

BUTTS COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT AND FINANCIAL STATEMENTS

**FOR THE
FISCAL YEAR ENDED JUNE 30, 2019**

**Prepared by:
Butts County Finance Department**

BUTTS COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

TABLE OF CONTENTS

I. Introductory Section

Letter of Transmittal	i-iv
Organizational Chart.....	v
List of Principal Officials.....	vi

II. Financial Section

Independent Auditor's Report	1-2
---	-----

Management's Discussion and Analysis (Unaudited)	3-9
---	-----

Financial Statements

Government-wide Financial Statements:

Statement of Net Position	10
Statement of Activities.....	11

Fund Financial Statements:

Governmental Funds:

Balance Sheet.....	12
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	13
Statement of Revenues, Expenditures and Changes in Fund Balances.....	14
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities.....	15

Fiduciary Funds:

Comparative Statement of Fiduciary Assets and Liabilities.....	16
--	----

Component Units:

Combining Statement of Net Position.....	17
Combining Statement of Activities	18

Notes to the Basic Financial Statements	19-43
---	-------

Required Supplementary Information

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual

General Fund.....	44
-------------------	----

Schedule of Changes in the County's Net Pension Liability and

Related Ratios	45
----------------------	----

Schedule of County Contributions	46
--	----

Notes to the Required Supplementary Information	47
---	----

Supplementary Information

Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Funds:

Combining Balance Sheet – By Fund Type	48
--	----

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

By Fund Type	49
--------------------	----

BUTTS COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

TABLE OF CONTENTS (Continued)

II. Financial Section (Continued)

General Fund:	
Comparative Balance Sheet	50
Nonmajor Special Revenue Funds:	
Combining Balance Sheet	51
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	52
Law Library Fund	
Comparative Balance Sheet.....	53
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	54
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	55
Courthouse Maintenance Fund	
Comparative Balance Sheet	56
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	57
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	58
Jail Fund	
Comparative Balance Sheet.....	59
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	60
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	61
Drug Abuse Treatment & Education Fund	
Comparative Balance Sheet	62
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	63
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual....	64
Clerk of Superior Court	
Comparative Balance Sheet.....	65
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	66
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	67
E-911 Fund	
Comparative Balance Sheet.....	68
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	69
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	70
Sheriff Fund	
Comparative Balance Sheet.....	71
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	72
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	73
Recreation Department Improvement Fund	
Comparative Balance Sheet	74
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	75
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	76
Hotel/Motel Tax Fund	
Comparative Balance Sheet	77
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	78
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	79
Library Fund	
Comparative Balance Sheet	80
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	81
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	82

BUTTS COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

TABLE OF CONTENTS (Continued)

II. Financial Section (Continued)

Grant Fund	
Comparative Balance Sheet.....	83
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	84
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	85
Major Capital Project Funds	
2018 SPLOST Capital Projects Fund	
Comparative Balance Sheet.....	86
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	87
Project-Length Budget Comparison.....	88
2012 SPLOST Capital Projects Fund	
Comparative Balance Sheet.....	89
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	90
Project-Length Budget Comparison.....	91
Non-Major Capital Projects Funds	
Combining Balance Sheet	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	93
1996 SPLOST Capital Projects Fund	
Comparative Balance Sheet.....	94
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	95
Project Length-Budget Comparison.....	96
Impact Fees Capital Projects Fund	
Comparative Balance Sheet	97
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	98
Project-Length Budget Comparison.....	99
Capital Improvement Fund	
Comparative Balance Sheet	100
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	101
Project-Length Budget Comparison.	102
Major Debt Service Funds	
2018 SPLOST Debt Service Fund	
Comparative Balance Sheet	103
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	104
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	105
2012 SPLOST Debt Service Fund	
Comparative Balance Sheet	106
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	107
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	108
Fiduciary Funds	
Agency Funds	
Combining Statement of Changes in Assets and Liabilities	109-110

III. Statistical Section

Financial Trends	
Net Position by Component.....	111
Changes in Net Position.....	112

BUTTS COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

TABLE OF CONTENTS (Continued)

III. Statistical Section (Continued)

Program Revenues by Function/Program	113
Fund Balances of Governmental Funds	114
Changes in Fund Balances of Governmental Funds	115
Revenue Capacity	
Direct and Overlapping Property Tax Rates	116
Direct and Overlapping Sales Tax Rates	117
Debt Capacity	
Legal Debt Margin Information	118
Demographic and Economic Information	
Principal Employers.....	119

IV. Governmental Reports

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.....	120-121
Schedule of Findings and Questioned Costs.....	122-123
Special Purpose Local Option Sales Taxes:	
1996 SPLOST	
Independent Auditor's Report.....	124
Project Schedule	125
2012 SPLOST	
Independent Auditor's Report.....	126
Project Schedule	127
2018 SPLOST	
Independent Auditor's Report.....	128
Project Schedule	129

I. INTRODUCTORY SECTION



BOARD OF COMMISSIONERS

Ken Rivers

Chairman

District 1 Commissioner

J. Keith Douglas

Vice Chairman

District 4 Commissioner

Robert L. Henderson, Sr.

District 2 Commissioner

Joe Brown

District 3 Commissioner

Russ Crumbley

District 5 Commissioner

ADMINISTRATION

Steve H. Layson

County Administrator

J. Michael Brewer

Deputy County Administrator

Clerk of County

Rhonda Blissit, CPA

Chief Financial Officer

Ellen Glidewell

Human Resources Manager

Benjamin A. Vaughn

County Attorney

BOARD OF COMMISSIONERS

625 West Third Street, Suite 4 ~ Jackson, Georgia 30233

Office 770-775-8200 ~ Fax 770-775-8211

www.buttscountyga.com

December 19, 2019

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

State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with general accepted accounting principles (GAAP) and audited in accordance with generally accepted government auditing standards by a firm of licensed certified public accountants within six months of the close of each fiscal year. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of Butts County, Georgia for the fiscal year ended June 30, 2019.

This report consists of management's representations concerning the finances of Butts County, Georgia. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Butts 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 Butts County's financial statement in accordance with GAAP. Because the cost of internal controls should not exceed the anticipated benefits, Butts County's comprehensive framework of internal controls has been designed to provide reasonable assurance that the financial statements will be free of any material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

Butts County's financial statements have been audited by Haisten & Johnston, P.C. a firm of certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County are free of material misstatement. Our auditors have issued an unmodified opinion on Butts County's financial statements for the year ended June 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements.

Profile of the Government

Butts County was created in 1825 from portions of Henry and Monroe Counties. Georgia's sixty-fourth county was named by the Georgia General Assembly in honor of Samuel Butts, an officer who was killed in the Creek War in 1814. There are three cities located within the 188 -

square-mile county: Jackson, Flovilla and Jenkinsburg with Jackson holding the County Seat. Butts County, Georgia is located approximately 40 miles south of Atlanta with a base population of 23,556.

The governing authority of Butts County is a Board of Commissioners consisting of five members with one member serving as the Chairman of the Board. The Chairman is appointed each year by the board itself. The commissioners serve on a part-time basis and are elected to staggered terms of four years. The commissioners are responsible for passing ordinances, adopting the budget, establishing tax rates, appointing committees and appointing the County attorney. The County Administrator, appointed by the board, oversees the day-to-day operations of the county, including offering positions of classified employment, as well as appointing heads of various departments.

Butts County provides a full range of services, including law enforcement and a detention facility; fire protection, ambulance services and emergency management; maintenance of buildings, parks, streets, highways, bridges and other associated infrastructure; voter registration and elections; court system; tax assessment and tax collection; planning, zoning and development; building inspections; senior services; recreation; solid waste management and recycling; animal control; E911 emergency communications; and general administrative and support services.

This report includes all funds of the County, as well as those component units that have been determined to meet the criteria for inclusion in the County's reporting entity. Butts County Water and Sewer Authority, Butts County Department of Public Health, Butts County Industrial Development Authority and Development Authority of Butts County are all included as an integral part of Butts County's financial statements. Additional information on all the legally separate entities can be found in Notes to the Financial Statements.

The annual budget serves as the foundation for Butts County's financial planning and control. All departments and agencies of Butts County are required to submit requests for appropriation to the Chief Financial Officer and County Administrator during the budget process each year. These requests are then used as the starting point for developing a proposed budget. The County Administrator and Chief Financial Officer then present the proposed budget to the Board of Commissioners for review before June. The Board of Commissioners are required to hold public hearings on the proposed budget and to adopt a final budget no later than June 30th, the close of Butts County's fiscal year. The appropriated budget is prepared by fund and department. The County Administrator may make transfers of appropriations within a department; however, transfers of appropriations between departments and the appropriation of additional funds require the special approval of the Board of Commissioners. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report.

Local Economy

Butts County is included in the Atlanta-Sandy Springs-Roswell GA Metropolitan Statistical Area (MSA). In 2007, Butts County, along with the City of Flovilla were both designated as Georgia Signature Communities by the Georgia Department of Community Affairs. This prestigious designation was given to a total of 12 communities that year.

The County is recovering from the recent recession with the unemployment rate at 3.8 percent in June 2019 as compared to 13.0 in June 2009. Over the last ten years, Butts County has experienced slow but steady growth, with the Dollar General Distribution facility leading the expansion. Butts County's collaborative effort with Spalding County brought a one million square foot facility and \$85 million-dollar investment that created 500 jobs.

Butts County became the home of the Liberty Commerce Center 1 Development bordering Interstate 75 with approximately 840 thousand square feet in warehouse space and an estimated investment value of \$21 million dollars.

Also, Butts County is becoming known for the tourism, film and television industry as well. Camera ready filming locations, including downtown Jackson, which is now the TV hometown in "Stranger Things", a new hit series by Netflix. Other venues which have been featured in film and television include the Carmichael House (featured in "The Originals") and Jackson Lake (featured in the movie "Endless Love.")

Long Term Planning and Major Initiatives

In addition to maintaining existing infrastructure, providing public safety, retaining and attracting new business, Butts County will complete major capital projects. The Courthouse Rehabilitation Project is set for completion in fiscal year 2020. This project is funded by the Special Purpose Local Option Sales Tax (SPLOST), which was approved by the voters of Butts County in November 2017 for a period of six-years. Butts County is scheduled to complete the second of the third SPLOST bond funded projects being the Judicial Wing Addition Project in fiscal year 2021. The purchase of the fire ladder truck is the third and last of the bonded projects of the SPLOST revenue, and is anticipated to be fully completed in fiscal year 2020.

Butts County will also realize many other accomplishments with the SPLOST revenue for various departments with the monthly collections received from the Georgia Department of Revenue over the next six years.

Creating a sufficient fund balance is heavily emphasized while balancing the demands of the County. It is the goal of Butts County to increase the fund balance to an acceptable range in the upcoming fiscal budgets.

Relevant Financial Policies

Sound financial management and legal compliance require good budgetary controls. State statutes require the County to operate under an annual balanced budget adopted by local resolution. Within each fund, expenditures may not legally exceed appropriations at the department

level. Department officials have limited access to the accounting software which provides operational control of departmental budgets.

Awards & Acknowledgements

Butts County is pleased to make the initial application for the Certificate of Achievement for Excellence in Financial Reporting with the Government Finance Officers Association of the United States and Canada (GFOA).

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

The preparation of this report would not have been possible without the efficient and dedicated services of the various departments throughout the County and the expertise of the staff of Haisten & Johnston, P.C. We would like to express our sincere appreciation to all members of the various departments that assisted and contributed to the preparation of this report. Finally, we would like to thank the Board of Commissioners for their leadership and support in conducting the financial affairs of Butts County in a responsible manner.

Respectfully submitted,

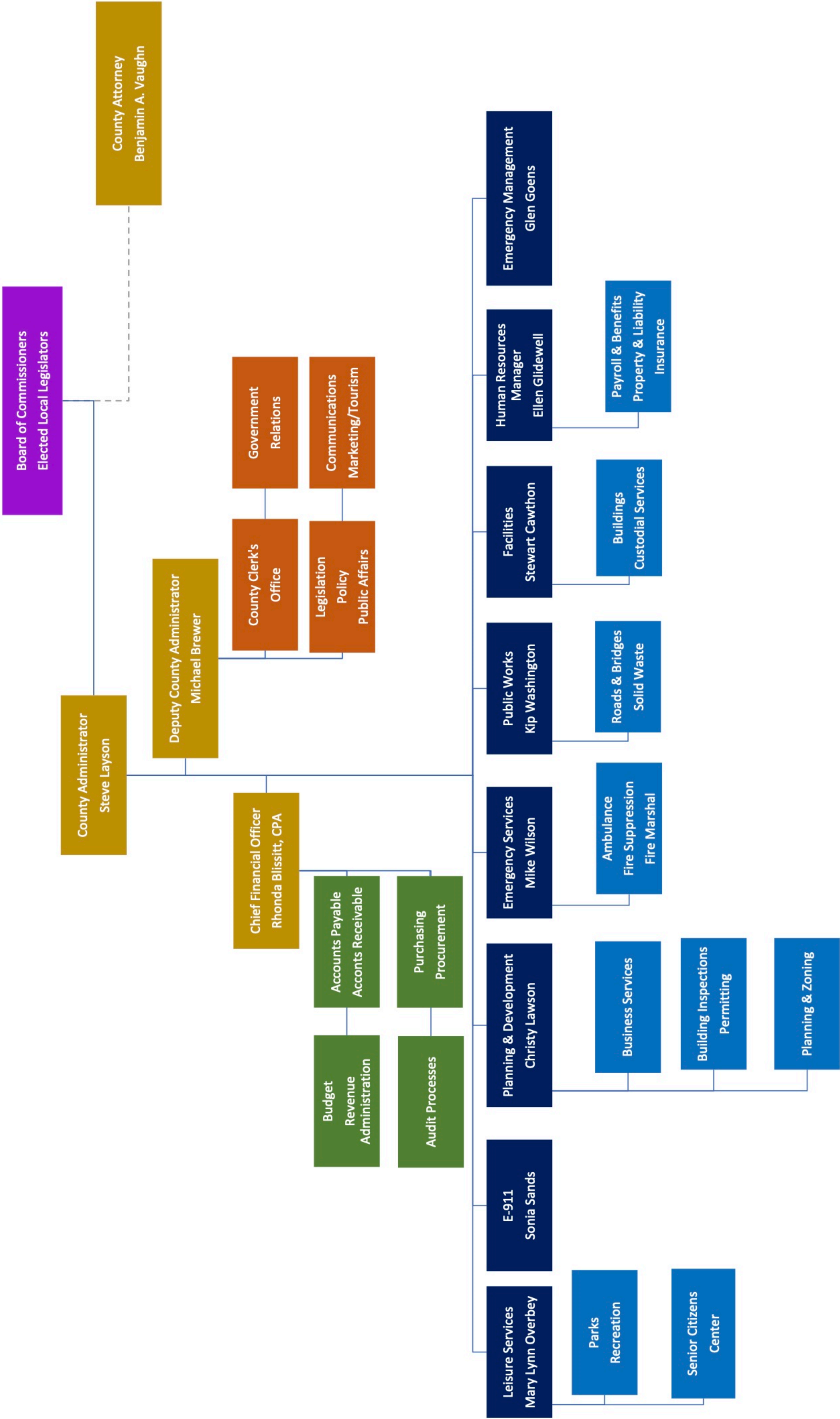


Steve Layson
County Administrator



Rhonda Blissit
Chief Financial Officer

Butts County Georgia
Organizational Chart 2019



**BUTTS COUNTY, GEORGIA
PRINCIPAL OFFICIALS**

**Board of Commissioners
2019**

Ken Rivers	Chairman/Commissioner, District 1
J. Keith Douglas	Vice-Chairman/Commissioner, District 4
Robert L. Henderson, Sr.	Commissioner, District 2
Joe Brown, Jr.	Commissioner, District 3
Russ Crumbley	Commissioner, District 5

Steve Layson, County Administrator
Rhonda Blissit, Chief Financial Officer

Constitutional Officers

Morgan Ward	Clerk of Superior Court
Elizabeth Biles	Probate Court Judge
Gary Long	Sheriff
Nancy Washington	Tax Commissioner

II. FINANCIAL SECTION

David M. Haisten
C.P.A. & C.F.P.

HAISTEN & JOHNSTON

A Professional Corporation of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Rae O. Johnston
C.P.A.

To the Butts County Board of Commissioners
Jackson, Georgia

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Butts County Department of Public Health which represent 2.2%, 1.4%, and 11.23%, respectively, of the assets, net position and total revenues of the total component units. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Department of Public Health is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Butts County, Georgia,

333 Harkness Street • Jackson, GA 30233

Phone: (770) 775-4881 - Fax: (770) 775-3508

Members of American Institute of Certified Public Accountants & Georgia Society of Certified Public Accountants

as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3-9, the Budgetary Comparison information on pages 44, the Schedule of Changes In the County's Net Pension Liability and Related ratios on page 45, and the Schedule of County Contributions on page 46 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Butts County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2019, on our consideration of Butts County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Butts County, Georgia's internal over financial reporting and compliance.



Haisten & Johnston, P. C.
Jackson, Georgia
December 19, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of Butts County's (the County) annual financial report, the County's management is pleased to provide this narrative discussion and analysis of the financial activities of the County for the fiscal year ended June 30, 2019. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The County's assets exceeded its liabilities by \$68,907,996 (net position) for the fiscal year ended June 30, 2019. The County's unrestricted net assets had a deficit balance of \$4,720,997 for the 2019 fiscal year end. The deficit balance increased by \$2,595,999 during the current fiscal year.
- At June 30, 2019, the County's governmental funds reported combined ending fund balances of \$13,270,813 an increase of \$184,052 or 1.4% in comparison with the prior year. Of the total fund balance of \$13,270,813 \$1,887,066 remains in the General Fund as unreserved. This is a decrease of \$177,913 or 8.6% from the last fiscal year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$1,887,066 or 9.9% of total general fund expenditures. Overall, the County's financial position deteriorated during the current fiscal year.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the County's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The County also includes in this report additional information to supplement the basic financial statements. Comparative data is presented to facilitate analysis.

Government-wide Financial Statements

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the County's assets and liabilities, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the County's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the County that are principally supported by property and sales taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, and streets. Business-type activities include the water and sewer systems.

