84,750	\$ 98,865	\$ 93,087	\$ 101,178
PROGRAM REVENUES										
Charges for services:										
General Government	\$ 2,778	\$ 2,437	\$ 2,228	\$ 2,373	\$ 2,845	\$ 2,932	\$ 3,454	\$ 3,315	\$ 3,809	\$ 4,049
Judicial	1,109	1,134	1,346	1,414	1,604	1,533	1,419	1,290	1,490	2,278
Public Safety	1,811	1,861	2,449	2,625	2,608	2,824	3,103	3,327	3,817	3,909
Public Works	1,340	1,202	541	545	544	535	550	575	668	728
Health and Welfare	109	143	153	133	152	150	141	164	148	140
Housing & Development	49	242	274	319	389	381	446	546	665	-
Culture & Recreation	857	638	596	600	606	634	646	397	816	778
Total charges for services:	8,053	7,657	7,586	8,009	8,748	8,988	9,759	9,615	11,414	11,882
Operating grants and contributions	1,671	1,842	2,057	2,389	2,958	3,221	4,574	3,327	7,157	3,663
Capital grants and contributions	241	80	167	93	123	662	577	388	2,025	75
Total governmental activities program revenues	9,965	9,579	9,810	10,491	11,829	12,871	14,910	13,329	20,596	15,620
Business type activities:										
Charges for services:										
Water	9,105	9,368	10,171	10,774	11,236	11,558	11,878	11,876	12,542	14,779
EMS	1,867	1,627	1,971	2,333	2,771	2,899	2,848	2,997	3,328	3,231
Solid Waste	591	694	766	927	1,021	1,100	1,116	1,003	1,036	1,014
Operating grants and contributions	-	-	-	-	-	-	-	-	389	87
Capital grants and contributions	902	4,351	5,331	998	182	125	13	-	-	-
Total business-type activities program revenues	12,465	16,040	18,239	15,032	15,210	15,683	15,854	15,876	17,295	19,110
Total primary government program revenues	\$ 22,429	\$ 25,619	\$ 28,049	\$ 25,523	\$ 27,039	\$ 28,554	\$ 30,764	\$ 29,205	\$ 37,891	\$ 34,730
Net (expenses)/revenue										
Governmental activities	\$ (41,143)	\$ (43,206)	\$ (45,109)	\$ (51,998)	\$ (48,943)	\$ (55,889)	\$ (53,060)	\$ (67,369)	\$ (54,483)	\$ (67,307)
Business-type activities	1,151	4,450	6,512	(714)	1,047	(2,575)	(926)	(2,291)	(713)	859
Total primary government net expense	\$ (39,992)	\$ (38,756)	\$ (38,597)	\$ (52,712)	\$ (47,896)	\$ (58,463)	\$ (53,986)	\$ (69,660)	\$ (55,196)	\$ (66,448)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Taxes										
Property taxes	\$ 28,854	\$ 29,879	\$ 29,931	\$ 30,476	\$ 31,983	\$ 33,988	\$ 36,571	\$ 38,484	\$ 41,072	\$ 43,565
Sales taxes	15,931	15,518	16,128	15,958	16,560	17,505	21,241	27,501	29,607	35,196
Insurance premium taxes	2,515	2,614	2,760	2,955	3,145	3,391	3,656	3,918	4,169	4,169
Other Taxes	856	906	930	1,017	1,052	1,093	1,122	1,169	1,479	1,214
Total taxes	48,157	48,917	49,749	50,406	52,740	55,977	62,590	71,072	76,327	84,143
Other	-	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	54	45	43	67	129	260	440	281	35	281
Increase in equity interest in joint venture	-	-	-	-	-	-	-	-	10,525	11,928
Gain on sales of capital assets	-	-	42	-	-	-	-	20	66	39
Transfers	(1,446)	(1,873)	(1,895)	(2,285)	(2,337)	(1,988)	(1,788)	(2,518)	(2,866)	(3,737)
Total governmental activities	46,764	47,089	47,939	48,188	50,532	54,248	61,242	68,856	84,088	92,654
Business-type activities:										
Intergovernmental	-	-	-	-	-	-	-	-	486	720
Investment earnings	20	16	16	66	29	134	195	131	16	26
Transfers	1,446	1,873	1,895	2,285	2,337	1,988	1,788	2,518	2,866	3,737
Gain on sales of capital assets	-	-	-	-	7	-	-	1	-	-
Total business-type activities	1,466	1,889	1,911	2,351	2,373	2,122	1,983	2,650	3,368	4,483
Total primary government	\$ 48,230	\$ 48,978	\$ 49,850	\$ 50,539	\$ 52,905	\$ 56,370	\$ 63,225	\$ 71,506	\$ 87,456	\$ 97,137
CHANGE IN NET POSITION										
Governmental activities	\$ 5,622	\$ 3,883	\$ 2,830	\$ (3,810)	\$ 1,589	\$ (1,640)	\$ 8,182	\$ 1,487	\$ 29,605	\$ 25,347
Business-type activities	2,617	6,339	8,423	1,637	3,420	(452)	1,057	359	2,655	5,342
Total primary government	\$ 8,239	\$ 10,222	\$ 11,253	\$ (2,173)	\$ 5,009	\$ (2,093)	\$ 9,239	\$ 1,846	\$ 32,260	\$ 30,689