The government-wide financial statements are presented on pages 10 & 11 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The County has two kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 12-15 of this report.

Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 19 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the County's budget presentations. These statements and schedules demonstrate compliance with the County's adopted and final revised budget. As discussed, the County reports major funds in the basic financial statements. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 48.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. Butts County's assets exceeded its liabilities by \$68,907,996 at the close of the most recent fiscal year. The largest portion of the County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that are still outstanding. The County uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table provides a comparative summary of the County's net position:

	Comparative Summary of Net Assets					
	June 30, 2019		June 30, 2018		June 30, 2017	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Assets:						
Current assets	\$ 15,651,063	18%	\$ 14,141,099	16%	\$ 7,150,186	9%
Capital assets	72,680,981	82%	74,679,363	84%	76,614,679	91%
Total assets	88,332,044	100%	88,820,462	100%	83,764,865	100%
Deferred outflow of resources	1,108,238	100%	149,438	100%	27,708	100%
Liabilities:						
Current liabilities	3,558,031	18%	1,894,549	12%	2,179,489	22%
Long-term liabilities	16,515,137	82%	14,021,755	88%	7,858,204	78%
Total liabilities	20,073,168	100%	15,916,304	100%	10,037,693	100%
Deferred inflow of resources	459,118	100%	-	0%	-	0%
Net assets:						
Net Investment in capital assets	69,920,221	101%	72,349,883	99%	72,994,651	99%
Restricted for capital projects	1,147,497	2%	930,162	1%	1,676,120	2%
Restricted for debt service	786,235	1%	792,482	1%	649,497	1%
Restricted for program purposes	1,775,040	3%	1,106,067	2%	1,017,289	2%
Unrestricted	(4,720,997)	-7%	(2,124,998)	-3%	(2,582,677)	-4%
Total net assets	\$ 68,907,996	100%	\$ 73,053,596	100%	\$ 73,754,880	100%

The County continues to maintain a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 4 to 1.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
June 30, 2019

Butts County, Georgia

Net position decreased \$4,145,600, for governmental activities for the current fiscal year. The County's overall financial position deteriorated during the current fiscal year 2019. The significant decrease is primarily related to the net pension liability for Butts County increasing from \$4,673,981 to \$8,301,995, a change of \$3,628,014. The change in the net pension liability is determined by the actuarial report prepared for the ACCG Defined Benefit Plan and is beyond the control of the local government.

The following table provides a summary of the County's changes in net position:

	Comparative Summary of Changes in Net Position					
	Year ended June 30, 2019		Year ended June 30, 2018		Year ended June 30, 2017	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Revenues:						
Program:						
Charges for services	\$ 6,115,083	24%	\$ 6,153,239	25%	\$ 5,544,793	24%
Operating grants and contributions	266,853	1%	146,792	1%	136,466	1%
Capital grants and contributions	607,435	2%	1,106,566	4%	685,289	3%
General:						
Taxes	17,596,593	70%	17,055,510	68%	16,060,803	70%
Investment earnings	36,501	0%	25,895	0%	24,799	0%
Other	581,641	2%	479,797	2%	429,416	2%
Total revenues	25,204,106	100%	24,967,799	100%	22,881,566	100%
Program Expenses:						
General government	9,954,910	34%	6,106,208	24%	7,098,733	27%
Judicial	1,969,000	7%	1,711,397	7%	1,648,072	6%
Public safety	10,448,663	36%	10,300,932	40%	9,465,230	36%
Public works	4,405,744	15%	4,184,571	16%	4,612,015	17%
Health and welfare	139,882	0%	230,542	1%	240,572	1%
Culture and recreation	1,105,158	4%	1,183,908	4%	1,214,819	5%
Economic opportunity	7,500	0%	11,775	1%	9,813	0%
Housing and development	1,052,266	4%	1,798,044	7%	2,020,054	8%
Interest	266,583	1%	141,706	1%	45,940	0%
Total Expenses	29,349,706	100%	25,669,083	100%	26,355,248	100%
Excess (deficiency)	(4,145,600)		(701,284)		(3,473,682)	
Beginning net position	73,053,596		73,754,880		77,228,562	
Ending net position	<u>\$ 68,907,996</u>		<u>\$ 73,053,596</u>		<u>\$ 73,754,880</u>	

GOVERNMENTAL REVENUES

The County is heavily reliant on property taxes to support governmental operations and capital. Property taxes provided 50% of the County's total general revenues. Sales taxes are the second largest revenue source with \$7 million of revenues or 38.5% of the total. Because of the County's cash in reserves, we have been able to earn \$36,501 in interest earnings to support governmental activities. Also, note that program revenues cover only 24% of governmental operating expenses. This means that the government's taxpayers and the County's other general governmental revenues fund 76% of the governmental activities. As a result, the general economy and the county businesses have a major impact on the County's revenue streams.

GOVERNMENTAL FUNCTIONAL EXPENSES

The public safety, public works and general government functions make up 84.5% of total governmental activities expenses. Public safety costs exceed \$10 million, public works totals over \$4 million and general government totals over \$9 million. Expenditures for general government, public safety and public works increased when compared to last year.

This table presents the cost of each of the County's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the County's taxpayers by each of these functions.

	Governmental Activities For the Year Ended June 30, 2019				Governmental Activities For the Year Ended June 30, 2018			
	Total Cost of Services		Net Cost of Services		Total Cost of Services		Net Cost of Services	
	Amount	%	Amount	%	Amount	%	Amount	%
General government	\$ 9,954,910	33.92%	\$ 9,679,684	43.29%	\$ 6,106,208	23.79%	\$ 5,609,839	30.72%
Judicial	1,969,000	6.71%	1,697,963	7.59%	1,711,397	6.67%	1,444,465	7.91%
Public safety	10,448,663	35.60%	6,754,095	30.21%	10,300,932	40.13%	6,843,887	37.48%
Public works	4,405,744	15.01%	2,343,801	10.48%	4,184,571	16.30%	1,526,055	8.36%
Health and welfare	139,882	0.48%	139,882	0.63%	230,542	0.90%	230,542	1.26%
Culture and recreation	1,105,158	3.77%	589,637	2.64%	1,183,908	4.61%	848,807	4.65%
Economic opportunity	7,500	0.03%	7,500	0.03%	11,775	0.05%	11,775	0.06%
Housing and development	1,052,266	3.59%	1,032,393	4.62%	1,798,044	7.00%	1,605,410	8.79%
Interest	266,583	0.91%	115,380	0.52%	141,706	0.55%	141,706	0.78%
Total	\$ 29,349,706	100.00%	\$ 22,360,335	100.00%	\$ 25,669,083	100.00%	\$ 18,262,486	100.00%

After reducing gross expenses by program revenues, public safety totals 30.21% of the net cost of services and public works totals 10.48% of these costs.

Major Governmental Funds

The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance decreased by \$152,221. In fiscal year 2018, the fund balance decreased by \$105,496.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
June 30, 2019

Butts County, Georgia

Property taxes increased \$294,139 when compared to fiscal year 2018.

The General Fund's ending fund balance represents the equivalent of 16% of annual expenditures, which is close to two month's operations.

Budgetary Highlights
The General Fund -

The County operated within its budget. Overall expenditures were \$249,770 under budget. Revenues were also under budget by \$40,159.

Capital Assets and Debt Administration
Capital Assets,

The County's net investment in capital assets for governmental activities as of June 30, 2019, was \$69,920,221 as compared to \$72,349,883 at June 30, 2018. See Note 3-D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year. The following table provides a summary of capital asset activity.

	Capital Assets		% Change
	2019	2018	
Non-depreciable assets			
Land	\$ 4,170,805	\$ 4,170,805	0.00%
Depreciable Assets:			
Buildings	36,662,381	36,228,956	1.20%
Intangible assets	18,529	18,529	
Machinery and equipment	6,346,762	6,145,095	3.28%
Vehicles and road equipment	7,554,015	6,556,727	15.21%
Infrastructure	119,358,764	118,524,822	0.70%
Total depreciable assets	169,940,451	167,474,129	1.47%
Less accumulated depreciation	101,430,275	96,965,571	4.60%
Book value- depreciable assets	68,510,176	70,508,558	-2.83%
Percentage depreciated	40%	42%	
Book value - all assets	\$ 72,680,981	\$ 74,679,363	-2.68%

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
June 30, 2019

Butts County, Georgia

At June 30, 2019, the depreciable capital assets for governmental activities were 40% depreciated.

Long-term Debt

At the end of the fiscal year, the County had general obligation bonds outstanding which will be retired with sales taxes of \$7,364,852 for the 2018 SPLOST issue. Overall, outstanding debt decreased by \$766,694 during the year.

Outstanding Borrowings			
	2019	2018	% Change
General obligation bonds 2012	\$ -	\$ 856,241	-100.00%
General obligation bonds 2018	7,364,852	7,364,852	
Capital lease payable	1,336,690	1,231,014	8.58%
Landfill postclosure care	808,662	824,791	-1.96%
Total	<u>\$ 9,510,204</u>	<u>\$ 10,276,898</u>	<u>-7.46%</u>

See Note 3-H for additional information about the County's long-term debt. We discuss the landfill closure and post-closure care liability in Note 3-G.

Economic Conditions Affecting the County

The Three Rivers Regional Commission has estimated current population in 2019 for Butts County at 24,193.

According to the United States Bureau of Labor Statistics, the current economic recession has resulted in a 3.6% unemployment rate for Butts County for December 2018.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the County's Administrator at the County Administration Building, 25 West Third Street, Suite 04, Jackson, Georgia 30233.

FINANCIAL STATEMENTS

BUTTS COUNTY, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2019

	Primary Government- Governmental Activities	Component Units
Assets		
Cash and cash equivalents	\$ 13,682,421	\$ 11,141,747
Accounts receivable	368,354	477,332
Due from other governments	1,583,509	23,568
Inventories	16,779	339,134
Restricted assets - cash and cash equivalents	-	626,509
Capital assets, non-depreciable	4,170,805	6,213,877
Capital assets, depreciable (net of accumulated depreciation)	68,510,176	23,186,448
Total Assets	88,332,044	42,008,615
Deferred Outflows of Resources		
Items paid in advance	89,403	80,194
Pension	1,018,835	192,858
Total Deferred Outflows of Resources	1,108,238	273,052
Liabilities		
Accounts payable	1,801,520	212,441
Accrued payroll and deductions	395,061	-
Due to other governments	-	20,874
Accrued interest payable	64,388	-
Customer security deposits	-	185,600
Compensated absences due within one year	-	12,752
Bonds payable within one year	1,175,809	-
Notes payable within one year	-	437,399
Capital leases payable within one year	121,253	-
Landfill due in more than one year	808,662	-
Compensated absences due in more than one year	-	136,100
Bonds payable due in more than one year	6,189,043	-
Net pension liability	8,301,995	471,766
Notes payable due in more than one year	-	4,562,957
Capital leases due in more than one year	1,215,437	-
Total Liabilities	20,073,168	6,039,889
Deferred Inflows of Resources		
Proportionate share of collective deferred inflows of resources - pension plan	459,118	89,384
Total Deferred Inflows of Resources	459,118	89,384
Net Position		
Net investment in capital assets	69,920,221	24,399,969
Restricted for:		
Health programs	-	197,719
Capital projects	1,147,497	308,941
Debt service	786,235	405,477
General government programs	518,287	-
Judicial programs	548,973	-
Public safety programs	340,360	-
Recreation programs	367,420	-
Unrestricted	(4,720,997)	10,840,288
Total Net Position	\$ 68,907,996	\$ 36,152,394

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

BUTTS COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Function/Program	Program Revenues				Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Primary Government	Component Units
					Governmental Activities	
Primary Government						
Governmental Activities						
General government	\$ 9,954,910	\$ 275,226	\$ -	\$ -	\$ (9,679,684)	\$ -
Judicial	1,969,000	196,037	75,000	-	(1,697,963)	-
Public safety	10,448,663	3,694,568	-	-	(6,754,095)	-
Public works	4,405,744	1,605,711	-	456,232	(2,343,801)	-
Health and welfare	139,882	-	-	-	(139,882)	-
Culture and recreation	1,105,158	323,668	191,853	-	(589,637)	-
Economic opportunity	7,500	-	-	-	(7,500)	-
Housing and development	1,052,266	19,873	-	-	(1,032,393)	-
Interest	266,583	-	-	151,203	(115,380)	-
Total Governmental Activities	\$ 29,349,706	\$ 6,115,083	\$ 266,853	\$ 607,435	(22,360,335)	-
Component Units						
Water and Sewer Authority	\$ 3,525,078	\$ 3,604,155	\$ -	\$ 585,509	-	664,586
Department of Public Health	476,421	224,634	322,658	-	-	70,871
Development Authority of Butts County	194,935	-	138,000	-	-	(56,935)
Industrial Development Authority	750	-	-	-	-	(750)
Total - Component Units	\$ 4,197,184	\$ 3,828,789	\$ 460,658	\$ 585,509	-	677,772
General Revenues						
Property taxes levied for general government purposes					9,151,492	-
Sales taxes					7,021,544	-
Insurance premium taxes					1,134,164	-
Other taxes					289,393	-
Investment earnings					36,501	173,896
Gain on sale of assets					-	50,000
Miscellaneous					581,641	37,147
Total General Revenues					18,214,735	261,043
Change in Net Position					(4,145,600)	938,815
Net Position Beginning of Year					73,053,596	35,213,579
Net Position End of Year					\$ 68,907,996	\$ 36,152,394

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

BUTTS COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

	General	2018 SPLOST Capital Projects	2012 SPLOST Capital Projects	2018 SPLOST Debt Service	2012 SPLOST Debt Service	Other Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	\$ 2,913,391	\$ 7,033,638	\$ 789,930	\$ 786,235	\$ -	\$ 2,159,227	\$ 13,682,421
Receivables:							
Accounts	1,368,603	-	-	-	-	65,023	1,433,626
Sales taxes	518,237	-	-	-	-	-	518,237
Prepaid expenses	89,403	-	-	-	-	-	89,403
Inventory	16,779	-	-	-	-	-	16,779
Total Assets	\$ 4,906,413	\$ 7,033,638	\$ 789,930	\$ 786,235	\$ -	\$ 2,224,250	\$ 15,740,466
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts payable	\$ 1,255,078	\$ 488,562	\$ 11,705	\$ -	\$ -	\$ 46,175	\$ 1,801,520
Salaries and wages payable	395,061	-	-	-	-	-	395,061
Total Liabilities	1,650,139	488,562	11,705	-	-	46,175	2,196,581
Deferred Inflows of Resources							
Unavailable revenue							
- local option sales tax	273,072	-	-	-	-	-	273,072
Total Deferred Inflows of Resources	273,072	-	-	-	-	-	273,072
Fund Balances							
Non-spendable	1,062,500	-	-	-	-	-	1,062,500
Restricted for:							
Capital projects	-	6,545,076	778,225	-	-	369,272	7,692,573
Debt service	-	-	-	786,235	-	-	786,235
Program purposes	-	-	-	-	-	1,808,803	1,808,803
Assigned	33,636	-	-	-	-	-	33,636
Unassigned:							
General fund	1,887,066	-	-	-	-	-	1,887,066
Total Fund Balances	2,983,202	6,545,076	778,225	786,235	-	2,178,075	13,270,813
Total Liabilities and Fund Balances	\$ 4,906,413	\$ 7,033,638	\$ 789,930	\$ 786,235	\$ -	\$ 2,224,250	\$ 15,740,466

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

BUTTS COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2019

Total Governmental Fund Balances		\$ 13,270,813
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds. However, in the statement of net position the cost of these assets is capitalized and expensed over their estimated lives through annual depreciation expense.		
Cost of capital assets	\$ 174,111,256	
Less accumulated depreciation	<u>(101,430,275)</u>	72,680,981
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds but are reported as revenue in the government-wide statement of net position.		
Sales taxes		273,072
Deferred outflows of resources are not available in the current period and, therefore, are not reported in the funds.		
		1,018,835
Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds.		
		(459,118)
Certain liabilities are not due and payable in the current period and therefore are not reported in the funds but are reported in the government-wide statement of net position.		
Bonds	\$ (7,364,852)	
Net pension liability	(8,301,995)	
Landfill postclosure	(808,662)	
Capital leases	(1,336,690)	
Accrued interest	<u>(64,388)</u>	<u>(17,876,587)</u>
Net Position Of Governmental Activities		<u><u>\$ 68,907,996</u></u>

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

BUTTS COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	General	2018 SPLOST Capital Projects	2012 SPLOST Capital Projects	2018 SPLOST Debt Service	2012 SPLOST Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 13,308,777	\$ -	\$ -	\$ 1,705,813	\$ 2,538,185	\$ 2,845	\$ 17,555,620
Licenses and permits	234,841	-	-	-	-	-	234,841
Intergovernmental	-	-	-	-	-	531,232	531,232
Charges for services	4,150,411	-	-	-	-	631,684	4,782,095
Fines and forfeitures	491,498	-	-	-	-	569,701	1,061,199
Investment earnings	32,861	136,880	2,135	1,101	11,082	3,645	187,704
Miscellaneous	613,019	-	-	-	-	-	613,019
Contributions	-	-	-	-	-	228,801	228,801
Total Revenues	18,831,407	136,880	2,135	1,706,914	2,549,267	1,967,908	25,194,511
Expenditures							
Current:							
General government	5,232,281	-	-	-	-	5,644	5,237,925
Judicial	1,636,594	-	-	-	-	36,951	1,673,545
Public safety	8,439,242	-	-	-	-	1,073,659	9,512,901
Public works	1,529,875	-	-	-	-	-	1,529,875
Health and welfare	139,882	-	-	-	-	-	139,882
Culture and recreation	946,196	-	-	-	-	69,021	1,015,217
Economic opportunity	7,500	-	-	-	-	-	7,500
Housing and development	944,759	-	-	-	-	-	944,759
Intergovernmental	-	-	-	387,164	1,195,612	-	1,582,776
Capital Outlay	-	1,117,457	988,839	-	-	299,421	2,405,717
Debt Service:							
Principal retirement	72,883	-	-	-	760,000	3,531	836,414
Interest and fiscal charges	33,273	-	-	240,915	31,300	550	306,038
Total Expenditures	18,982,485	1,117,457	988,839	628,079	1,986,912	1,488,777	25,192,549
Excess (Deficiency) of Revenues							
Over (Under) Expenditures	(151,078)	(980,577)	(986,704)	1,078,835	562,355	479,131	1,962
Other Financing Sources (Uses)							
Loan proceeds	-	-	-	-	-	182,090	182,090
Transfers in	8,000	403,026	1,244,411	-	-	9,143	1,664,580
Transfers out	(9,143)	-	-	(403,026)	(1,244,411)	(8,000)	(1,664,580)
Total Other Financing Sources (Uses)	(1,143)	403,026	1,244,411	(403,026)	(1,244,411)	183,233	182,090
Net Change in Fund Balance:	(152,221)	(577,551)	257,707	675,809	(682,056)	662,364	184,052
Fund Balances							
Beginning of Year	3,135,423	7,122,627	520,518	110,426	682,056	1,515,711	13,086,761
End of Year	\$ 2,983,202	\$ 6,545,076	\$ 778,225	\$ 786,235	\$ -	\$ 2,178,075	\$ 13,270,813