Data Source: Audited Financial Statements

WALTON COUNTY, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General fund										
Nonspendable	\$ 306,496	\$ 307,821	\$ 467,731	\$ 468,462	\$ 475,918	\$ 599,856	\$ 625,250	\$ 536,364	\$ 583,719	\$ 654,366
Restricted	39,900	-	-	-	-	-	779,108	932,572	145,000	468,091
Unassigned	19,672,933	21,497,710	22,199,549	20,610,778	19,762,148	19,247,154	19,953,082	27,536,340	43,361,358	48,519,678
Total general fund	\$ 20,019,329	\$ 21,805,531	\$ 22,667,280	\$ 21,079,240	\$ 20,238,066	\$ 19,847,010	\$ 21,357,440	\$ 29,005,276	\$ 44,090,077	\$ 49,642,135
All other governmental funds										
Nonspendable	\$ 231,535	\$ 233,046	\$ 239,240	\$ 252,531	\$ 233,258	\$ 35,531	\$ 25,980	\$ 13,713	\$ 35,256	\$ 35,979
Restricted	9,408,576	13,816,123	17,137,324	21,130,586	23,872,855	27,802,837	35,532,320	39,282,908	42,238,212	155,788,957
Committed	480,491	450,146	542,624	522,371	487,206	545,863	414,991	324,724	612,756	754,523
Unassigned (deficit)	-	(13,723)	(19,901)	(16,808)	(32,246)	(249,948)	(55,164)	(374)	(39,758)	(36,265)
Total all other governmental funds	\$ 10,120,602	\$ 14,485,592	\$ 17,899,287	\$ 21,888,680	\$ 24,561,073	\$ 28,134,283	\$ 35,918,127	\$ 39,620,971	\$ 42,846,466	\$ 156,543,194
Total all funds	\$ 30,139,931	\$ 36,291,123	\$ 40,566,567	\$ 42,967,920	\$ 44,799,139	\$ 47,981,293	\$ 57,275,567	\$ 68,626,247	\$ 86,936,543	\$ 206,185,329