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

BUTTS COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Net Changes In Fund Balances - Total Governmental Funds	\$	184,052
Amounts reported for governmental activities in the statement of activities are different because:		
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 as depreciation expense. This is the amount by which depreciation expense exceeded capitalized capital outlay in the current period.		
Depreciation expense	\$ (4,555,824)	
Capital outlay	<u>2,588,820</u>	(1,967,004)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins and donations) is to decrease net position		(31,378)
Decrease in deferred outflows of resources		
Pension @ 6/30/19	\$ 1,018,835	
Pension @ 6/30/18	<u>(13,854)</u>	1,004,981
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Sales taxes:		
Deferred @ 6/30/19	\$ 273,072	
Deferred @ 6/30/18	<u>(232,099)</u>	40,973
Elimination of transfers between governmental funds:		
Transfers in	\$ 1,664,580	
Transfers out	<u>(1,664,580)</u>	-
Interest expense reported in the statement of activities does not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds		
Liability @ 6/30/19	\$ (64,388)	
Liability @ 6/30/18	<u>7,602</u>	(56,786)
Lease proceeds provide current financial resources to governmental funds however, issuing debt increases long-term liabilities in the Statement of Net Assets.		(182,090)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Principal payments on general obligations bonds including bond premium amortization	\$ 856,241	
Principal payments on capital leases	76,414	
Reduction of landfill postclosure costs	<u>16,129</u>	948,784
Increase in net pension liability		
Net pension liability @ 6/30/18	\$ 4,673,981	
Net pension liability @ 6/30/19	<u>(8,301,995)</u>	(3,628,014)
Increase in deferred inflows of resources		
Pension @ 6/30/18	\$ -	
Pension @ 6/30/19	<u>(459,118)</u>	(459,118)
Change In Net Position of Governmental Activities	<u>\$</u>	<u>(4,145,600)</u>

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

BUTTS COUNTY, GEORGIA
COMPARATIVE STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2019 AND JUNE 30, 2018

	<u>Agency Funds</u> <u>June 30, 2019</u>	<u>Agency Funds</u> <u>June 30, 2018</u>
Assets		
Cash and cash equivalents	\$ 1,626,794	\$ 1,164,862
Total Assets	<u>\$ 1,626,794</u>	<u>\$ 1,164,862</u>
Liabilities		
Due to others	\$ 1,465,107	\$ 1,036,842
Due to other governments	<u>161,687</u>	<u>128,020</u>
Total Liabilities	<u>\$ 1,626,794</u>	<u>\$ 1,164,862</u>

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

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2019

	Butts County, et al. Water and Sewer Authority	Butts County Department of Public Health	Butts County Industrial Development Authority	Development Authority of Butts County	Total
Assets					
Current:					
Cash and cash equivalents	\$ 9,843,445	\$ 834,685	\$ 95,643	\$ 280,974	\$ 11,054,747
Restricted cash and cash equivalents	87,000	-	-	-	87,000
Accounts Receivable	442,605	34,727	-	-	477,332
Intergovernmental receivable	-	23,568	-	-	23,568
Inventories	339,134	-	-	-	339,134
Noncurrent Assets:					
Restricted cash and cash equivalents	626,509	-	-	-	626,509
Capital Assets:					
Nondepreciable capital assets	1,984,912	-	-	4,228,965	6,213,877
Depreciable capital assets, net	22,488,598	36,297	-	661,553	23,186,448
Total Assets	35,812,203	929,277	95,643	5,171,492	42,008,615
Deferred Outflows of Resources					
Items paid in advance	80,194	-	-	-	80,194
Employer pension contributions	-	192,858	-	-	192,858
Total Assets and Deferred Outflows of Resources	35,892,397	1,122,135	95,643	5,171,492	42,281,667
Liabilities					
Current Liabilities:					
Accounts payable	212,441	-	-	-	212,441
Intergovernmental payable	-	20,874	-	-	20,874
Customer security deposits	185,600	-	-	-	185,600
Compensated absences	-	12,752	-	-	12,752
Notes payable	437,399	-	-	-	437,399
Long-term Liabilities:					
Notes payable (net of current portion)	3,500,457	-	-	1,062,500	4,562,957
Net pension and OPEB liability	-	471,766	-	-	471,766
Compensated absences (net of current portion)	104,880	31,220	-	-	136,100
Total Liabilities	4,440,777	536,612	-	1,062,500	6,039,889
Deferred Inflows of Resources					
Proportionate share of collective deferred inflows of resources - pension plan	-	89,384	-	-	89,384
Total Liabilities and Deferred Inflows of Resources	4,440,777	625,996	-	1,062,500	6,129,273
Net Position					
Net investment in capital assets	20,535,654	36,297	-	3,828,018	24,399,969
Restricted for specific health programs	-	197,719	-	-	197,719
Restricted for capital projects	284,607	-	-	24,334	308,941
Restricted for debt service	405,477	-	-	-	405,477
Unrestricted	10,225,882	262,123	95,643	256,640	10,840,288
Total Net Position	\$ 31,451,620	\$ 496,139	\$ 95,643	\$ 4,108,992	\$ 36,152,394

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

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2019

	Butts County, et al. Water and Sewer Authority	Butts County Department of Public Health	Butts County Industrial Development Authority	Development Authority of Butts County	Total
Expenses					
Health and welfare	\$ -	\$ 476,421	\$ -	\$ -	\$ 476,421
Economic development	-	-	750	194,935	195,685
Water and sewer	3,442,979	-	-	-	3,442,979
Interest	82,099	-	-	-	82,099
Total Expenses	3,525,078	476,421	750	194,935	4,197,184
Revenues					
Program revenues:					
Charges for services	3,604,155	224,634	-	-	3,828,789
Operating grants and contributions	-	322,658	-	138,000	460,658
Capital grants and contributions	585,509	-	-	-	585,509
Total Program Revenues	4,189,664	547,292	-	138,000	4,874,956
Net Program Revenue (Expense)	664,586	70,871	(750)	(56,935)	677,772
General revenues					
Investment earnings	169,645	1,662	254	2,335	173,896
Sale of assets	-	-	-	50,000	50,000
Other	25,858	-	-	11,289	37,147
Total General Revenues	195,503	1,662	254	63,624	261,043
Change in Net Position	860,089	72,533	(496)	6,689	938,815
Net Position Beginning of Year	30,591,531	423,606	96,139	4,102,303	35,213,579
Net Position End of Year	\$ 31,451,620	\$ 496,139	\$ 95,643	\$ 4,108,992	\$ 36,152,394

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

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

Index

Summary of Significant Accounting Policies	1
Reporting Entity	1-A
Basis of Presentation	1-B
Measurement Focus.....	1-C
Basis of Accounting	1-D
Assets, Liabilities and Fund Equity	1-E
Cash, Cash Equivalents and Investments	1-E-1
Receivables.....	1-E-2
Consumable Inventories	1-E-3
Prepaid Items	1-E-4
Interfund Balances	1-E-5
Capital Assets.....	1-E-6
Deferred Outflows/Inflows of Resources.....	1-E-7
Compensated Absences.....	1-E-8
Accrued Liabilities and Long-term Obligations.....	1-E-9
Fund Equity.....	1-E-10
Operating Revenues and Expenses	1-E-11
Contributions of Capital.....	1-E-12
Interfund Activity.....	1-E-13
Estimates	1-E-14
Comparative Data	1-E-15
Pensions	1-E-16
Tax Abatement Agreements.....	1-E-17
Stewardship, Compliance and Accountability	2
Budgetary Information	2-A
Detailed Notes on All Funds.....	3
Deposits and Investments.....	3-A
Receivables	3-B
Property Taxes	3-C
Capital Assets.....	3-D
Interfund Balances and Transfers.....	3-E
Compensated Absences.....	3-F
Landfill Closure Costs	3-G
Long-Term Debt	3-H
Pensions	3-I
Other Post-Employment Benefits	3-J
Fund Equity	3-K
Other Notes	4
Risk Management	4-A
Contingent Liabilities	4-B
Joint Venture.....	4-C
Tax Abatement Programs	4-D
Hotel/Motel Lodging Tax	4-E

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

The County of Butts, Georgia (the “County”) was chartered by an act of the General Assembly of the State of Georgia. The County operates under a commission manager form of government and provides the following services: Public safety, roads, courts, health and sanitation, recreation, fire protection and general and administrative services.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The County has implemented GASB 62 Codification of Accounting and Financial Reporting Guidance on pre-November 30, 1989 FASB Statements and AICPA pronouncements.

The most significant of the County’s accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County. For the County, this entity includes the elected constitutional officers.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the County’s discretely presented component units. They are reported separately to emphasize that they are legally separate from the County.

Brief descriptions of the discretely presented component units follow:

Butts County, et al. Water and Sewer Authority (the Water and Sewer Authority) – Butts County has guaranteed the Water and Sewer Authority’s notes payable to the Georgia Environmental Facilities Authority. The Water and Sewer Authority is authorized by law to acquire, construct, equip, operate, maintain, own and improve self-liquidating projects embracing: sources of water supply; the treatment, distribution and sale of water and related facilities; and the collection, treatment and disposal of sewage waste and any related facilities. The Water and Sewer Authority’s financial statements have been presented separately and can be obtained by writing to the Butts County, et al, Water and Sewer Authority, P.O. Box 145, Jackson, Georgia 30233.

Butts County Department of Health (the Health Department) – The Butts County Health Department is governed by the Butts County Board of Commissioners. The Health Department provides public health services including child health checks, family planning, family health, sexually transmitted diseases and tuberculosis control, W.I.C., hypertension screening and monitoring, and environmental health services. The Health Department financial statements have been presented separately and can be obtained by writing to the Butts County Department of Public Health, 463 Kennedy Drive, Jackson, Georgia 30233.

See auditor’s report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

Butts County Industrial Development Authority (the Authority) - The Butts County Industrial Development Authority was created by referendum in 1968. The entity is governed by five board members appointed by the Butts County Board of Commissioners. The Authority can participate in land acquisition, lease agreements on land owned by the Authority, and tax abatements on land owned by the Authority. The Authority's financial statements have been presented separately and can be obtained by writing to the Butts County Industrial Development Authority, 625 West Third Street, Jackson, Georgia 30233.

Development Authority of Butts County (the Authority) - The Development Authority of Butts County was created in 1977 by local ordinance in accordance with the Development Authorities Act. It is governed by a seven-member board appointed by the Butts County Board of Commissioners. The Authority's financial statements have been presented separately and can be obtained by writing to the Development Authority of Butts County, 625 West Third Street, Jackson, Georgia 30233.

1-B. Basis of Presentation

The County's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the County as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and grants and the County's general revenues.

The statement of net position presents the financial position of the governmental activities of the County and its discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each identifiable activity of the business-type activities of the County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The County does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Other revenue sources not properly included with program revenues are reported as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the County.

Fund Financial Statements - During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. Fund financial statements are provided for governmental funds.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

Major individual governmental funds are reported in separate columns.

Fund Accounting - The County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The County uses two categories of funds: governmental and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The County reports the difference between governmental fund assets and liabilities as fund balance. The following are the County's major governmental funds:

The General Fund – The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Georgia.

2018 SPLOST Capital Projects Fund – This fund is used to record all transactions relating to 2018 SPLOST capital projects.

2012 SPLOST Capital Projects Fund – This fund is used to record all transactions relating to 2012 SPLOST capital projects.

2018 SPLOST Debt Service Fund - This fund is used to accumulate enough proceeds from the collection of SPLOST to make the semi-annual bond payment. The additional monies collected beyond the bond payment amount are then remitted to the County Capital Projects Fund and to municipalities in the County in accordance with the 2017 SPLOST referendum.

2012 SPLOST Debt Service Fund - This fund is used to accumulate enough proceeds from the collection of SPLOST to make the semi-annual bond payment. The additional monies collected beyond the bond payment amount are then remitted to the County Capital Projects Fund and to municipalities in the County in accordance with the 2012 SPLOST referendum.

Fiduciary Funds – Fiduciary fund reporting focuses on changes in assets and liabilities. The County's fiduciary funds are agency funds. Fiduciary funds employ the economic resources measurement focus and are accounted for on the accrual basis. Neither fiduciary funds nor component units that are fiduciary in nature are included in the government wide financial statements.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position. The statement of activities reports revenues and expenses.

Fund Financial Statements - All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared.

Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements. Proprietary funds and fiduciary funds employ the economic resources measurement focus and are accounted for on the accrual basis.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 31 days for sales taxes and within 60 days for all other revenues) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes and federal and state grants.

Deferred/Unearned Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue.

Deferred revenue is reclassified as “*unearned revenue*” on the government-wide statement of net position.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1-E. Assets, Liabilities and Fund Equity

1-E-1 Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County.

Investments are stated at fair value based on quoted market prices.

Georgia law authorizes the County to invest in the following type of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the United States Government or Government agency
- Obligations of any corporation of the United States Government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

The County has no investment policy that would further limit its investment choices.

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable. Unbilled water and sewer charges are accrued as receivables and revenue at June 30, 2019.

1-E-3 Consumable Inventories

The County's inventory consists of fuel on hand at June 30, 2019. The Water and Sewer Authority's inventory consists of materials and supplies used to construct and repair water lines. Inventory is recorded at the lower of cost or market on a first-in, first out basis.

1-E-4 Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2019, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

1-E-5 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental activities column of the statement of net position.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1-E-6 Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the government fund financial statements. All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of five thousand dollars. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Infrastructure was added to capital assets to comply with requirements of GASB 34 in the fiscal year ended June 30, 2007. The county estimated the value of all paved County roads based on indexes provided by the Georgia Department of Transportation. Since that time all major construction projects related to roads have been capitalized.

All reported capital assets are depreciated except for land and construction in progress. It is the County's policy not to charge infrastructure depreciation in the year of construction. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Lives			
	Primary Government	Component Units		
	Governmental Activities	Development Authority	Health Department	Water Authority
Land improvements	39 years	39 years	-	40 years
Buildings	39 years	39 years	-	39 years
Machinery and equipment	5 - 10 years	5 - 10 years	5 years	5-10 years
Vehicles and road equipment	5 years	5 years	5 years	5 years
Infrastructure	39 years	39 years	-	40 years

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments. Amortization of assets recorded under capital leases is included with depreciation expense.

1-E-7 Deferred Outflows/ Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has two items that qualifies for reporting in this category. Items paid in advance are reported in this category. The other item relates to the County's Retirement Plan and the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period.

In addition to liabilities, the statement of net 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 position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County's proportionate share of collective deferred inflows of its pension plan is recorded here. The County also has unavailable revenues that 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 sales taxes, which will be recognized as an inflow of resources in the period in which the amounts become available.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1-E-8 Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the County's past experience of making termination payments.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only "*when due*."

1-E-9 Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Bonds and capital leases are recognized as a liability in the governmental fund financial statements when due.

1-E-10 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 current assets and current liabilities. In the fund financial statements, governmental funds report fund 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:

- Non-spendable – Fund balances are reported as non-spendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors 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 County's board through the approval of a motion. Only the Board of Commissioners may modify or rescind a commitment.
- 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 County has authorized the County's management 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.

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

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1-E-10 Fund Equity (Continued)

are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balances in the following order:

- Committed
- Assigned
- Unassigned

Net Position - Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net position amount also is adjusted by any bond issuance deferral amounts. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. 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.

1-E-11 Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary type discretely presented component units. For the County, these revenues are charges for services for water and sewer. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of each fund.

1-E-12 Contributions of Capital

Contributions of capital in proprietary fund type discretely presented component unit financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-13 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between funds reported in the governmental activities column are eliminated.

1-E-14 Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-15 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1-E-16 Pensions

For purposes of measuring the net pension liability related to pensions, and pension expense, information about the fiduciary net position of the Association of County Commissioners of Georgia Butts County Defined Benefit 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 reported as recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

1-E-17 Tax Abatement Agreements

The county has implemented *Governmental Accounting Standards Board (GASB) Statement No. 77, Tax Abatement Disclosures*. This statement requires the County to disclose information for any tax abatement agreements either entered into by the County, or agreements entered into by other governments that reduce the County's tax revenues.

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information – The County adopts an annual balanced budget for the general fund, the Clerk of Superior Court fund and all nonmajor special revenue funds. The budget resolution reflects the total of each department's appropriation in each fund.

The general fund budget is adopted on a basis consistent with GAAP.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. Any change in total to a fund or departmental appropriation within a fund requires approval of the County Commissioners.

The County Administrator or Finance Director may approve budget transfers within departments.

All unexpended annual appropriations lapse at year-end.

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to the government. The government's deposit policy for custodial credit risk requires that the banking institution hold collateral in the County's name equal to 110% of the total government's deposits in excess of FDIC coverage. At June 30, 2018, the County's bank balances were either insured by FDIC or collateralized with collateral held by the pledging bank's trust department in the County's name.

Investments – The County has not adopted a formal investment policy. All funds were held in cash and cash equivalent accounts at June 30, 2019.

3-B. Receivables

Receivables at June 30, 2019, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-C. Property Taxes

Taxes are levied on a calendar year basis. Payments are due in two equal installments, the last being in December.

Levy Date - July 3, 2018

Due Date - First half – September 12, 2018, Second half - December 5, 2018

Lien Date - 90 days after second half due date

3-D. Capital Assets

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

	Balance 6/30/2018	Addition	Deductions	Balance 6/30/2019
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 4,170,805	\$ -	\$ -	\$ 4,170,805
Depreciable capital assets:				
Buildings	\$ 36,228,956	\$ 433,425	\$ -	\$ 36,662,381
Intangible assets	18,529	-	-	18,529
Machinery and equipment	6,145,095	201,667	-	6,346,762
Vehicles and road equipment	6,556,727	1,119,786	122,498	7,554,015
Infrastructure	118,524,822	833,942	-	119,358,764
Total depreciable capital assets	167,474,129	2,588,820	122,498	169,940,451
Accumulated depreciation:				
Buildings	12,665,491	986,443		13,651,934
Intangible assets	1,747	4,280	-	6,027
Machinery and equipment	4,729,839	280,406	-	5,010,245
Vehicles and road equipment	5,276,174	416,353	91,120	5,601,407
Infrastructure	74,292,320	2,868,342	-	77,160,662
Total accumulated depreciation	96,965,571	4,555,824	91,120	101,430,275
Governmental activities capital assets, net	\$ 70,508,558	\$ (1,967,004)	\$ 31,378	\$ 68,510,176
Governmental activities depreciation expense				
General Government		\$ 289,832		
Judicial		55,527		
Public safety		1,072,936		
Highway and streets		2,917,948		
Culture and recreation		112,074		
Housing and development		107,507		
Total governmental activities depreciation expense		\$ 4,555,824		

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

	Balance 6/30/2018	Addition	Deductions	Reclassifications	Balance 6/30/2019
Component Units:					
Capital assets not being depreciated:					
Land	\$ 6,213,877	\$ -	\$ -	\$ -	\$ 6,213,877
Total capital assets not being depreciated	<u>\$ 6,213,877</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,213,877</u>
Depreciable capital assets:					
Buildings	\$ 297,745	\$ -	\$ -	\$ -	\$ 297,745
Machinery and equipment	1,848,707	76,800	58,704	-	1,866,803
Infrastructure	36,457,475	1,437,294	-	-	37,894,769
Total depreciable capital assets	<u>38,603,927</u>	<u>1,514,094</u>	<u>58,704</u>	<u>-</u>	<u>40,059,317</u>
Accumulated depreciation:					
Buildings	150,263	8,940	-	-	159,203
Machinery and equipment	1,140,836	149,140	58,704	-	1,231,272
Infrastructure	14,571,623	910,771	-	-	15,482,394
Total accumulated depreciation	<u>15,862,722</u>	<u>1,068,851</u>	<u>58,704</u>	<u>-</u>	<u>16,872,869</u>
Component units capital assets, net	<u><u>\$ 22,741,205</u></u>	<u><u>\$ 445,243</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 23,186,448</u></u>

3-E. Interfund Balances and Transfers

The County did not have any interfund balances as of June 30, 2019.

Interfund transfers for the year ended June 30, 2019, consisted of the following:

	Transfers To				
	Sheriff	General	2012 SPLOST	2018 SPLOST	
Transfers from	Fund	Fund	Capital Projects	Capital Projects	Total
	Fund	Fund	Fund	Fund	
General Fund	\$ 9,143	\$ -	\$ -	\$ -	\$ 9,143
Library Fund	-	8,000	-	-	8,000
2012 SPLOST Debt Service Fund	-	-	1,244,411	-	1,244,411
2018 SPLOST Debt Service Fund	-	-	-	403,026	403,026
	<u>\$ 9,143</u>	<u>\$ 8,000</u>	<u>\$ 1,244,411</u>	<u>\$ 403,026</u>	<u>\$ 1,664,580</u>

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted *See auditor's report.*

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-E. Interfund Balances and Transfers(Continued)

for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

3-F. Compensated Absences

Under the current policy employees receive personal leave that includes sick leave and annual leave. Employees accumulate personal leave in the following amounts:

Completed 0-1 Years of Service: 4 hours per pay period
Completed 1-5 Years of Service: 5 hours per pay period
Completed 6-10 Years of Service: 6 hours per pay period
Completed 11+ Years of Service: 7 hours per pay period

Up to 160 hours of personal leave can be carried over at the end of the calendar year. No liability has been recorded for personal leave accrued under the policy as it will be paid with current resources.

3-G. Landfill Closure Costs

State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The estimated liability for landfill closure and post closure care costs has a balance of \$808,662 at June 30, 2019. The estimated total current cost of the landfill closure and post closure care is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 1994 (\$1,762,500). However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. The landfill closed during the fiscal year ended June 30, 1997.

3-H. Long-Term Debt

County General Obligations Bonds – In 2012, the County issued \$2,620,000 Series 2012A general obligation sales tax bonds carrying an interest rate of 3.29% payable over 7 years and \$4,405,000 Series 2012B general obligation sales tax bonds carrying an interest rate of 2.0% payable over 5 years. The bonds will be retired from special purpose local option sales taxes. Bond proceeds were used to reduce debt by acquiring existing jail facilities, community center and superior court offices from Hamilton State Bank and Association of County Commissioners of Georgia and to fund various construction projects in the County and Municipalities within the County. These bonds were paid in full during the current fiscal year.

County General Obligations Bonds – In 2018, the County issued \$7,000,000 Series 2018 general obligation sales tax bonds with \$2,245,000 of the total bonds carrying an interest rate of 3.00% and \$4,755,000 carrying an interest rate of 4% payable over 7 years. The bonds will be retired from special purpose local option sales taxes. Bond proceeds were used to fund various capital outlay projects, including courthouse and judicial office improvements, acquiring public safety equipment and public safety vehicles, road, sidewalk and bridge improvements, acquiring and upgrading equipment and acquiring, repairing and improving facilities and paying any debt previously incurred for these projects and to fund various construction projects in the Municipalities within the County.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-H. Long-Term Debt (Continued)

Annual debt service requirements to amortize all general obligation bonds outstanding as of June 30, 2019 follows:

Year	Principal	Bond Premium	Total Principal Amount	Interest	Total
2020	\$ 1,115,000	\$ 60,809	\$ 1,175,809	\$ 257,550	\$ 1,433,359
2021	1,130,000	60,809	1,190,809	224,100	1,414,909
2022	1,155,000	60,809	1,215,809	190,200	1,406,009
2023	1,175,000	60,809	1,235,809	144,000	1,379,809
2024	1,200,000	60,808	1,260,808	97,000	1,357,808
2025	1,225,000	60,808	1,285,808	49,000	1,334,808
	<u>\$ 7,000,000</u>	<u>\$ 364,852</u>	<u>\$ 7,364,852</u>	<u>\$ 961,850</u>	<u>\$ 8,326,702</u>

Capital Leases –

U.S. Bancorp Government Leasing and Finance, Inc. – In October 2014, the County entered into an agreement with U.S. Bancorp Government Leasing and Finance, Inc. to finance the purchase of a Building Management System/ Energy Retrofit Project from Honeywell International, Inc. for a total cost of \$1,403,710. Amortization expense for this asset is included with depreciation expense on page 29. Work was delayed on installation of the system and the work was not completed until fiscal year 2016. The total principal of \$1,403,710 is due and payable in 15 annual payments with interest of 2.67%. The first installment was due July 15, 2015 with the final payment due July 15, 2029. The balance due at June 30, 2019 was \$1,158,131. Annual debt service requirements are as follows:

Year	Principal	Interest	Total
2020	\$ 78,038	\$ 31,303	\$ 109,341
2021	83,427	29,194	112,621
2022	89,061	26,939	116,000
2023	94,948	24,532	119,480
2024	101,099	21,965	123,064
2025-2029	607,718	65,250	672,968
2030	103,840	2,807	106,647
	<u>\$ 1,158,131</u>	<u>\$ 201,990</u>	<u>\$ 1,360,121</u>

Association County Commissioners of Georgia – In May 2019, the County entered into a lease agreement with the Association County Commissioners of Georgia as Lessor to finance the purchase of one new ambulance and one new Ford F350 for a total cost of \$182,090. Amortization expense for these assets is included with depreciation expense on page 29. The total principal of \$182,090 is due and payable in 48 monthly payments with interest of 3.62%. The first installment was due June 28, 2019 with the final payment due by May 28, 2023. The balance due at June 30, 2019 was \$178,559. Annual debt service requirements are as follows:

Year	Principal	Interest	Total
2020	\$ 43,215	\$ 5,751	\$ 48,966
2021	44,805	4,161	48,966
2022	46,454	2,512	48,966
2023	44,085	802	44,887
	<u>\$ 178,559</u>	<u>\$ 13,226</u>	<u>\$ 191,785</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-H. Long-Term Debt (Continued)

Water and Sewer Authority – (a discretely presented component Unit) – The Water and Sewer Authority has issued various debt as explained below.

Revenue Bonds

In 2014, the Authority issued \$4,005,000 series 2014 Revenue Bonds carrying an interest rate of 2.366% payable over 14 years. The bonds will be retired from revenues generated from the Authority. Bond proceeds were used to reduce existing debt. Annual debt service requirements to amortize all revenue bonds outstanding as of June 30, 2019 follows:

Year	Principal	Bond Premium	Total Principal Amount	Interest	Total
2020	\$ 350,000	\$ 7,260	\$ 357,260	\$ 64,138	\$ 421,398
2021	355,000	7,260	362,260	57,088	419,348
2022	365,000	7,260	372,260	48,975	421,235
2023	370,000	7,260	377,260	39,325	416,585
2024	225,000	7,260	232,260	31,144	263,404
2025	235,000	7,260	242,260	24,525	266,785
2026	240,000	7,260	247,260	17,400	264,660
2027	250,000	7,261	257,261	10,050	267,311
2028	210,000	7,261	217,261	3,150	220,411
	<u>\$ 2,600,000</u>	<u>\$ 65,342</u>	<u>\$ 2,665,342</u>	<u>\$ 295,795</u>	<u>\$ 2,961,137</u>

To remain in compliance with the bond agreement, the Authority must maintain a debt service ratio of 1.1 or greater. For the period ended June 30, 2019, the debt service ratio was 2.1.

Notes Payable

Georgia Environmental Finance Authority SRF11-022

Original principal amount of \$542,721, 1.13% interest, 240 monthly installments of \$2,528, commencing on December 1, 2013. Balance at June 30, 2019 was \$405,477. In order to comply with loan covenants, the Authority must maintain a fixed charges ratio of at least 1.05. For the fiscal year 2019, the fixed charges ratio was 2.63. This loan was for the installation of an automatic water meter reading system.

Georgia Environmental Finance Authority SRF11-025

Original principal amount of \$980,000, 1.4% interest. Principal and interest to be paid in 240 monthly installments commencing on September 1, 2016 with interest only payments made until then. Balance at June 30, 2019 was \$857,271. In order to comply with loan covenants, the Authority must maintain a fixed charges ratio of at least 1.05. For fiscal year 2019, the fixed charges ratio was 2.63. This loan is for the construction of a new 500,000 gallon elevated water storage tank.

Bankcorp South Equipment Finance

Original principal amount of \$170,200, 2.29% interest. Principal and interest to be paid in 36 monthly installments of \$4,954 commencing on September 26, 2016. Balance as of June 30, 2018 was \$67,480. This capital lease was for the purchase of a Komatsu Excavator.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-H. Long-Term Debt (Continued)

The following summarizes maturities of notes payable and related interest requirements:

Year	GEFA SRF11-022	GEFA SRF11-025	Bankcorp South Equipment Finance	Interest Requirements	Total
2020	\$ 25,883	\$ 44,490	\$ 9,766	\$ 16,201	\$ 96,340
2021	26,177	45,119	-	15,244	86,540
2022	26,474	45,754	-	14,311	86,539
2023	26,775	46,398	-	13,366	86,539
2024	27,079	47,052	-	12,408	86,539
2025-2029	140,077	245,394	-	47,223	432,694
2030-2034	133,012	263,177	-	21,338	417,527
2035-2037	-	119,887	-	1,898	121,785
Total	<u>\$ 405,477</u>	<u>\$ 857,271</u>	<u>\$ 9,766</u>	<u>\$ 141,989</u>	<u>\$ 1,414,503</u>

Development Authority of Butts County – (a discretely presented component unit) – The Development Authority has issued the following note:

Butts County Board of Commissioners

In 2012, the Development Authority of Butts County paid off their loan with United Bank using proceeds from the issuance of general obligation sales tax bonds issued by Butts County. The original note was for the purchase of land adjacent to Riverview Business Park. As part of its intergovernmental agreement, the Development Authority has agreed to pay back the Butts County Board of Commissioners a total of \$1,000,000 for the Commissioner's assistance from the General Fund over the years with note payments on the United Bank loan and \$62,500 as refund of an overpayment. The amount will be paid back as land is sold in the Riverview Business Park with a zero percent interest rate.

The following summarizes long term debt principal and interest requirements due until paid in full.

Year	Butts County Board of Commissioners	Interest Requirements	Total
2020	\$ -	\$ -	\$ -
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024	-	-	-
2025-2026	<u>1,062,500</u>	<u>-</u>	<u>1,062,500</u>
Total	<u>\$ 1,062,500</u>	<u>\$ -</u>	<u>\$ 1,062,500</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended June 30, 2019:

Governmental Activities	Outstanding 6/30/2018	Additions	Reductions	Outstanding 6/30/2019	Amounts Due in One Year
General obligation bonds	\$ 856,241	\$ -	\$ 856,241	\$ -	\$ -
General obligation bonds	7,364,852	-	-	7,364,852	1,175,809
Capital leases payable	1,231,014	182,090	76,414	1,336,690	121,253
Landfill postclosure care	824,791	-	16,129	808,662	-
Total Governmental Activities	\$ 10,276,898	\$ 182,090	\$ 948,784	\$ 9,510,204	\$ 1,297,062
Component Units					
Water and Sewer Authority					
Revenue Bonds	\$ 3,012,602	\$ -	\$ 347,260	\$ 2,665,342	\$ 357,260
GEFA note - SRF11-022	431,069	-	25,592	405,477	25,883
GEFA note - SRF 11-025	901,144	-	43,873	857,271	44,490
Capital lease payable	67,480	-	57,714	9,766	9,766
Compensated absences	97,312	7,568	-	104,880	-
Total Water and Sewer Authority	\$ 4,509,607	\$ 7,568	\$ 474,439	\$ 4,042,736	\$ 437,399
Department of Public Health					
Compensated absences	\$ 45,749	\$ 9,797	\$ 11,574	\$ 43,972	\$ 12,752
Development Authority					
Butts County BOC	\$ 1,062,500	\$ -	\$ -	\$ 1,062,500	\$ -
Total Development Authority	\$ 1,062,500	\$ -	\$ -	\$ 1,062,500	\$ -

The general obligations bonds are being repaid from the 2012 SPLOST bonds fund. The capital leases are being repaid with funds received from Public Safety Impact fees and from the General Fund. The landfill closure and postclosure fund liability is being paid from the General Fund. The compensated absences liability will be paid from the fund from which the employees' salaries are paid. In prior years, these funds have typically been paid from the General Fund. Each applicable discretely presented component unit repays their own debt.

3-I. Pension

Plan Description - The County contributes to the Association County Commissioners of Georgia ("ACCG") Defined Benefit Plan, an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. A copy of the plan's financial report may be obtained at www.gebcorp.com or by writing to Association County Commissioners of Georgia Retirement Services, 191 Peachtree Street, NE, Atlanta, GA 30303 or by calling (800)736-7166. The specific benefit provisions of the County's plan were established by an adoption agreement executed by the County Board of Commissioners. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG 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 Plan provides for benefits upon retirement, death, disablement, and termination of employment, if certain eligibility conditions are met. The County contributions to the Plan are determined using the actuarial basis described in the annual funding valuation report. The annual County contribution meets or exceeds the minimum funding requirements of Georgia Statute 47-20.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-I. Pension (Continued)

Plan Membership

As of January 1, 2018, pension plan membership consisted of the following:

Retirees, Beneficiaries and Disables receiving benefits	73
Terminated plan participants entitled to but not yet receiving benefits	96
Active employees participating in the Plan	<u>159</u>
Total Number of Participants	<u><u>328</u></u>

Contributions

The County is required to contribute at an actuarially determined rate. Section 47-20 of the Georgia code sets forth the minimum funding standards for state and local governmental pension plans. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement.

The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish, and amend from time-to-time the contribution rates for the County and its plan participants.

For the year ended June 30, 2019, the County's contribution rate was 14.9% of annual payroll. County contributions to the plan were \$1,018,320 for the year ended June 30, 2019.

Net Pension Liability of the County

Effective July 1, 2014, the County implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, which significantly changed the County's accounting for pension amounts. The information disclosed below is presented in accordance with this new standard.

The County's net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2018 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2018.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-I. Pension (Continued)

Net Pension Liability of the County (Continued)

Actuarial Assumptions - The following actuarial assumptions were used in determining the total pension liability:

Salary Increases 5.00% per year with an age based scale as follows:

Age

Under 30	5.00% rate plus 1.00%
30-39	5.00% rate plus 0.5%
40-49	5.00% rate less 0.5%
50+	5.00% rate less 1.00%

Investment Rate of Return 7.00%

Mortality Rates were based on RP-2000 Mortality Table with Scale AA to 2018

Investment Return Assumptions

Estimated 65th percentile return based on

UBS Capital Market Assumptions 6.10%

Five year performance in excess of benchmarks 0.90%

Assumed annual investment return 7.00%

Discount Rate

Projected assets are sufficient to pay all projected benefits promised to current plan participants. In projecting plan assets, the assumed contribution was based on the average contribution made to the plan over the prior five years. Effective December 31, 2018, the expected long term rate of return used to discount all projected benefit payments was revised from 7.25% to 7.00%.

Changes Since Prior Valuation based on February 2019 experience study.

Due to the significant surplus in the Pre-Retirement Death Pool, the 2018 expense for the pre-retirement death benefit has been reduced to zero.

The mortality improvements for the RP-2000 mortality table is projected to 2018 instead of 2017 with Scale AA.

The investment return assumption was decreased from 7.25% to 7.00%.

The turnover table was changed to the Vaughn Select and Ultimate Table through age 54.

The disability table was changed from the 1977 Social Security Table to the 1985 CIDA Table Class 1 through age 59.