Data Source: Audited Financial Statements

WALTON COUNTY, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
REVENUES										
Taxes	\$ 48,190,254	\$ 48,956,967	\$ 49,883,846	\$ 50,637,212	\$ 52,846,680	\$ 56,066,464	\$ 62,601,757	\$ 69,165,450	\$ 78,336,082	\$ 84,150,193
Licenses & permits	361,909	439,796	502,777	615,541	625,432	590,453	652,509	674,656	1,044,565	1,020,956
Intergovernmental	1,824,366	1,868,398	2,148,669	2,424,482	2,943,106	3,437,209	4,404,352	3,367,759	8,756,722	3,421,828
Charges for services	5,756,856	5,548,519	5,351,895	5,542,336	5,971,123	6,156,715	7,098,902	6,961,615	8,443,393	8,799,642
Fines and forfeitures	1,354,311	1,195,747	1,383,221	1,430,674	1,648,570	1,707,250	1,467,115	1,382,080	1,351,871	1,519,293
Interest	62,113	47,524	56,054	71,325	148,806	465,942	903,798	592,284	57,597	14,586
Contributions	23,148	111,118	57,947	54,090	98,051	41,994	240,494	16,343	385,107	82,394
Other	573,918	464,416	345,828	420,997	502,714	533,942	540,457	596,203	573,249	578,504
Total Revenues	58,146,875	58,632,485	59,730,237	61,196,657	64,784,482	68,999,969	77,909,384	82,756,390	98,948,586	99,587,396
EXPENDITURES										
General Government	6,590,075	6,906,399	7,303,325	8,683,195	8,196,726	8,528,971	9,263,111	9,087,640	9,823,858	11,427,289
Judicial	4,907,060	5,032,415	5,444,271	5,902,717	6,133,303	6,522,269	6,879,793	6,847,971	7,039,418	7,711,361
Public Safety	20,246,278	21,339,494	22,099,626	24,552,845	25,390,542	33,242,881	29,632,296	27,516,270	30,233,902	33,142,442
Public Works	6,313,838	8,120,222	7,275,237	7,519,824	8,107,632	8,098,105	7,299,541	8,603,999	9,567,190	7,103,330
Health and Welfare	973,626	977,954	976,387	989,426	976,938	1,008,569	1,005,026	909,820	1,035,874	1,068,983
Culture & Recreation	2,865,348	3,057,368	2,843,600	3,123,128	3,021,078	3,040,039	3,104,423	2,907,993	3,011,965	3,510,264
Housing & Development	1,294,540	1,379,526	1,402,038	1,622,753	1,698,808	1,797,744	1,919,634	2,016,146	2,027,732	3,651,576
Intergovernmental	4,511,216	3,501,794	3,263,626	3,269,330	3,574,410	3,561,977	3,264,478	4,998,401	5,407,346	6,454,488
Capital outlay	2,651,787	351,512	1,844,133	595,845	2,337,657	1,928,762	5,202,124	3,318,229	7,238,283	11,197,203
Principal on long term debt	14,319,050	508,562	661,904	646,888	821,958	1,699,870	1,929,028	2,160,080	5,074,901	1,969,215
Interest	1,093,327	423,780	409,550	377,115	373,424	381,270	527,179	548,127	584,330	330,114
Bond issuance costs	-	-	-	-	-	-	-	-	-	1,041,091
Total Expenditures	65,766,145	51,599,026	53,523,697	57,283,066	60,632,476	69,810,457	70,026,633	68,914,676	81,044,799	88,607,356
Excess (deficiency) of revenues over (under) expenditures	(7,619,270)	7,033,459	6,206,540	3,913,591	4,152,006	(810,488)	7,882,751	13,841,714	17,903,787	10,980,040
OTHER FINANCING SOURCES (USES)										
Issuance of financed purchases	-	970,442	-	810,385	-	5,809,813	3,076,900	-	3,210,000	-
Issuance of bonds and premium	-	-	-	-	-	-	-	-	-	111,932,847
Proceeds from sale of capital assets	11,585	20,877	49,801	27,204	62,882	47,103	90,189	20,870	66,496	76,654
Transfers in	6,794,571	1,158,250	3,478,292	1,708,815	2,753,976	1,305,508	2,477,520	1,430,857	3,900,676	2,224,529
Transfers out	(8,240,841)	(3,031,836)	(5,459,189)	(4,058,642)	(5,137,645)	(3,169,782)	(4,233,086)	(3,942,761)	(6,770,663)	(5,965,284)
Total other financing sources (uses)	(1,434,685)	(882,267)	(1,931,096)	(1,512,238)	(2,320,787)	3,992,642	1,411,523	(2,491,034)	406,509	108,268,746
Net change in fund balance	\$ (9,053,955)	\$ 6,151,192	\$ 4,275,444	\$ 2,401,353	\$ 1,831,219	\$ 3,182,154	\$ 9,294,274	\$ 11,350,680	\$ 18,310,296	\$ 119,248,786
Debt service as a percentage of noncapital expenditures	25.01%	1.93%	2.13%	1.89%	2.12%	3.41%	3.89%	4.13%	7.72%	4.23%