The salary increase assumption was revised as follows:

The adjustment to the base rate was reduced from 1.5% to 1.0% for participants under age 30 and from 1.0% to 0.5% for participants from ages 30-39.

The base salary remained at 5.0%.

The retirement rates were updated for participants eligible for unreduced early as follows:

Active age 55-60 current assumption increased to 20% from prior assumption of 10%

Active age 61-64 current assumption remained at 20%

Active age 65-69 current assumption remained at 30%

Active age 70 remained at 100%

Vested Terminated Participants: 100% at NRD changed to 50% at Earliest Unreduced Date and 50% at NRD.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-I. Pension (Continued)

Net Pension Liability of the County (Continued)

Actuarial Assumptions (Continued)

The Trustee of the ACCG Pension Plan and Trust shall rebalance the portfolio at least annually for asset allocation purposes. The guidelines for allocations are: equities shall not exceed 70% of total Plan assets, valued at cost. Fixed Income shall be targeted at 30% of total Plan assets, valued at cost.

The Trustees' guidelines for asset allocation are as follows:

Asset Class	Target Allocation	Range
Fixed Income	30.00%	25%-35%
Equities	70.00%	65%-75%
Large Cap	30.00%	25%-35%
Mid Cap	5.00%	2.5%-10%
Small Cap	5.00%	2.5%-10%
REIT	5.00%	2.5%-10%
International	15.00%	10%-20%
Multi Cap	5.00%	2.5%-10%
Global Allocation	5.00%	2.5%-10%

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, 2019, were as follows:

	Total Liability Pension	Plan Fiduciary Net Position	Net Pension Liability
Balances at June 30, 2018	\$ 15,525,092	\$ 10,851,111	\$ 4,673,981
<i>Changes for the year:</i>			
Service Cost	407,763	-	407,763
Interest	1,100,937	-	1,100,937
Liability Experience (Gain)/Loss	928,619	-	928,619
Assumption Change	1,630,062	-	1,630,062
Employer Contributions	-	1,018,320	(1,018,320)
Service Buy Back	-	-	-
Net investment income	-	(466,828)	466,828
Benefit payments, including refunds of employee contributions	(679,511)	(679,511)	-
Administrative expense	-	(37,335)	37,335
Other changes	-	(74,790)	74,790
<i>Net changes</i>	3,387,870	(240,144)	3,628,014
Balances at June 30, 2019	\$ 18,912,962	\$ 10,610,967	\$ 8,301,995

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-I. Pension (Continued)

Net Pension Liability of the County (Continued)

The required schedule of changes in the County's net pension liability and related ratios immediately following the notes to the financial statements presents the 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%
	<hr/>	<hr/>	<hr/>
County's net pension liability	\$ 10,863,121	\$ 8,301,995	\$ 6,177,937

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, 2018 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, 2019, the County recognized pension expense of \$1,018,420. At June 30, 2019, the County reported the following deferred inflows/outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<hr/>	<hr/>
Asset (Gain)/Loss	\$ 1,142,701	\$ (459,118)
Liability (Gain)/Loss	1,018,171	-
(Gain)/Loss due to Assumption Change	<hr/> 1,507,820	<hr/> -
Net investment income	<hr/> <hr/> \$ 3,668,692	<hr/> <hr/> \$ (459,118)

Component Unit – Butts County, et al. Water & Sewer Authority

The authority approved allowing its employees to enter the Association County Commissioners of Georgia (“ACCG”) Restated Pension Plan for Butts County Employees sponsored by the Butts County Board of Commissioners. Upon the Authority's employees entering the Plan, the Authority limited the Plan benefits to only be applicable for employee services as of January 1, 2013 and later. The reason for this was to eliminate the risk of an unfunded Plan liability for any employee years of service prior to January 1, 2013. Prior to January 1, 2014, the Authority is only responsible for its proportionate share of the

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-I. Pension (Continued)

normal cost which represents the actuarial estimate of the cost for benefits accruing during the current year and administrative expenses. The Authority's proportionate share is determined by the aggregate amount of annual salaries of each active Plan participant associated with each jurisdiction to the total aggregate amount of annual salaries of all Plan participants associated with both jurisdictions. For fiscal year 2018, the Authority contributed \$85,543 to the Plan. The Authority contributed this amount to the Butts County Board of Commissioners to include in their total retirement contribution of \$1,018,320.

Component Unit – Health Department

Plan Description

The Employee's Retirement System of Georgia, a cost-sharing multiple-employer defined benefit pension plan, was established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees and has the powers and privileges of a corporation. The Plan is administered by the Employees' Retirement System of Georgia. The System is being funded in conformity with the minimum funding standard set forth in Code Section 47-20-10 of the Public Retirement Systems Standards Law and the funding policy adopted by the Board. Each plan and fund, including benefit contribution provisions, was established and can be amended by state law. The Plan issues a publicly available financial report that can be obtained at www.ers.ga.gov.

3-J. Other Post- Employment Benefits

Component Unit – Health Department

Plan Description – State OPEB Fund

Employees of State organizations as defined in Code Section 45-18-25 of the Official Code of Georgia Annotated (O.C.G.A.) are provided OPEB through the State OPEB Fund – a cost-sharing multiemployer defined benefit postemployment healthcare plan, reported as an employee trust fund and administered by a Board of Community Health (Board). Title 45 of O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the Board. As established by the Board, the State OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Active employees are not required to contribute to the State OPEB Fund. Detailed information about the OPEB plan's fiduciary net position is available in the Comprehensive Annual Financial Report (CAFR) which is publicly available at <https://sao.georgia.gov/comprehensive-annual-financial-reports>.

Plan Description – SEAD-OPEB Fund

SEAD-OPEB was created in 2007 by the Georgia General Assembly to amend Title 47 of the O.C.G.A., relating to retirement, so as to establish a fund for the provision of term life insurance to retired and vested inactive members of the Employees' Retirement System of Georgia (ERS), the Legislative Retirement System (LRS), and the Georgia Judicial Retirement System (GJRS). The plan is a cost-sharing multiple-employer defined benefit other postemployment benefit plan as defined Governmental Accounting Standards Board (GASB) Statement No. 74, *Financial Reporting for Postemployment Benefit Plans other than Pension Plans*. The SEAD-OPEB trust fund accumulates the premiums received from the aforementioned retirement plans, including interest earned on deposits and investments of such payments. Georgia Law provides that employee contributions to the plan shall be in an amount established by the Board of Trustees not to exceed one-half of 1% of the members earnable compensation.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

3-K. Fund Equity

Fund Balances:

• Non spendable - The following fund balances are non-spendable because they are allocated to:	
General Fund:	
Long-term due from the Development Authority of Butts County	\$ 1,062,500
• Restricted - The following fund balances are restricted for:	
2018 SPLOST Debt Service Fund used to account for the proceeds from the collection of SPLOST to make the semi-annual bond payment.	\$ 786,235
2012 Capital Project Fund - used to account for capital projects financed with 2012 SPLOST.	\$ 778,225
2018 Capital Project Fund - used to account for capital projects financed with 2018 SPLOST.	\$ 6,545,076
• Assigned - The following fund balances are assigned:	
General Fund:	
Insurance reimbursement received in FY 2019 for replacement/repairs occurring in FY 2020	\$ 33,636

Net Position:

Net investment in capital assets on the government-wide statement of net position as of June 30, 2019 is as follows:

	Activities
Net investment in capital assets	
Cost of capital assets	\$ 174,111,256
Less accumulated depreciation	(101,430,275)
Book value	72,680,981
Unexpended proceeds from issuance of capital related debt	6,005,170
Less capital related debt	(8,765,930)
Net investment in capital assets, net of related debt	\$ 69,920,221

Note 4 - Other Notes

4-A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is a member of the Association of County Commissioners of Georgia (ACCG) Interlocal Risk Management Agency. This membership allows the County to share liability, crime, motor vehicle and property damage risks.

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia counties to form interlocal risk management agencies. The ACCG Interlocal Risk Management Agency (IRMA) is a county interlocal risk management agency to function as an unincorporated nonprofit instrumentality of its member municipalities - ACCG IRMA establishes and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government. ACCG IRMA is to defend and protect in accordance with the member government contract and related coverage descriptions of the County are as follows:

- amounts as shall be established by ACCG IRMA.
- To select a person to serve as a Member representative.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

4-A. Risk Management (Continued)

The County must participate at all times in at least one fund which is established by ACCG IRMA. Other responsibilities of the County are as follows:

To pay all contributions, assessments or other sums due to ACCG IRMA at such times and in such

- To allow ACCG IRMA and its agents reasonable access to all facilities of the county and all records, including but not limited to financial records, which relate to the purposes of ACCG IRMA.
- To allow attorneys appointed by ACCG IRMA 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 Fund or Funds established by ACCG IRMA.
- To assist and cooperate in the defense and settlement of claims against the County.
- To furnish full cooperation to ACCG IRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of ACCG IRMA relating to the purposes of ACCG IRMA.
- To follow all loss reduction and prevention procedures established by ACCG IRMA.
- To furnish to ACCG IRMA such budget, operating and underwriting information as may be requested.
- To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in ACCG IRMA or any Fund established by ACCG IRMA being required to pay claim for loss or injuries to municipal property or injuries to persons or property when such loss or injury is within the scope of the protection of a Fund or Funds in which the County participates.

The County retains the first \$1,000 of each risk of loss in the form of a deductible. The County files all claims with ACCG IRMA. ACCG IRMA bills the County for any risk of loss up to the \$1,000 deductible.

The basis for estimating the liabilities for unpaid claims is "IBNR" established by an actuary.

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, Butts County became a member of the ACCG's Workers' Compensation Self Insurance Fund. The liability of the fund to the employees of any employer (Butts County) is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability. The Fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false or fraudulent. 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's responsibilities relating to the worker's compensation pool is to pay all costs, other than those referenced in the above paragraph regarding litigation. The County prepays an estimated annual premium based upon claims experience. Then an audit is conducted of actual experience, with the difference in the premium being paid or refunded as applicable. There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceed the County's insurance coverage during the past three years.

4-B. Contingent Liabilities

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowances, if any, will be immaterial. The County was a defendant in several lawsuits at June 30, 2019. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

4-C. Joint Venture

The County is a member of the Three Rivers Regional Commission (RC). During the year ended June 30, 2019, Butts County paid total dues of \$17,939 to the RC. Membership in a RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a RC. A copy of the RC audit can be obtained by contacting them directly.

4-D. Tax Abatement Programs

The County enters into property tax abatement programs with local businesses for the purpose of attracting and retaining business within their jurisdictions. The tax abatements can be granted to any business located within the County. These tax abatement programs are issued on a case by case basis for individual businesses for both real and personal property from the Development Authority of Butts County and the Joint Development Authority of Butts County and Spalding County. On February 11, 2016, the Joint Development Authority of Butts County and Spalding County entered into a Memorandum of Understanding with Dollar General Corporation for the construction of a distribution center and related facilities on approximately 150 acres in Butts County and Spalding County. As part of that agreement, in year 1 following the completion of the Project, property tax abatements have been granted to the company. Year 1 is defined as the calendar year immediately following the earlier of the year in which construction of the Project is completed or any portion of the Project has been placed into service or operation, but in no case shall Year 1 be later than 2018. Tax abatements for real property and personal property granted during the current fiscal year totaled \$480,815 and \$977,070, respectively.

4-E. Hotel/Motel Lodging Tax

During the year ended June 30, 2019, the County levied a 3.00% hotel/motel tax on lodging facilities within the County. In accordance with the Official Code of Georgia Annotated 48-13-51, the County allocates 5.00% of this tax for the promotion of tourism, conventions or trade shows. The County collected \$2,845 in hotel/motel tax during fiscal year 2019. These collections will be used for the promotion of tourism within the County.

See auditor's report.

REQUIRED SUPPLEMENTARY INFORMATION

BUTTS COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Budget Amendments	Final Budget	Actual	Variance Over (Under)
Revenues					
Taxes	\$ 12,535,728	\$ 330,737	\$ 12,866,465	\$ 13,308,777	\$ 442,312
Licenses and permits	205,300	-	205,300	234,841	29,541
Intergovernmental	450,000	-	450,000	-	(450,000)
Charges for services	3,843,350	306,941	4,150,291	4,150,411	120
Fines and forfeitures	545,700	146,198	691,898	491,498	(200,400)
Investment earnings	20,000	-	20,000	32,861	12,861
Miscellaneous	454,243	33,369	487,612	613,019	125,407
Total Revenues	18,054,321	817,245	18,871,566	18,831,407	(40,159)
Expenditures					
Current:					
General government	5,119,285	112,996	5,232,281	5,232,281	-
Judicial	1,529,601	106,993	1,636,594	1,636,594	-
Public safety	7,841,986	597,256	8,439,242	8,439,242	-
Public works	1,633,107	-	1,633,107	1,529,875	(103,232)
Health and welfare	139,882	-	139,882	139,882	-
Culture and recreation	1,070,809	-	1,070,809	946,196	(124,613)
Economic opportunity	7,500	-	7,500	7,500	-
Housing and development	966,684	-	966,684	944,759	(21,925)
Debt Service					
Principal payments	72,883		72,883	72,883	-
Interest payments	33,273		33,273	33,273	-
Total Expenditures	18,415,010	817,245	19,232,255	18,982,485	(249,770)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(360,689)	-	(360,689)	(151,078)	209,611
Other Financing Sources (Uses)					
Transfers in (out)	-	-	-	(1,143)	(1,143)
Total Other Financing Sources (Uses)	-	-	-	(1,143)	(1,143)
Net Change in Fund Balances	(360,689)	-	(360,689)	(152,221)	208,468
Fund Balances Beginning of Year	3,135,423	-	3,135,423	3,135,423	-
Fund Balances End of Year	\$ 2,774,734	\$ -	\$ 2,774,734	\$ 2,983,202	\$ 208,468

See auditor's report.

BUTTS COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2019

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

	<u>2019</u>
Total Pension Liability	
Service cost	\$ 407,763
Interest on total pension liability	1,125,569
Changes of benefit terms	-
Differences between expected and actual experience	928,619
Changes of assumptions	1,630,062
Benefit payments, including refunds of employee contributions	<u>(704,143)</u>
Net change in total pension liability	3,387,870
Total pension liability - beginning	<u>15,525,092</u>
Total pension liability - ending	<u><u>\$ 18,912,962</u></u>
Plan fiduciary net position	
Contributions - employer	\$ 1,018,320
Net investment income	(466,828)
Benefit payments, including refunds of employee contributions	(679,511)
Administrative expenses	(37,335)
Other	<u>(74,790)</u>
Net change in fiduciary net position	(240,144)
Plan fiduciary net position - beginning	<u>10,851,111</u>
Plan fiduciary net position - ending	<u><u>\$ 10,610,967</u></u>
County's net pension liability	<u><u>\$ 8,301,995</u></u>
Plan fiduciary net position as a percentage of total pension liability	56.1%
Covered employee payroll	\$ 6,826,757
County's net pension liability as a percentage of covered employee payroll	121.6%

See auditor's report.

BUTTS COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2019

SCHEDULE OF COUNTY CONTRIBUTIONS

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 1,115,035	\$ 974,741	\$ 870,793	\$ 833,403	\$ 754,785	\$ 766,159
Contributions in relation to the actuarially determined contribution	<u>1,018,320</u>	<u>595,490</u>	<u>908,115</u>	<u>868,297</u>	<u>799,561</u>	<u>809,174</u>
Contribution in deficiency (excess)	<u>\$ 96,715</u>	<u>\$ 379,251</u>	<u>\$ (37,322)</u>	<u>\$ (34,894)</u>	<u>\$ (44,776)</u>	<u>\$ (43,015)</u>
Covered-employee payroll	\$ 6,826,757	\$ 6,484,065	\$ 6,176,955	\$ 5,955,689	\$ 5,487,003	\$ 5,793,674
Contributions as a percentage of covered employee payroll	14.92%	9.18%	14.70%	14.58%	14.57%	13.97%

Notes to the Schedule

Valuation Date	January 1, 2018
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Assets are valued at market value
Assumed Rate of Return on Investments	7.00%
Projected Salary Increases	5.00% per year with an age based scale as follows:
<u>Age</u>	<u>Salary Increase</u>
Under 30	5.0% rate plus 1.0%
30-39	5.0% rate plus 0.5%
40-49	5.0% rate less 0.5%
50+	5.0% rate less 1.0%
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.

See auditor's report.

BUTTS COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2019

Note 1 – Budgetary Information

Budgets for the general fund is adopted on a basis that is consistent with accounting principles generally accepted in the United States of America as applied to governments.

See auditor's report.