Data Source: Audited Financial Statements

WALTON COUNTY, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax (1)	Franchise Tax	Alcoholic Beverage Tax	Insurance Premium Tax	Real Estate Transfer Tax	Other Tax	Total
2022	\$ 41,493	\$ 35,196	\$ 618	\$ 330	\$ 4,169	\$ 2,079	\$ 266	\$ 84,150
2021	39,346	31,528	829	335	4,169	1,814	316	78,336
2020	37,108	25,581	551	308	3,918	1,389	310	69,165
2019	36,231	21,241	533	278	3,656	351	312	62,602
2018	33,328	17,505	535	258	3,391	749	300	56,066
2017	31,322	16,560	502	258	3,145	768	292	52,847
2016	30,097	15,958	483	255	2,955	611	278	50,637
2015	29,584	16,128	435	234	2,760	482	261	49,884
2014	29,485	15,518	406	220	2,614	434	280	48,957
2013	28,342	15,931	379	213	2,515	545	265	48,190

Source: Tax Commissioner

(1) Includes 1% Special Local Option Sales Tax

WALTON COUNTY, GEORGIA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	General Government	Judicial	Public Safety	Public Works	Health and Welfare	Culture and Recreation	Housing and Development	Debt Service	Other (1)	Total
2022	\$ 11,427	\$ 7,711	\$ 33,142	\$ 7,103	\$ 1,069	\$ 3,510	\$ 3,652	\$ 3,340	\$ 17,652	\$ 88,607
2021	9,824	7,039	30,234	9,567	1,036	3,012	2,028	5,659	12,646	81,045
2020	9,088	6,848	27,516	8,604	910	2,908	2,016	2,708	8,317	68,915
2019	9,263	6,880	29,632	7,300	1,005	3,104	1,920	2,456	8,467	70,027
2018	8,529	6,522	33,243	8,098	1,009	3,040	1,798	2,081	5,491	69,810
2017	8,197	6,133	25,391	8,108	977	3,021	1,699	1,195	5,912	60,633
2016	8,683	5,903	24,553	7,520	989	3,123	1,623	1,024	3,865	57,283
2015	7,303	5,444	22,100	7,275	976	2,844	1,402	1,071	5,108	53,524
2014	6,906	5,033	21,340	8,120	978	3,057	1,380	932	3,853	51,599
2013	6,590	4,907	20,246	6,314	974	2,865	1,295	15,412	7,163	65,766

Source: Finance Department

(1) - Includes intergovernmental expenditures and capital outlay

WALTON COUNTY, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

(amounts expressed in thousands)

Fiscal Year	Tax Year	Real Property				Personal Property				Less Exemptions:		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
		Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Inventory & Equipment	Motor Vehicles	Mobile Homes	Other (2)	Real Property	Personal Property				
		2022	2021	\$ 2,884,307	\$ 309,920	\$ 385,574	\$ 107,839	\$ 369,200	\$ 53,783	\$ 8,463	\$ 4,237	\$ 713,308	\$ 77,016	\$ 3,332,999	10.413
2021	2020	2,615,293	278,536	351,256	101,123	371,143	53,807	8,458	593	600,888	103,216	3,076,105	10.677	7,690,263	40.00%
2020	2019	2,400,680	258,149	335,223	98,982	345,210	60,326	8,155	938	516,937	77,565	2,913,161	10.905	7,282,903	40.00%
2019	2018	2,200,506	242,955	331,863	97,182	325,816	72,922	8,197	5,443	432,223	77,565	2,775,096	10.905	6,937,740	40.00%
2018	2017	2,043,638	221,627	324,142	97,303	297,745	85,533	8,370	4,999	365,880	84,145	2,633,332	10.905	6,583,329	40.00%
2017	2016	1,764,444	188,083	305,733	84,757	298,424	109,981	8,506	4,723	150,717	77,504	2,536,431	11.855	6,341,076	40.00%
2016	2015	1,592,942	175,833	288,304	84,904	279,356	146,490	8,738	4,038	183,979	67,325	2,329,301	11.855	5,823,252	40.00%
2015	2014	1,436,751	156,171	295,228	83,410	281,473	190,777	8,524	4,201	149,490	70,898	2,236,147	12.280	5,590,366	40.00%
2014	2013	1,372,897	157,857	278,063	84,494	246,170	227,029	10,169	3,847	151,180	64,560	2,164,786	12.410	5,411,965	40.00%
2013	2012	1,381,176	157,739	324,373	83,515	232,162	216,600	10,243	4,407	152,985	51,102	2,206,127	12.410	5,515,317	40.00%

Source: Tax Assessor

(1) Includes Conservation Use, Preferential Property and Forest Land.