SUPPLEMENTARY INFORMATION

**BUTTS COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2019**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 1,744,022	\$ 415,205	\$ 2,159,227
Accounts Receivable	<u>65,023</u>	<u>-</u>	<u>65,023</u>
Total Assets	<u><u>\$ 1,809,045</u></u>	<u><u>\$ 415,205</u></u>	<u><u>\$ 2,224,250</u></u>
Liabilities and Fund Balances			
Liabilities			
Accounts payable	<u>\$ 242</u>	<u>\$ 45,933</u>	<u>\$ 46,175</u>
Total Liabilities	<u>242</u>	<u>45,933</u>	<u>46,175</u>
Fund Balances			
Restricted for:			
Capital projects	-	369,272	369,272
Program purposes	<u>1,808,803</u>	<u>-</u>	<u>1,808,803</u>
Total Fund Balances	<u>1,808,803</u>	<u>369,272</u>	<u>2,178,075</u>
Total Liabilities and Fund Balances	<u><u>\$ 1,809,045</u></u>	<u><u>\$ 415,205</u></u>	<u><u>\$ 2,224,250</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$ 2,845	\$ -	\$ 2,845
Intergovernmental	531,232	-	531,232
Charges for services	551,434	80,250	631,684
Fines and forfeitures	569,701	-	569,701
Contributions	228,801	-	228,801
Investment earnings	2,855	790	3,645
	<hr/>	<hr/>	<hr/>
Total Revenues	1,886,868	81,040	1,967,908
Expenditures			
Current:			
General government	5,644	-	5,644
Judicial	36,951	-	36,951
Public safety	1,073,659	-	1,073,659
Culture and recreation	69,021	-	69,021
Intergovernmental	-	-	-
Capital Outlay	-	299,421	299,421
Debt Service			
Principal retirement	-	3,531	3,531
Interest and fiscal charges	-	550	550
	<hr/>	<hr/>	<hr/>
Total Expenditures	1,185,275	303,502	1,488,777
	<hr/>	<hr/>	<hr/>
Excess of Revenues Over (Under) Expenditures	701,593	(222,462)	479,131
Other Financing Sources (Uses)			
Loan proceeds	-	182,090	182,090
Transfers in (out)	1,143	-	1,143
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	1,143	182,090	183,233
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	702,736	(40,372)	662,364
	<hr/>	<hr/>	<hr/>
Fund Balances Beginning of Year	1,106,067	409,644	1,515,711
	<hr/>	<hr/>	<hr/>
Fund Balances End of Year	<u>\$ 1,808,803</u>	<u>\$ 369,272</u>	<u>\$ 2,178,075</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 2,913,391	\$ 2,430,269
Receivables:		
Interfund receivable	-	-
Due from other governments	1,062,500	1,062,500
Sales taxes	518,237	461,170
Other	306,103	192,055
Prepaid expenses	89,403	135,584
Inventory	<u>16,779</u>	<u>37,308</u>
Total Assets	<u><u>\$ 4,906,413</u></u>	<u><u>\$ 4,318,886</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ 1,255,078	\$ 504,980
Interfund payable	-	2,037
Salaries and wages payable	<u>395,061</u>	<u>444,347</u>
Total Liabilities	<u>1,650,139</u>	<u>951,364</u>
Deferred Inflows of Resources		
Unavailable revenue - local option sales tax	<u>273,072</u>	<u>232,099</u>
Total Deferred Inflows of Resources	<u>273,072</u>	<u>232,099</u>
Fund Balances		
Non-spendable	1,062,500	1,062,500
Assigned	33,636	7,944
Unassigned	<u>1,887,066</u>	<u>2,064,979</u>
Total Fund Balances	<u>2,983,202</u>	<u>3,135,423</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 4,906,413</u></u>	<u><u>\$ 4,318,886</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2019**

													Total											
	Law	Courthouse		Drug Abuse	Clerk of				Recreation	Hotel			Nonmajor											
	Library	Maintenance	Jail	Treatment &	Superior	E-911		Sheriff	Department	Motel	Library	Grant	Special Revenue											
				Education	Court	Fund			Improvement	Tax	Fund	Fund	Funds											
Assets																								
Cash and cash equivalents	\$	11,249	\$	57,168	\$	50,795	\$	33,763	\$	537,724	\$	169,597	\$	55,187	\$	197,647	\$	4,887	\$	169,773	\$	456,232	\$	1,744,022
Accounts Receivable		-		-		-		-		-		-		-		-		-		-		-		65,023
Total Assets	\$	11,249	\$	57,168	\$	50,795	\$	33,763	\$	537,724	\$	234,620	\$	55,187	\$	197,647	\$	4,887	\$	169,773	\$	456,232	\$	1,809,045
Liabilities																								
and Fund Balances																								
Liabilities																								
Accounts payable	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	242
Total Liabilities		-		-		-		-		-		-		-		-		-		-		-		242
Fund Balances																								
Restricted for program purposes		11,249		57,168		50,795		33,763		537,724		234,378		55,187		197,647		4,887		169,773		456,232		1,808,803
Total Liabilities and Fund Balances	\$	11,249	\$	57,168	\$	50,795	\$	33,763	\$	537,724	\$	234,620	\$	55,187	\$	197,647	\$	4,887	\$	169,773	\$	456,232	\$	1,809,045

See auditor's report.

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Law Library	Courthouse Maintenance	Jail	Drug Abuse Treatment & Education	Clerk of Superior Court	E-911 Fund	Sheriff	Recreation Department Improvement	Hotel Motel Tax	Library Fund	Grant Fund	Total Nonmajor Special Revenue Funds
Revenues												
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,845	\$ -	\$ -	\$ 2,845
Intergovernmental	-	-	-	-	75,000	-	-	-	-	-	456,232	531,232
Charges for services	-	-	-	-	19,263	452,601	67,026	-	-	12,544	-	551,434
Fines and forfeitures	13,577	16,750	62,674	58,276	-	-	418,424	-	-	-	-	569,701
Contributions	-	-	-	-	-	-	36,948	3,073	-	188,780	-	228,801
Investment earnings	-	97	131	856	405	356	123	439	5	443	-	2,855
Total Revenues	13,577	16,847	62,805	59,132	94,668	452,957	522,521	3,512	2,850	201,767	456,232	1,886,868
Expenditures												
Current:												
General government	-	5,644	-	-	-	-	-	-	-	-	-	5,644
Judicial	20,020	-	-	-	16,931	-	-	-	-	-	-	36,951
Public safety	-	-	77,000	30,000	-	417,382	549,277	-	-	-	-	1,073,659
Culture and recreation	-	-	-	-	-	-	-	45,027	-	23,994	-	69,021
Total Expenditures	20,020	5,644	77,000	30,000	16,931	417,382	549,277	45,027	-	23,994	-	1,185,275
Excess of Revenues Over Expenditures	(6,443)	11,203	(14,195)	29,132	77,737	35,575	(26,756)	(41,515)	2,850	177,773	456,232	701,593
Other Financing Sources (Uses)												
Transfers in	-	-	-	-	-	-	9,143	-	-	-	-	9,143
Transfers out	-	-	-	-	-	-	-	-	-	(8,000)	-	(8,000)
Net Change in Fund Balances	(6,443)	11,203	(14,195)	29,132	77,737	35,575	(17,613)	(41,515)	2,850	169,773	456,232	702,736
Fund Balances												
Beginning of Year	17,692	45,965	64,990	4,631	459,987	198,803	72,800	239,162	2,037	-	-	1,106,067
Fund Balances End of Year	\$ 11,249	\$ 57,168	\$ 50,795	\$ 33,763	\$ 537,724	\$ 234,378	\$ 55,187	\$ 197,647	\$ 4,887	\$ 169,773	\$ 456,232	\$ 1,808,803

See auditor's report.

**BUTTS COUNTY, GEORGIA
LAW LIBRARY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 11,249	\$ 17,692
Total Assets	<u>\$ 11,249</u>	<u>\$ 17,692</u>
Fund Balances		
Restricted for program purposes	<u>\$ 11,249</u>	<u>\$ 17,692</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
LAW LIBRARY FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Fines and forfeitures	\$ 13,577	\$ 18,813
Expenditures		
Current:		
Judicial	20,020	13,544
Total Expenditures	20,020	13,544
Excess of Revenues Over (Under) Expenditures	(6,443)	5,269
Fund Balances Beginning of Year	17,692	12,423
Fund Balances End of Year	\$ 11,249	\$ 17,692

See auditor's report.

**BUTTS COUNTY, GEORGIA
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original/ Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues			
Fines and forfeitures	\$ 13,577	\$ 13,577	\$ -
Expenditures			
Current:			
Judicial	20,020	20,020	-
Total Expenditures	20,020	20,020	-
Excess of Revenues Over (Under) Expenditures	(6,443)	(6,443)	-
Fund Balances Beginning of Year	17,692	17,692	-
Fund Balances End of Year	<u>\$ 11,249</u>	<u>\$ 11,249</u>	<u>\$ -</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
COURTHOUSE MAINTENANCE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 57,168	\$ 45,965
Total Assets	<u>\$ 57,168</u>	<u>\$ 45,965</u>
Liabilities and Fund Balances		
Accounts payable	\$ -	\$ -
Fund Balances		
Restricted for program purposes	<u>57,168</u>	<u>45,965</u>
Total Liabilities and Fund Balances	<u>\$ 57,168</u>	<u>\$ 45,965</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
COURTHOUSE MAINTENANCE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Revenues		
Fines and fees	\$ 16,750	\$ 21,560
Investment earnings	<u>97</u>	<u>68</u>
Total Revenues	<u>16,847</u>	<u>21,628</u>
Expenditures		
Current:		
General government	<u>5,644</u>	<u>11,441</u>
Total Expenditures	<u>5,644</u>	<u>11,441</u>
Excess (Deficit) of Revenues Over (Under) Expenditures	11,203	10,187
Fund Balances Beginning of Year	<u>45,965</u>	<u>35,778</u>
Fund Balances End of Year	<u><u>\$ 57,168</u></u>	<u><u>\$ 45,965</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
COURTHOUSE MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019**

	Original Budget	Budget Amendments	Final Budget	Actual	Variance Over (Under)
Revenues					
Fines and fees	\$ 20,000	\$ -	\$ 20,000	\$ 16,750	\$ (3,250)
Investment earnings	65	-	65	97	32
Total Revenues	<u>20,065</u>	<u>-</u>	<u>20,065</u>	<u>16,847</u>	<u>(3,218)</u>
Expenditures					
Current:					
General government	<u>5,000</u>	<u>15,065</u>	<u>20,065</u>	<u>5,644</u>	<u>(14,421)</u>
Total Expenditures	<u>5,000</u>	<u>15,065</u>	<u>20,065</u>	<u>5,644</u>	<u>(14,421)</u>
Excess (Deficit) of Revenues Over (Under) Expenditures	15,065	(15,065)	-	11,203	11,203
Fund Balances Beginning of Year	<u>45,965</u>	<u>-</u>	<u>45,965</u>	<u>45,965</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 61,030</u>	<u>\$ (15,065)</u>	<u>\$ 45,965</u>	<u>\$ 57,168</u>	<u>\$ 11,203</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
JAIL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 50,795	\$ 64,990
Total Assets	<u>\$ 50,795</u>	<u>\$ 64,990</u>
Liabilities and Fund Balances		
Liabilities		
Interfund payable	\$ -	\$ -
Fund Balances		
Restricted for program purposes	<u>50,795</u>	<u>64,990</u>
Total Liabilities and Fund Balances	<u>\$ 50,795</u>	<u>\$ 64,990</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
JAIL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Fines and fees	\$ 62,674	\$ 73,228
Investment earnings	<u>131</u>	<u>112</u>
Total Revenues	<u>62,805</u>	<u>73,340</u>
Expenditures		
Current:		
Jail Staffing and Supplies	<u>77,000</u>	<u>55,926</u>
Total Expenditures	<u>77,000</u>	<u>55,926</u>
Net Changes in Fund Balances	(14,195)	17,414
Fund Balances Beginning of Year	<u>64,990</u>	<u>47,576</u>
Fund Balances End of Year	<u><u>\$ 50,795</u></u>	<u><u>\$ 64,990</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
JAIL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Budget Amendment	Final Budget	Actual	Variance Over (Under)
Revenues					
Fines and fees	\$ 62,000	\$ 21,022	\$ 83,022	\$ 62,674	\$ (20,348)
Investment earnings	100	-	100	131	31
Total Revenues	<u>62,100</u>	<u>21,022</u>	<u>83,122</u>	<u>62,805</u>	<u>(20,317)</u>
Expenditures					
Current:					
Public safety	<u>55,978</u>	<u>27,144</u>	<u>83,122</u>	<u>77,000</u>	<u>(6,122)</u>
Total Expenditures	<u>55,978</u>	<u>27,144</u>	<u>83,122</u>	<u>77,000</u>	<u>(6,122)</u>
Excess of Revenues Over Expenditures	6,122	(6,122)	-	(14,195)	(14,195)
Fund Balances Beginning of Year	<u>64,990</u>	<u>-</u>	<u>64,990</u>	<u>64,990</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 71,112</u>	<u>\$ (6,122)</u>	<u>\$ 64,990</u>	<u>\$ 50,795</u>	<u>\$ (14,195)</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
DRUG ABUSE TREATMENT & EDUCATION FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 33,763	\$ 4,631
Total Assets	<u>\$ 33,763</u>	<u>\$ 4,631</u>
Liabilities and Fund Balances		
Liabilities		
Interfund payable	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>
Fund Balances		
Restricted for program purposes	<u>33,763</u>	<u>4,631</u>
Total Liabilities and Fund Balances	<u>\$ 33,763</u>	<u>\$ 4,631</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
 DRUG ABUSE TREATMENT & EDUCATION FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Revenues		
Fines and fees	\$ 58,276	\$ 29,818
Investment earnings	<u>856</u>	<u>25</u>
Total Revenues	<u>59,132</u>	<u>29,843</u>
Expenditures		
Current:		
Public safety	<u>30,000</u>	<u>26,836</u>
Total Expenditures	<u>30,000</u>	<u>26,836</u>
Excess of Revenues Over Expenditures	29,132	3,007
Fund Balances Beginning of Year	<u>4,631</u>	<u>1,624</u>
Fund Balances End of Year	<u><u>\$ 33,763</u></u>	<u><u>\$ 4,631</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
DRUG ABUSE TREATMENT & EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Budget Amendment	Final Budget	Actual	Variance Over (Under)
Revenues					
Fines and fees	\$ 24,000	\$ 5,980	\$ 29,980	\$ 58,276	\$ 28,296
Investment earnings	20	-	20	856	836
Total Revenues	<u>24,020</u>	<u>5,980</u>	<u>30,000</u>	<u>59,132</u>	<u>29,132</u>
Expenditures					
Current:					
Public safety	-	30,000	30,000	30,000	-
Total Expenditures	<u>-</u>	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Excess of Revenues Over Expenditures	24,020	(24,020)	-	29,132	29,132
Fund Balances Beginning of Year	<u>4,631</u>	<u>-</u>	<u>4,631</u>	<u>4,631</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 28,651</u>	<u>\$ (24,020)</u>	<u>\$ 4,631</u>	<u>\$ 33,763</u>	<u>\$ 29,132</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
CLERK OF SUPERIOR COURT
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 537,724	\$ 459,987
Total Assets	<u>\$ 537,724</u>	<u>\$ 459,987</u>
Liabilities and Fund Balances		
Liabilities		
Interfund payable	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>
Fund Balances		
Restricted for program purposes	<u>537,724</u>	<u>459,987</u>
Total Liabilities and Fund Balances	<u>\$ 537,724</u>	<u>\$ 459,987</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
CLERK OF SUPERIOR COURT
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Revenues		
Intergovernmental	\$ 75,000	\$ 75,000
Investment earnings	405	312
Charges for services	<u>19,263</u>	<u>9,008</u>
Total Revenues	<u>94,668</u>	<u>84,352</u>
Expenditures		
Current:		
Judicial	<u>16,931</u>	<u>28,473</u>
Total Expenditures	<u>16,931</u>	<u>28,473</u>
Other Financing Sources (Uses)		
Transfer in from General Fund	<u>-</u>	<u>34,263</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>34,263</u>
Net Change in Fund Balances	77,737	90,142
Fund Balances Beginning of Year	<u>459,987</u>	<u>369,845</u>
Fund Balances End of Year	<u><u>\$ 537,724</u></u>	<u><u>\$ 459,987</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
CLERK OF SUPERIOR COURT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019**