(2) Includes Timber, Airplanes, Boats, RV's, etc.

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

Fiscal Year	Operating Millage	School District			State	Total Direct & Overlapping Rates
		Operating Millage	Debt Service Millage	Total School Millage		
2022	10.413	17.737	2.134	19.871	0.000	30.284
2021	10.677	19.100	2.300	21.400	0.000	32.077
2020	10.905	18.600	2.300	20.900	0.000	31.805
2019	10.905	18.600	2.600	21.200	0.000	32.105
2018	10.905	18.700	2.900	21.600	0.000	32.505
2017	11.855	18.900	3.200	22.100	0.000	33.955
2016	11.855	19.250	3.350	22.600	0.050	34.505
2015	12.280	19.502	3.500	23.002	0.100	35.382
2014	12.410	19.600	3.700	23.300	0.150	35.860
2013	12.410	19.300	3.500	22.800	0.200	35.410

Source: Tax Commissioner

Overlapping rates are those of local and county governments that apply to property owners within the County. Not all potential overlapping rates apply to all County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district). The County only has one direct rate for operating millage. As such, there are no components to disclose.

**WALTON COUNTY, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
June 30, 2022
(amounts expressed in thousands)**

Item	Taxpayer	2022			2013		
		Taxable	Rank	Percentage of Total	Taxable	Rank	Percentage of Total
		Assessed Value		Assessed Value	Assessed Value		Assessed Value
1	Hitachi Automotive Systems	\$55,453	1	1.66%			
2	Wal-Mart Stores East LP	39,851	2	1.20%	\$25,152	9	1.14%
3	Walton EMC	32,393	3	0.97%	74,022	1	3.36%
4	Takeda	21,742	4	0.65%			
5	Transcontinental Pipeline	17,251	5	0.52%	33,248	5	1.51%
6	Georgia Power Company	17,213	6	0.52%	26,277	7	1.19%
7	Walton County Power LLC	14,166	7	0.43%	52,523	2	2.38%
8	Pike Electric Inc	12,767	8	0.38%	16,589	10	0.75%
9	AT&T Mobility LLC	12,497	9	0.37%			
10	Oglethorpe Power Company	10,513	10	0.32%			
11	MPC Generating LLC				39,206	3	1.78%
12	Doyle I LLC				37,710	4	1.71%
13	Monroe HMA, Inc				32,542	6	1.48%
14	Georgia Transmission				25,892	8	1.17%
Totals		\$233,846		7.02%	\$363,161		16.46%

Source: Tax Commissioner

WALTON COUNTY, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Total Levy	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Tax Collections	% of Total Levy Collected	Outstanding Delinquent Taxes
		Amount	Percentage of Original Levy				
2022	\$ 34,047	\$ 34,016	1.00	\$ -	\$ 34,016	99.91	-
2021	32,181	32,096	0.99	132	32,228	100.15	10
2020	30,953	30,772	0.99	181	30,953	100.00	20
2019	29,381	29,118	0.99	242	29,360	99.93	24
2018	27,764	27,585	1.00	30	27,615	99.46	9
2017	27,347	27,157	1.00	190	27,347	100.00	2
2016	25,250	25,031	0.99	216	25,247	99.99	1
2015	24,560	24,275	0.98	90	24,365	99.20	90
2014	23,656	23,271	0.99	381	23,652	99.99	2
2013	23,972	23,434	0.97	434	23,868	99.57	1

Source: Tax Commissioner

WALTON COUNTY, GEORGIA
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Special Assessment Billings	Special Assessments Collected	Collected as Percentage of Billings
2022	\$ 629	\$ 626	99.52%
2021	593	591	99.66
2020	511	510	99.80
2019	500	498	99.60
2018	499	498	99.80
2017	498	496	99.60
2016	493	491	99.59
2015	488	487	99.80
2014	531	531	100.00
2013	488	482	98.77

Source: Tax Commissioner

WALTON COUNTY, GEORGIA

TOP 10 WATER CUSTOMERS CURRENT YEAR AND NINE YEARS AGO

Customer	2022				2013			
	Usage in Kgallons	Annual Revenue	Rank	Percentage of Total Revenue	Usage in Kgallons	Annual Revenue	Rank	Percentage of Total Revenue
City of Loganville	368,725	\$920,000	1	7.00%	322,489	\$844,921	1	9.67%
City of Social Circle	48,767	129,774	2	0.99%	12,195	31,951	4	0.37%
Walton County BOE	16,222	168,708	3	1.28%	12,338	109,098	2	1.25%
Reliant Homes	6,683	93,507	4					
Youth Mobile Home Park	4,387	41,771	5	0.32%	6,212	52,923	3	0.61%
Simmeron Mobile Home Park (1)	3,344	32,080	6	0.24%	2,599	22,235	7	0.25%
Jackson Mobile Home Park	2,695	25,785	7	0.20%	3,156	27,072	6	0.31%
Arcovia Properties	2,217	20,221	8	0.15%	3,349	27,970	5	0.32%
Loganville Christian Academy	1,826	24,323	9	0.18%	804	7,009	9	0.08%
Summers Landing	1,806	17,522	10	0.13%	2,133	20,099	8	0.23%
KEMCO					655	\$5,372	10	0.06%
Total	456,672	1,473,691		10.50%	365,930	1,148,650		13.15%
All Others	810,443	11,675,801		89.50%	872,375	7,586,112		86.85%
Annual Totals	1,267,115	\$ 13,149,492		100.00%	1,238,305	\$ 8,734,762		100.00%

Source: Water Department
(1) Includes Sewage Fees

WALTON COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE Last Ten Fiscal Years

(amounts expressed in thousands, except per capita amounts)

Fiscal Year	Governmental Activities					Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Jail Revenue Bonds	Financed Purchases From Direct Borrowings	Lease Liabilities	Intergovernmental Contracts	Water Revenue Bonds	Notes Payable and Financed Purchases From Direct Borrowings	Water Intergovernmental Contracts			
2022	\$ -	\$ 111,933	\$ 6,399	\$ 36	\$ -	\$ 57,177	\$ 27,923	\$ -	\$ 203,468	6.27%	\$ 2,038
2021	-	-	8,322	-	-	59,681	27,923	-	95,926	3.42%	1,013
2020	-	-	10,187	-	-	63,133	27,977	-	101,297	4.03%	1,082
2019	-	-	12,290	-	58	66,583	28,049	-	106,980	4.51%	1,137
2018	-	-	11,088	-	112	69,964	27,555	-	108,719	4.72%	1,187
2017	-	-	5,879	-	1,210	73,288	27,670	-	108,047	4.83%	1,198
2016	-	-	6,416	-	1,495	76,238	27,854	-	112,003	4.98%	1,267
2015	-	-	6,008	-	1,740	79,129	26,464	-	113,341	5.54%	1,304
2014	-	-	6,429	-	1,981	82,454	12,008	-	102,872	5.33%	1,228
2013	13,915	-	5,728	-	2,220	83,814	1,012	-	106,689	5.45%	1,249

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

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

WALTON COUNTY, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
as of June 30, 2022
(amounts expressed in thousands)

Jurisdiction	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Direct:			
Jail Revenue Bonds	\$ 111,933	100%	111,933
Financed Purchases	6,399	100%	6,399
Lease Liabilities	36	100%	36
Total direct debt	<u>118,368</u>		<u>118,368</u>
Overlapping:			
Walton County School District:			
General Obligation Bonds (1)	<u>22,415</u>	100%	<u>22,415</u>
Total Direct and Overlapping	<u>\$ 140,783</u>		<u>\$ 140,783</u>

Sources: Assess value data used to estimate applicable percentages provided by the State Department of Revenue. Debt outstanding provided by the Walton County School District.

(1) General obligation bonds are general obligations of the issuer to which its full faith and credit and taxing powers are pledged.