	Original/ Final Budget	Actual	Variance Over (Under)
Revenues			
Intergovernmental	\$ 75,000	\$ 75,000	\$ -
Investment earnings	405	405	-
Miscellaneous	19,263	19,263	-
Total Revenues	<u>94,668</u>	<u>94,668</u>	<u>-</u>
Expenditures			
Current:			
Judicial	16,931	16,931	-
Total Expenditures	<u>16,931</u>	<u>16,931</u>	<u>-</u>
Other Financing Sources (Uses)			
Transfer in from General Fund	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	77,737	77,737	-
Fund Balances Beginning of Year	<u>459,987</u>	<u>459,987</u>	
Fund Balances End of Year	<u><u>\$ 537,724</u></u>	<u><u>\$ 537,724</u></u>	<u><u>\$ -</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
E-911 FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 169,597	\$ 140,968
Accounts receivable	<u>65,023</u>	<u>58,410</u>
Total Assets	<u>\$ 234,620</u>	<u>\$ 199,378</u>
 Liabilities and Fund Balances		
 Liabilities		
Accounts Payable	\$ 242	\$ 575
Interfund payable	<u>-</u>	<u>-</u>
Total Liabilities	<u>242</u>	<u>575</u>
 Fund Balances		
Reserved for program purposes	<u>234,378</u>	<u>198,803</u>
Total Liabilities and Fund Balances	<u>\$ 234,620</u>	<u>\$ 199,378</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
E-911 FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Charges for services	\$ 452,601	\$ 411,914
Investment earnings	<u>356</u>	<u>358</u>
Total Revenues	<u>452,957</u>	<u>412,272</u>
Expenditures		
Current:		
Public safety	417,382	416,925
Debt Service		
Principal retirement	-	71,010
Interest and fiscal charges	<u>-</u>	<u>3,977</u>
Total Expenditures	<u>417,382</u>	<u>491,912</u>
Excess (Deficiency) of Revenues		
Over (Under) Expenditures	<u>35,575</u>	<u>(79,640)</u>
Net Change in Fund Balances	35,575	(79,640)
Fund Balances Beginning of Year	<u>198,803</u>	<u>278,443</u>
Fund Balances End of Year	<u>\$ 234,378</u>	<u>\$ 198,803</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
E-911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Budget Amendments	Final Budget	Actual	Variance Over (Under)
Revenues					
Charges for services	\$ 365,000	\$ 52,169	\$ 417,169	\$ 452,601	\$ 35,432
Investment earnings	350	-	350	356	6
Total Revenues	<u>365,350</u>	<u>52,169</u>	<u>417,519</u>	<u>452,957</u>	<u>35,438</u>
Expenditures					
Current:					
Public safety	<u>365,213</u>	<u>52,306</u>	<u>417,519</u>	<u>417,382</u>	<u>(137)</u>
Total Expenditures	<u>365,213</u>	<u>52,306</u>	<u>417,519</u>	<u>417,382</u>	<u>(137)</u>
Excess (Deficit) of Revenues Over (Under) Expenditures	137	(137)	-	35,575	35,575
Fund Balances Beginning of Year	<u>198,803</u>	<u>-</u>	<u>198,803</u>	<u>198,803</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 198,940</u>	<u>\$ (137)</u>	<u>\$ 198,803</u>	<u>\$ 234,378</u>	<u>\$ 35,575</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
SHERIFF FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 55,187	\$ 72,800
Total Assets	<u>\$ 55,187</u>	<u>\$ 72,800</u>
Fund Balances		
Restricted for program purposes	<u>\$ 55,187</u>	<u>\$ 72,800</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
SHERIFF FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Investment earnings	\$ 123	\$ 53
Fines and forfeitures	418,424	334,160
Sheriff commissary	67,026	65,025
Contributions	<u>36,948</u>	<u>34,588</u>
Total Revenues	<u>522,521</u>	<u>433,826</u>
Expenditures		
Current:		
Public safety	498,405	362,793
Sheriff commissary	<u>50,872</u>	<u>34,937</u>
Total Expenditures	<u>549,277</u>	<u>397,730</u>
Excess Revenues Over (Under) Expenditures	<u>(26,756)</u>	<u>36,096</u>
Other Financing Sources		
Transfer in	<u>9,143</u>	<u>-</u>
Total Other financing Sources	<u>9,143</u>	<u>-</u>
Net Changes in Fund Balances	(17,613)	36,096
Fund Balances Beginning of Year	<u>72,800</u>	<u>36,704</u>
Fund Balances End of Year	<u><u>\$ 55,187</u></u>	<u><u>\$ 72,800</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
SHERIFF FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original/ Final Budget	Actual	Variance Over (Under)
Revenues			
Investment earnings	\$ 123	\$ 123	\$ -
Fines and forfeitures	418,424	418,424	-
Sheriff commissary	67,026	67,026	-
Contributions	36,948	36,948	-
Total Revenues	<u>522,521</u>	<u>522,521</u>	<u>-</u>
Expenditures			
Current:			
Public safety	498,405	498,405	-
Sheriff commissary	50,872	50,872	-
Total Expenditures	<u>549,277</u>	<u>549,277</u>	<u>-</u>
Excess Revenues Over (Under) Expenditures	(26,756)	(26,756)	-
Other Financing Sources			
Transfer in	9,143	9,143	-
Total Other Financing Sources	<u>9,143</u>	<u>9,143</u>	<u>-</u>
Net Changes in Fund Balances	(17,613)	(17,613)	-
Fund Balances Beginning of Year	<u>72,800</u>	<u>72,800</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 55,187</u></u>	<u><u>\$ 55,187</u></u>	<u><u>\$ -</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
RECREATION DEPARTMENT IMPROVEMENT FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 197,647	\$ 240,708
 Total Assets	 <u>\$ 197,647</u>	 <u>\$ 240,708</u>
 Liabilities and Fund Balances		
 Liabilities		
Accounts payable	-	1,546
 Fund Balances		
Restricted for program purposes	197,647	239,162
 Total Liabilities and Fund Balances	 <u>\$ 197,647</u>	 <u>\$ 240,708</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
RECREATION DEPARTMENT IMPROVEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Investment earnings	\$ 439	\$ 369
Contributions	3,073	63,848
Concessions	<u>-</u>	<u>24,740</u>
Total Revenues	<u>3,512</u>	<u>88,957</u>
Expenditures		
Current:		
Program costs	44,997	56,908
Concession purchases	<u>30</u>	<u>27,783</u>
Total Expenditures	<u>45,027</u>	<u>84,691</u>
Excess (Deficiency) of Revenues		
Over (Under) Expenditures	(41,515)	4,266
Fund Balances Beginning of Year	<u>239,162</u>	<u>234,896</u>
Fund Balances End of Year	<u><u>\$ 197,647</u></u>	<u><u>\$ 239,162</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
RECREATION DEPARTMENT IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original/ Final Budget	Actual	Variance Over (Under)
Revenues			
Investment earnings	\$ -	\$ 439	\$ 439
Contributions	-	3,073	3,073
Concessions	-	-	-
Total Revenues	<u>-</u>	<u>3,512</u>	<u>3,512</u>
Expenditures			
Current:			
Program costs	50,000	44,997	(5,003)
Concession purchases	-	30	30
Total Expenditures	<u>50,000</u>	<u>45,027</u>	<u>(4,973)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,000)	(41,515)	8,485
Fund Balances Beginning of Year	<u>239,162</u>	<u>239,162</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 189,162</u></u>	<u><u>\$ 197,647</u></u>	<u><u>\$ 8,485</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
HOTEL/MOTEL TAX FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 4,887	\$ -
Interfund receivable	<u>-</u>	<u>2,037</u>
Total Assets	<u><u>\$ 4,887</u></u>	<u><u>\$ 2,037</u></u>
Fund Balances		
Restricted for program purpose	<u><u>\$ 4,887</u></u>	<u><u>\$ 2,037</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
HOTEL/MOTEL TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Revenues		
Hotel/motel tax	\$ 2,845	\$ 2,037
Investment earnings	<u>5</u>	<u>-</u>
Total Revenues	<u>2,850</u>	<u>2,037</u>
Expenditures		
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,850	2,037
Fund Balances Beginning of Year	<u>2,037</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 4,887</u></u>	<u><u>\$ 2,037</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019**

	Original/Final Budget	Actual	Variance Over (Under)
Revenues			
Hotel/motel tax	\$ -	\$ 2,845	\$ 2,845
Investment earnings	-	5	5
Total Revenues	-	2,850	2,850
Expenditures			
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Net Change in Fund Balances	-	2,850	2,850
Fund Balances Beginning of Year	2,037	2,037	-
Fund Balances End of Year	\$ 2,037	\$ 4,887	\$ 2,850

See auditor's report.

**BUTTS COUNTY, GEORGIA
LIBRARY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 169,773	\$ -
Total Assets	<u><u>\$ 169,773</u></u>	<u><u>\$ -</u></u>
Fund Balances		
Restricted for program purpose	<u><u>\$ 169,773</u></u>	<u><u>\$ -</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
LIBRARY FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Revenues		
Charges for services	\$ 12,544	\$ -
Contributions	188,780	
Investment earnings	<u>443</u>	<u>-</u>
Total Revenues	<u>201,767</u>	<u>-</u>
Expenditures		
Culture and recreation	<u>23,994</u>	<u>-</u>
Total Expenditures	<u>23,994</u>	<u>-</u>
Excess Revenues Over Expenditures	177,773	-
Other financing sources and (uses)		
Transfers out	<u>(8,000)</u>	<u>-</u>
Net Change in Fund Balances	169,773	-
Fund Balances Beginning of Year	<u>-</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 169,773</u></u>	<u><u>\$ -</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019**

	Original/ Final Budget	Actual	Variance Over (Under)
Revenues			
Charges for services	\$ 12,544	\$ 12,544	\$ -
Contributions	188,780	188,780	-
Investment earnings	443	443	-
Total Revenues	<u>201,767</u>	<u>201,767</u>	<u>-</u>
Expenditures			
Culture and recreation	<u>23,994</u>	<u>23,994</u>	<u>-</u>
Total Expenditures	<u>23,994</u>	<u>23,994</u>	<u>-</u>
Excess Revenues Over Expenditures	177,773	177,773	-
Other financing sources and (uses)			
Transfers out	<u>(8,000)</u>	<u>(8,000)</u>	<u>-</u>
Net Change in Fund Balances	169,773	169,773	-
Fund Balances Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 169,773</u></u>	<u><u>\$ 169,773</u></u>	<u><u>\$ -</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
GRANT FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 456,232	\$ -
	<u>456,232</u>	<u>-</u>
Fund Balances		
Restricted for program purposes	\$ 456,232	\$ -
	<u>456,232</u>	<u>-</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
GRANT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Intergovernmental revenue	\$ 456,232	\$ -
Total Revenues	<u>456,232</u>	<u>-</u>
Expenditures		
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>456,232</u>	<u>-</u>
Other Financing Sources (Uses)		
Transfer in from General Fund	-	-
Transfer to Capital Improvement Fund	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>
Net Change in Fund Balances	456,232	-
Fund Balances Beginning of Year	<u>-</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 456,232</u></u>	<u><u>\$ -</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Original/Final Budget</u>	<u>Actual Year to Date</u>	<u>Variance Over (Under)</u>
Revenues	\$ 456,232	\$ 456,232	\$ -
Expenditures			
Capital Outlay	-	-	-
Excess of Revenues Over Expenditures	456,232	456,232	-
Other Financing Sources (Uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Changes in Fund Balances	456,232	456,232	-
Fund Balances Beginning	-	-	-
Fund Balances Ending	\$ 456,232	\$ 456,232	\$ -

See auditor's report.

BUTTS COUNTY, GEORGIA
2018 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 7,033,638	\$ 7,122,627
Total Assets	<u>7,033,638</u>	<u>7,122,627</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 488,562	\$ -
Fund Balances		
Restricted for capital projects	<u>6,545,076</u>	<u>7,122,627</u>
Total Liabilities and Fund Balances	<u>\$ 7,033,638</u>	<u>\$ 7,122,627</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2018 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Investment earnings	\$ 136,880	\$ 2,459
Total Revenues	<u>136,880</u>	<u>2,459</u>
Expenditures		
Capital outlay	<u>1,117,457</u>	<u>-</u>
Total Expenditures	<u>1,117,457</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>(980,577)</u>	<u>2,459</u>
Other Financing Sources (Uses)		
Bond proceeds	-	7,000,000
Bond premium	-	364,852
Bond issuance costs	-	(134,425)
Transfers in (out)	<u>403,026</u>	<u>(110,259)</u>
Total Other Financing Sources (Uses)	<u>403,026</u>	<u>7,120,168</u>
Net Changes in Fund Balances	(577,551)	7,122,627
Fund Balances Beginning of Year	<u>7,122,627</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 6,545,076</u>	<u>\$ 7,122,627</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2018 SPECIAL PURPOSE LOCAL OPTION SALES TAX CAPITAL PROJECTS FUND
PROJECT-LENGTH BUDGET COMPARISON
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Actual	Variance Over (Under)
Revenues			
Investment earnings	\$ -	\$ 140,239	\$ 140,239
Total Revenues	<u>-</u>	<u>140,239</u>	<u>140,239</u>
Expenditures			
Intergovernmental			
Butts County, et al. Water & Sewer Authority	9,098,885	-	(9,098,885)
City of Flovilla	1,650,000	-	(1,650,000)
City of Jackson	5,500,000	-	(5,500,000)
City of Jenkinsburg	825,000	-	(825,000)
Capital outlay	<u>16,238,500</u>	<u>1,117,457</u>	<u>(15,121,043)</u>
Total Expenditures	<u>33,312,385</u>	<u>1,117,457</u>	<u>(32,194,928)</u>
Excess of Revenues Over Expenditures	<u>(33,312,385)</u>	<u>(977,218)</u>	<u>32,335,167</u>
Other Financing Sources (Uses)			
Bond proceeds	7,000,000	7,000,000	-
Bond premium	364,852	364,852	-
Bond issuance costs	(134,425)	(134,425)	-
Trust department fees	-	(900)	-
Transfers in (out)	<u>26,081,958</u>	<u>292,767</u>	<u>(25,789,191)</u>
Total Other Financing Sources (Uses)	<u>33,312,385</u>	<u>7,522,294</u>	<u>(25,789,191)</u>
Net Changes in Fund Balances	-	6,545,076	6,545,976
Fund Balances Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ -</u></u>	<u><u>\$ 6,545,076</u></u>	<u><u>\$ 6,545,976</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2012 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 789,930	\$ 526,893
Total Assets	<u>789,930</u>	<u>526,893</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 11,705	\$ 6,375
Fund Balances		
Restricted for capital projects	<u>778,225</u>	<u>520,518</u>
Total Liabilities and Fund Balances	<u>\$ 789,930</u>	<u>\$ 526,893</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2012 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Investment earnings	\$ 2,135	\$ 1,429
Total Revenues	<u>2,135</u>	<u>1,429</u>
Expenditures		
Capital Outlay	<u>988,839</u>	<u>1,888,237</u>
Total Expenditures	<u>988,839</u>	<u>1,888,237</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(986,704)</u>	<u>(1,886,808)</u>
Other Financing Sources (Uses)		
Transfer in (out) from 2012 SPLOST Debt Services	<u>1,244,411</u>	<u>1,271,774</u>
Total Other Financing Sources (Uses)	<u>1,244,411</u>	<u>1,271,774</u>
Net Change in Fund Balances	257,707	(615,034)
Fund Balances Beginning of Year	<u>520,518</u>	<u>1,135,552</u>
Fund Balances End of Year	<u><u>\$ 778,225</u></u>	<u><u>\$ 520,518</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2012 SPECIAL PURPOSE LOCAL OPTION SALES TAX CAPITAL PROJECTS FUND
PROJECT-LENGTH BUDGET COMPARISON
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Actual To Date	Variance Over (Under)
Revenues			
Investment earnings	\$ -	\$ 5,678	\$ 5,678
Total Revenues	<u>-</u>	<u>5,678</u>	<u>5,678</u>
Expenditures			
Intergovernmental			
City of Jackson	3,361,843	-	(3,361,843)
City of Flovilla	537,895	-	(537,895)
City of Jenkinsburg	660,000	-	(660,000)
Butts County, et. al Water & Sewer Authority	2,286,053	-	(2,286,053)
Development Authority of Butts County	5,042,776	4,405,606	(637,170)
Capital Outlay	-	-	-
Roads/Bridges	3,777,840	4,400,331	622,491
Capital equipment	3,080,320	3,093,832	13,512
Debt Service			
Principal payments	723,707	723,707	-
Interest payments	6,315	6,315	-
Total Expenditures	<u>19,476,749</u>	<u>12,629,791</u>	<u>(6,846,958)</u>
Deficiency of Revenues ((under) Expenditures	<u>(19,476,749)</u>	<u>(12,624,113)</u>	<u>6,852,636</u>
Other Financing Sources (Uses)			
Bond proceeds	7,025,000	7,025,000	-
Bond premium	371,657	371,657	-
Bond issuance costs	(126,662)	(126,662)	-
Transfer in (out) from 2012 SPLOST Debt Service	14,838,583	7,869,300	(6,969,283)
Transfer in (out) from 2007 SPLOST	-	309,318	309,318
Transfers out COPS Debt Service	(2,631,829)	(2,046,275)	585,554
Total Other Financing Sources (Uses)	<u>19,476,749</u>	<u>13,402,338</u>	<u>(6,074,411)</u>
Net Change in Fund Balances	-	778,225	778,225
Fund Balances Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ -</u></u>	<u><u>\$ 778,225</u></u>	<u><u>\$ 778,225</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2019**

	1996 SPLOST Fund	Impact Fees	Capital Improvement Fund	Total Non-major Capital Projects Funds
Assets				
Cash and cash equivalents	\$ -	\$ 415,205	\$ -	\$ 415,205
Interfund receivable	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 415,205</u>	<u>\$ -</u>	<u>\$ 415,205</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	<u>\$ -</u>	<u>\$ 45,933</u>	<u>\$ -</u>	<u>\$ 45,933</u>
Total Liabilities	<u>-</u>	<u>45,933</u>	<u>-</u>	<u>45,933</u>
Fund Balances				
Restricted for capital projects	<u>-</u>	<u>369,272</u>	<u>-</u>	<u>369,272</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 415,205</u>	<u>\$ -</u>	<u>\$ 415,205</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	1996 SPLOST Fund	Impact Fees	Capital Improvement Fund	Total Non-major Capital Projects Funds
Revenues				
Investment earnings	\$ 5	\$ 720	\$ 65	\$ 790
Charges for services	-	80,250	-	80,250
Total Revenues	5	80,970	65	81,040
Expenditures				
Capital Outlay	16,140	255,843	27,438	299,421
Debt Service:				
Principal retirement	-	3,531	-	3,531
Interest and fiscal charges	-	550	-	550
Total Expenditures	16,140	259,924	27,438	303,502
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,135)	(178,954)	(27,373)	(222,462)
Other Financing Sources (Uses)				
Loan proceeds	-	182,090	-	182,090
Total Other Financing Sources (Uses)	-	182,090	-	182,090
Net Changes in Fund Balances	(16,135)	3,136	(27,373)	(40,372)
Fund Balances - Beginning of Year	16,135	366,136	27,373	409,644
Fund Balances - End of Year	\$ -	\$ 369,272	\$ -	\$ 369,272

See auditor's report.

BUTTS COUNTY, GEORGIA
1996 SPECIAL PURPOSE LOCAL OPTION SALES TAX CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ -	\$ 8,185
Interfund Receivable	-	7,950
	<u>-</u>	<u>7,950</u>
 Total Assets	 <u><u>\$ -</u></u>	 <u><u>\$ 16,135</u></u>
 Fund Balances		
Restricted for capital projects	\$ -	\$ 16,135
	<u>-</u>	<u>16,135</u>
 Total Fund Balances	 <u><u>\$ -</u></u>	 <u><u>\$ 16,135</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
1996 SPECIAL PURPOSE LOCAL OPTION SALES TAX CAPITAL PROJECT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Investment earnings	\$ 5	\$ 4
Expenditures		
Capital Outlay	<u>16,140</u>	<u>-</u>
Net Change in Fund Balances	(16,135)	4
Fund Balances Beginning of Year	<u>16,135</u>	<u>16,131</u>
Fund Balances End of Year	<u><u>\$ -</u></u>	<u><u>\$ 16,135</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
1996 SPECIAL PURPOSE LOCAL OPTION SALES TAX CAPITAL PROJECTS FUND
PROJECT-LENGTH BUDGET COMPARISON
FOR THE YEAR ENDED JUNE 30, 2019

	Original/ Final Budget	Actual Year to Date	Over (Under)
Revenues			
Investment earnings	\$ -	\$ 419,971	\$ 419,971
Expenditures			
Intergovernmental	1,248,291	2,299,115	1,050,824
Capital Outlay	5,100,000	4,833,237	(266,763)
Total Expenditures	6,348,291	7,132,352	784,061
Deficiency of Revenues (Under) Expenditures	(6,348,291)	(6,712,381)	(364,090)
Other Financing Sources (Uses)			
Bond proceeds	6,455,000	6,455,000	-
Bond issuance costs	(106,709)	(106,709)	-
Transfers in	-	364,090	364,090
	-		
Total Other Financing Sources (Uses)	6,348,291	6,712,381	364,090
Net Changes in Fund Balances	-	-	-
Fund Balances, Beginning	-	-	-
Fund Balances, Ending	\$ -	\$ -	\$ -

See auditor's report.