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

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

WALTON COUNTY, GEORGIA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Assessed Valuations: (1)										
Assessed Value	\$ 2,410,214	\$ 2,380,526	\$ 2,456,534	\$ 2,580,605	\$ 2,764,651	\$ 3,083,357	\$ 3,284,884	\$ 3,507,663	\$ 3,780,209	\$ 4,123,323
Debt limit (10% of total assessed value)	241,021	238,053	245,653	258,061	276,465	308,336	328,488	350,766	378,021	412,332
Amount of Debt applicable to limit:										
General obligation bonds	-	-	-	-	-	-	-	-	-	-
Less: Amount set aside for repayment of general obligation debt	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 241,021	\$ 238,053	\$ 245,653	\$ 258,061	\$ 276,465	\$ 308,336	\$ 328,488	\$ 350,766	\$ 378,021	\$ 412,332
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: (1) Tax Assessor

WALTON COUNTY, GEORGIA
PLEGGED-REVENUE COVERAGE
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2022	\$ 14,805	\$ 6,206	\$ 8,599	\$ 3,180	\$ 1,656	1.78
2021	12,558	6,358	6,200	2,925	2,294	1.19
2020	12,008	7,019	4,989	2,885	3,500	0.78
2019	12,073	5,919	6,154	2,780	2,563	1.15
2018	11,692	6,187	5,505	2,690	2,650	1.03
2017	11,264	5,570	5,694	3,155	3,050	0.92
2016	10,840	5,288	5,552	3,265	2,597	0.95
2015	10,187	4,940	5,247	3,230	3,370	0.80
2014	9,563	4,786	4,777	1,870	3,495	0.89
2013	9,124	4,724	4,400	1,635	3,619	0.84

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

- (1) Include operating revenues plus interest income.
- (2) Total operating expenses exclusive of depreciation.

WALTON COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (000's omitted)	Per Capita Personal Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (3)
2022	99,853	\$ 3,246,321	\$ 32,511	39.2	14,323	3.2%
2021	94,593	2,807,520	29,680	38.7	13,916	3.6%
2020	93,503	2,510,556	26,850	38.2	14,208	6.2%
2019	94,125	2,370,444	25,184	38.9	14,058	3.7%
2018	91,600	2,303,923	25,152	38.8	14,002	3.4%
2017	90,184	2,238,187	24,818	38.3	13,979	4.6%
2016	88,399	2,248,340	25,434	39.1	14,076	5.0%
2015	86,886	2,044,167	23,527	38.0	13,908	5.7%
2014	83,771	1,931,843	23,061	37.4	13,694	6.9%
2013	85,390	1,958,249	22,933	37.0	13,656	8.6%

Data Sources

(1) Census Reporter

(2) Walton County Department of Education

(3) Georgia Department of Labor

Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

WALTON COUNTY, GEORGIA

PRINCIPAL EMPLOYERS Current Year and Nine Years Ago

Employer	2022			2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Walton County Board of Education	2,023	1	4.31%	1,876	1	4.76%
Takeda	1,469	2	3.13%			
Hitachi Automotive Systems Americas, Inc	900	3	1.92%	325	6	0.83%
Walmart Distribution	880	4	1.87%	900	2	2.28%
Walton County Government	830	5	1.77%	721	3	1.83%
Piedmont Walton Hospital (formerly Clearview)	493	6	1.05%	415	4	1.05%
Standridge Color Corporation	435	7	0.93%	280	8	0.71%
Leggett & Platt, Inc	415	8	0.88%	275	9	0.70%
Walmart- Loganville	410	9	0.87%	350	5	0.89%
Walmart- Monroe	320	10	0.68%	300	7	0.76%
Social Circle Schools				270	10	0.69%
Total	8,175		17.41%	5,712		14.50%

Source: Walton County Chamber of Commerce.

WALTON COUNTY, GEORGIA

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

Function	Full-Time Equivalent Employees as of Fiscal Year End									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government	186	181	182	185	159	201	191	192	155	147
Public Safety										
Sheriffs Office										
Deputies (1)	167	158	166	195	171	168	155	164	160	151
Civilians	20	25	21	22	13	24	24	23	23	20
Total Sheriffs Office	187	183	187	217	184	192	179	187	183	171
Fire										
Firefighters and Officers	77	85	78	110	56	91	84	82	50	49
Civilians	3	3	3	3	3	2	2	2	1	1
Total Fire	80	88	81	113	59	93	86	84	51	50
EMS, E911 & Animal Control	89	96	85	82	70	83	82	83	59	48
Total Public Safety	356	367	353	412	313	368	347	354	293	269
Public Works										
Supervision and Administration	20	18	17	17	15	14	16	15	17	16
Maintenance	49	50	47	49	42	44	42	44	33	36
Total Public Works	69	68	64	66	57	58	58	59	50	52
Recycling	7	6	6	6	9	6	7	7	9	9
Culture and Recreation	37	39	30	29	27	29	28	28	24	24
Water	24	26	27	27	23	27	27	27	23	22
Total	679	687	662	725	588	689	658	667	554	523

Source: Human Resources Department
(1) Deputies field includes Detention Officers

WALTON COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION Last Ten Fiscal Years

Function	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Sheriff										
Physical Arrests (1)	3,111	2,338	5,153	4,460	4,629	4,402	4,705	4,754	5,085	4,756
Traffic Violations (2)	5,094	3,594	10,838	6,980	9,880	9,003	8,839	8,866	11,874	11,263
Fire										
Number of Calls Answered	5,274	5,053	4,540	5,177	4,993	5,300	5,000	4,500	4,200	4,200
Pre- Fire Plans	146	42	107	279	279	115	108	108	106	106
Highways and Streets										
Street Resurfacing (miles)	23.50	15.36	19.07	15.63	21.94	30.00	30.53	31.15	22.45	28.43
Potholes Repaired	728	257	88	163	90	178	189	185	131	104
Sanitation										
Refuse Collected (tons/year)	4,726	5,142	5,796	5,681	4,260	4,506	3,941	3,620	3,702	3,337
Recyclables Collected (tons/year)	1,037	1,080	884	1,087	874	784	838	1,183	713	730
Culture and Recreation										
Athletic Facility Permits Issued	78	74	57	89	72	44	66	79	81	38
Park Facility Permits Issued	231	162	130	268	297	290	254	205	257	326
Community Center Memberships	803	712	901	1,073	290	1,976	2,900	2,863	2,719	3,491
Water										
New Connections	493	394	273	293	260	336	215	178	189	149
Water Mains Breaks	27	19	22	37	31	37	31	32	20	22

Source: County Departments

(1) Information is Calendar Year as reported to the Governor's Office of Highway Safety. 2022 is year-to-date thru September 23, 2022.

(2) Information is Calendar Year as reported to the Governor's Office of Highway Safety. 2022 is year-to-date thru September 23, 2022.

Note: Several operating indicators within the Sheriff Function were corrected from prior years.

WALTON COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION Last Ten Fiscal Years

Function	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Public Safety										
Sheriffs Office										
Stations	4	4	4	3	3	3	3	3	2	2
Vehicles	186	183	179	169	159	154	150	150	138	134
Fire										
Stations	12	12	12	12	12	12	12	12	11	11
Vehicles	42	43	53	53	49	49	42	42	41	37
Highways and Streets										
Streets (miles)	755	755	747	747	747	709	709	709	709	709
Streetlights (1)	3,256	3,231	3,231	3,231	3,231	3,231	3,231	3,231	3,231	3,219
Equipment	53	50	44	47	47	56	53	48	46	49
Vehicles	50	46	39	39	39	41	45	44	42	43
Recycling										
Vehicles	3	4	4	4	3	3	3	3	3	3
Equipment	68	68	68	68	68	68	68	68	68	68
Solid Waste										
Vehicles	6	6	6	5	5	4	6	4	5	4
Equipment	11	11	9	9	9	9	9	9	9	23
Culture and Recreation										
Parks Acreage - County Owned	604.68	417.42	418.58	411.08	286.20	267.70	267.70	267.70	267.70	276.70
Parks - County Owned	14	14	14	14	12	11	11	11	11	11
Parks Acreage - County Maintained	688.72	421.42	422.58	459.78	334.90	380.40	380.40	380.40	380.40	380.40
Parks - County Maintained	27	15	15	18	16	17	17	17	17	17
Community Centers	4	3	3	3	3	3	3	3	3	3
Water & Sewer										
Water Mains (miles)	564	550	545	532	536	536	531	530	527	526
Fire Hydrants	2,856	2,852	2,845	2,832	2,823	2,821	2,796	2,791	2,777	2,776
Maximum Daily Capacity (thousands of gallons)	9,750	9,750	9,750	9,750	10,750	10,750	10,750	10,750	10,750	10,750

Source: County Departments

(1) Walton EMC

N/A - Information not available