BUTTS COUNTY, GEORGIA
IMPACT FEES
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 415,205	\$ 366,136
	<u>415,205</u>	<u>366,136</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 45,933	\$ -
	<u>45,933</u>	<u>-</u>
Fund Balances		
Restricted for capital projects - Administration	2,302	11,618
Restricted for capital projects - Library	4,824	7,810
Restricted for capital projects - Public Safety	113,587	61,340
Restricted for capital projects - Recreation	13,169	21,231
Restricted for capital projects - Roads	235,390	264,137
	<u>235,390</u>	<u>264,137</u>
Total Fund Balances	<u>369,272</u>	<u>366,136</u>
Total Liabilities and Fund Balances	<u>\$ 415,205</u>	<u>\$ 366,136</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
IMPACT FEES
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Charges for services	\$ 80,250	\$ 281,467
Investment earnings	<u>720</u>	<u>211</u>
Total Revenues	<u>80,970</u>	<u>281,678</u>
Expenditures		
Capital Outlay	255,843	80,094
Debt Service:		
Principal retirement	3,531	-
Interest and fiscal charges	<u>550</u>	<u>-</u>
Total Expenditures	<u>259,924</u>	<u>80,094</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(178,954)</u>	<u>201,584</u>
Other Financing Sources (Uses)		
Loan proceeds	<u>182,090</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>182,090</u>	<u>-</u>
Net Change in Fund Balances	3,136	201,584
Fund Balances Beginning of Year	<u>366,136</u>	<u>164,552</u>
Fund Balances End of Year	<u><u>\$ 369,272</u></u>	<u><u>\$ 366,136</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
IMPACT FEES
PROJECT-LENGTH BUDGET COMPARISON
FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Original Budget</u>	<u>Amendments</u>	<u>Final Budget</u>	<u>Project to Date</u>	<u>Over (Under)</u>
Revenues					
Charges for services	\$ 27,044	\$ 561,271	\$ 588,315	\$ 588,315	\$ -
Investment earnings	34	1,330	1,364	1,364	-
Total Revenues	<u>27,078</u>	<u>562,601</u>	<u>589,679</u>	<u>589,679</u>	<u>-</u>
Expenditures					
Capital Outlay	<u>-</u>	<u>434,389</u>	<u>434,389</u>	<u>434,389</u>	<u>-</u>
Excess of Revenue over Expenditures	<u>27,078</u>	<u>128,212</u>	<u>155,290</u>	<u>155,290</u>	<u>-</u>
Other Financing Sources (Uses)					
Loan proceeds	-	130,900	130,900	130,900	-
Transfer in	-	2,089	2,089	2,089	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>132,989</u>	<u>132,989</u>	<u>132,989</u>	<u>-</u>
Net Change in Fund Balance	27,078	261,201	288,279	288,279	-
Fund Balances Beginning of Year	<u>29,803</u>	<u>-</u>	<u>29,803</u>	<u>29,803</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 56,881</u>	<u>\$ 261,201</u>	<u>\$ 318,082</u>	<u>\$ 318,082</u>	<u>\$ -</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
CAPITAL IMPROVEMENT FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ -	\$ 35,323
	<u> </u>	<u> </u>
Liabilities and Fund Balances		
Liabilities		
Interfund payable	\$ -	\$ 7,950
	<u> </u>	<u> </u>
Fund Balances		
Restricted for capital projects	-	27,373
	<u> </u>	<u> </u>
Total Liabilities and Fund Balances	\$ -	\$ 35,323
	<u> </u>	<u> </u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
CAPITAL IMPROVEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
Revenues		
Investment earnings	\$ 65	\$ 79
Total Revenues	<u>65</u>	<u>79</u>
Expenditures		
Capital Outlay	<u>27,438</u>	<u>62,307</u>
Total Expenditures	<u>27,438</u>	<u>62,307</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(27,373)</u>	<u>(62,228)</u>
Other Financing Sources (Uses)		
Transfer in from General Fund	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(27,373)	(62,228)
Fund Balances Beginning of Year	<u>27,373</u>	<u>89,601</u>
Fund Balances End of Year	<u><u>\$ -</u></u>	<u><u>\$ 27,373</u></u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
CAPITAL IMPROVEMENT FUND
PROJECT-LENGTH BUDGET COMPARISON
FOR THE YEAR ENDED JUNE 30, 2019**

	Original Budget	Amendments	Final Budget	Actual Project to Date	Variance Over (Under)
Revenues					
Investment earnings	\$ -	\$ 568	\$ 568	\$ 568	\$ -
Total Revenues	-	568	568	568	-
Expenditures					
Capital Outlay	-	617,503	617,503	617,503	-
Total Expenditures	-	617,503	617,503	617,503	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(616,935)	(616,935)	(616,935)	-
Other Financing Sources (Uses)					
Transfers in (out)	-	616,935	616,935	616,935	-
Total Other Financing Sources (Uses)	-	616,935	616,935	616,935	-
Net Changes in Fund Balances	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-
Fund Balances End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See auditor's report.

**BUTTS COUNTY, GEORGIA
2018 SPLOST DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND JUNE 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 786,235	\$ 110,426
Fund Balances		
Restricted for debt service	\$ 786,235	\$ 110,426

See auditor's report.

BUTTS COUNTY, GEORGIA
2018 SPLOST DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Sales tax	\$ 1,705,813	\$ -
Investment earnings	<u>1,101</u>	<u>167</u>
Total Revenues	<u>1,706,914</u>	<u>167</u>
Expenditures		
City of Flovilla	31,605	-
City of Jackson	197,533	-
City of Jenkinsburg	31,605	-
Butts County et al Water & Sewer Authority	126,421	-
Debt Service		
Principal retirement	-	-
Interest and fiscal charges	<u>240,915</u>	<u>-</u>
Total Expenditures	<u>628,079</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>1,078,835</u>	<u>167</u>
Other Financing Sources (Uses)		
Transfers in (out)	<u>(403,026)</u>	<u>110,259</u>
Total Other Financing Sources (Uses)	<u>(403,026)</u>	<u>110,259</u>
Net Changes in Fund Balances	675,809	110,426
Fund Balances Beginning of Year	<u>110,426</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 786,235</u></u>	<u><u>\$ 110,426</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2018 SPLOST DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original/ Final Budget	Actual	Variance Over (Under)
Revenues			
Sales Tax	\$ 1,705,813	\$ 1,705,813	\$ -
Investment earnings	1,101	1,101	-
Total Revenues	<u>1,706,914</u>	<u>1,706,914</u>	<u>-</u>
Expenditures			
City of Flovilla	31,605	31,605	-
City of Jackson	197,533	197,533	-
City of Jenkinsburg	31,605	31,605	-
Butts County et al Water & Sewer Authority	126,421	126,421	-
Debt Service			
Principal retirement	-	-	-
Interest and fiscal charges	240,915	240,915	-
Total Expenditures	<u>628,079</u>	<u>628,079</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>1,078,835</u>	<u>1,078,835</u>	<u>-</u>
Other Financing Sources (Uses)			
Transfers in (out)	(403,026)	(403,026)	-
Total Other Financing Sources (Uses)	<u>(403,026)</u>	<u>(403,026)</u>	<u>-</u>
Net Changes in Fund Balances	675,809	675,809	-
Fund Balances Beginning of Year	<u>110,426</u>	<u>110,426</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ 786,235</u></u>	<u><u>\$ 786,235</u></u>	<u><u>\$ -</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2012 SPLOST DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND JUNE 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ -	\$ 682,056
	<u> </u>	<u> </u>
Fund Balances		
Restricted for debt service	\$ -	\$ 682,056
	<u> </u>	<u> </u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2012 SPLOST DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenues		
Sales Tax	\$ 2,538,185	\$ 3,898,691
Investment earnings	<u>11,082</u>	<u>9,051</u>
Total Revenues	<u>2,549,267</u>	<u>3,907,742</u>
Expenditures		
City of Flovilla	97,601	99,747
City of Jackson	610,006	623,419
City of Jenkinsburg	73,201	74,813
Butts County et al Water & Sewer Authority	414,804	423,925
Debt Service		
Principal retirement	760,000	1,310,000
Interest and fiscal charges	<u>31,300</u>	<u>71,505</u>
Total Expenditures	<u>1,986,912</u>	<u>2,603,409</u>
Excess of Revenues Over Expenditures	<u>562,355</u>	<u>1,304,333</u>
Other Financing Sources (Uses)		
Transfers in (out)	<u>(1,244,411)</u>	<u>(1,271,774)</u>
Total Other Financing Sources (Uses)	<u>(1,244,411)</u>	<u>(1,271,774)</u>
Net Changes in Fund Balances	(682,056)	32,559
Fund Balances Beginning of Year	<u>682,056</u>	<u>649,497</u>
Fund Balances End of Year	<u><u>\$ -</u></u>	<u><u>\$ 682,056</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
2012 SPLOST DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original/ Final Budget	Actual	Variance Over (Under)
Revenues			
Sales Tax	\$ 2,538,185	\$ 2,538,185	\$ -
Investment earnings	11,082	11,082	-
Total Revenues	<u>2,549,267</u>	<u>2,549,267</u>	<u>-</u>
Expenditures			
City of Flovilla	97,601	97,601	-
City of Jackson	610,006	610,006	-
City of Jenkinsburg	73,201	73,201	-
Butts County et al Water & Sewer Authority	414,804	414,804	-
Debt Service			
Principal retirement	760,000	760,000	-
Interest and fiscal charges	31,300	31,300	-
Total Expenditures	<u>1,986,912</u>	<u>1,986,912</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>562,355</u>	<u>562,355</u>	<u>-</u>
Other Financing Sources (Uses)			
Transfers in (out)	(1,244,411)	(1,244,411)	-
Total Other Financing Sources (Uses)	<u>(1,244,411)</u>	<u>(1,244,411)</u>	<u>-</u>
Net Changes in Fund Balances	(682,056)	(682,056)	-
Fund Balances Beginning of Year	<u>682,056</u>	<u>682,056</u>	<u>-</u>
Fund Balances End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See auditor's report.

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Clerk of Superior Court	Balance June 30, 2018	Additions	Deductions	Reclassify Interfund Payable	Balance June 30, 2019
Assets					
Cash and cash equivalents	\$ 91,940	\$ 790,690	\$ 783,149	\$ -	\$ 99,481
Total Assets	<u>\$ 91,940</u>	<u>\$ 790,690</u>	<u>\$ 783,149</u>	<u>\$ -</u>	<u>\$ 99,481</u>
Liabilities					
Due to others	\$ 91,940	\$ 790,690	\$ 783,149	\$ -	\$ 99,481
Total Liabilities	<u>\$ 91,940</u>	<u>\$ 790,690</u>	<u>\$ 783,149</u>	<u>\$ -</u>	<u>\$ 99,481</u>
<u>Probate Court</u>					
Assets					
Cash and cash equivalents	\$ 70,102	\$ 828,036	\$ 809,723	\$ -	\$ 88,415
Total Assets	<u>\$ 70,102</u>	<u>\$ 828,036</u>	<u>\$ 809,723</u>	<u>\$ -</u>	<u>\$ 88,415</u>
Liabilities					
Due to others	\$ 70,102	\$ 828,036	\$ 809,723	\$ -	\$ 88,415
Total Liabilities	<u>\$ 70,102</u>	<u>\$ 828,036</u>	<u>\$ 809,723</u>	<u>\$ -</u>	<u>\$ 88,415</u>
<u>Sheriff</u>					
Assets					
Cash and cash equivalents	\$ 854,385	\$ 3,199,590	\$ 2,798,020	\$ -	\$ 1,255,955
Total Assets	<u>\$ 854,385</u>	<u>\$ 3,199,590</u>	<u>\$ 2,798,020</u>	<u>\$ -</u>	<u>\$ 1,255,955</u>
Liabilities					
Due to others	\$ 854,385	\$ 3,199,590	\$ 2,798,020	\$ -	\$ 1,255,955
Total Liabilities	<u>\$ 854,385</u>	<u>\$ 3,199,590</u>	<u>\$ 2,798,020</u>	<u>\$ -</u>	<u>\$ 1,255,955</u>
<u>Magistrate Court</u>					
Assets					
Cash and cash equivalents	\$ 20,415	\$ 249,226	\$ 248,385	\$ -	\$ 21,256
Total Assets	<u>\$ 20,415</u>	<u>\$ 249,226</u>	<u>\$ 248,385</u>	<u>\$ -</u>	<u>\$ 21,256</u>
Liabilities					
Due to others	\$ 20,415	\$ 249,226	\$ 248,385	\$ -	\$ 21,256
Total Liabilities	<u>\$ 20,415</u>	<u>\$ 249,226</u>	<u>\$ 248,385</u>	<u>\$ -</u>	<u>\$ 21,256</u>

See auditor's report.

BUTTS COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Tax Commissioner	Balance June 30, 2018	Additions	Deductions	Reclassify Interfund Payable	Balance June 30, 2019
Assets					
Cash and cash equivalents	\$ 128,020	\$ 23,370,952	\$ 23,337,285	\$ -	\$ 161,687
Total Assets	<u>\$ 128,020</u>	<u>\$ 23,370,952</u>	<u>\$ 23,337,285</u>	<u>\$ -</u>	<u>\$ 161,687</u>
Liabilities					
Interfund payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other governments	128,020	23,370,952	23,337,285	-	161,687
Total Liabilities	<u>\$ 128,020</u>	<u>\$ 23,370,952</u>	<u>\$ 23,337,285</u>	<u>\$ -</u>	<u>\$ 161,687</u>
Total					
Assets					
Cash and cash equivalents	\$ 1,164,862	\$ 28,438,494	\$ 27,976,562	\$ -	\$ 1,626,794
Total Assets	<u>\$ 1,164,862</u>	<u>\$ 28,438,494</u>	<u>\$ 27,976,562</u>	<u>\$ -</u>	<u>\$ 1,626,794</u>
Liabilities					
Interfund payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to others	1,036,842	5,067,542	4,639,277	-	1,465,107
Due to other governments	128,020	23,370,952	23,337,285	-	161,687
Total Liabilities	<u>\$ 1,164,862</u>	<u>\$ 28,438,494</u>	<u>\$ 27,976,562</u>	<u>\$ -</u>	<u>\$ 1,626,794</u>

See auditor's report.

STATISTICAL SECTION

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	111-115
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.	116-117
Debt Capacity	
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	118
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.	119
Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.	

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

	2015	2016	2017	2018	2019
Governmental activities					
Net investment in capital assets	\$ 75,653,320	\$ 74,262,966	\$ 72,994,651	\$ 72,349,883	\$ 69,920,221
Restricted	3,356,858	2,712,526	3,342,906	2,828,711	3,708,772
Unrestricted	2,726,860	253,070	(2,582,677)	(2,124,998)	(4,720,997)
Total governmental activities net position	<u>\$ 81,737,038</u>	<u>\$ 77,228,562</u>	<u>\$ 73,754,880</u>	<u>\$ 73,053,596</u>	<u>\$ 68,907,996</u>

Schedule 2
Butts County, Georgia
Changes in Net Position
Last Five Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019
Expenses:					
Governmental activities:					
General government	\$ 6,310,560	\$ 7,799,041	\$ 7,098,733	\$ 6,106,208	\$ 9,954,910
Public safety	8,514,357	9,115,213	9,465,230	10,300,932	10,448,663
Public works	4,660,531	5,025,145	4,612,015	4,184,571	4,405,744
Judicial	1,592,810	1,536,548	1,648,072	1,711,397	1,969,000
Health and welfare	794,838	242,690	240,572	230,542	139,882
Culture and recreation	1,155,162	1,208,280	1,214,819	1,183,908	1,105,158
Economic Opportunity	11,775	11,775	9,813	11,775	7,500
Housing and Development	1,527,823	1,701,874	2,020,054	1,798,044	1,052,266
Interest on long-term debt	154,800	123,994	45,940	141,706	266,583
Total governmental activities expenses	\$ 24,722,656	\$ 26,764,560	\$ 26,355,248	\$ 25,669,083	\$ 29,349,706
Program Revenues:					
Governmental activities					
Charges for services	4,374,107	5,366,815	5,544,793	6,153,239	6,115,083
Operating grants and contributions	127,220	134,666	136,466	146,792	266,853
Capital grants and contributions	322,230	320,490	685,289	1,106,566	607,435
Total governmental activities program revenues	4,823,557	5,821,971	6,366,548	7,406,597	6,989,371
Net (Expenses)/Revenue					
Governmental activities	(19,899,099)	(20,942,589)	(19,988,700)	(18,262,486)	(22,360,335)
Total primary government net (expense)/revenue	\$ (19,899,099)	\$ (20,942,589)	\$ (19,988,700)	\$ (18,262,486)	\$ (22,360,335)
General Revenue and Other Changes in Net Position:					
Governmental activities:					
Taxes					
Property taxes	\$ 9,472,853	\$ 8,984,945	\$ 8,413,521	\$ 9,378,048	\$ 9,151,492
Sales taxes	6,541,956	5,933,741	6,491,306	6,450,837	7,021,544
Insurance premium taxes	861,867	922,925	982,140	1,051,838	1,134,164
Other taxes	179,146	171,478	173,836	174,787	289,393
Investment revenue	49,580	22,446	24,799	25,895	36,501
Miscellaneous	882,985	390,237	404,135	413,101	581,641
Gain on sale of capital assets	-	8,341	25,281	66,696	-
Total governmental activities	17,988,387	16,434,113	16,515,018	17,561,202	18,214,735
Change in Net Position					
Governmental activities	(1,910,712)	(4,508,476)	(3,473,682)	(701,284)	(4,145,600)
Total primary government	\$ (1,910,712)	\$ (4,508,476)	\$ (3,473,682)	\$ (701,284)	\$ (4,145,600)

Schedule 3
Butts County, Georgia
Program Revenue by Function/Program
Last Five Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019
Function/Program					
Governmental activities:					
General government	\$ 192,303	\$ 276,825	\$ 278,028	\$ 496,369	\$ 275,226
Public safety	2,068,758	2,932,988	3,269,427	3,457,045	3,694,568
Public works	1,908,078	1,990,786	1,905,050	2,658,426	1,605,711
Judicial	273,290	244,968	250,904	266,932	196,037
Health and welfare	-	-	-	-	-
Culture and recreation	360,466	340,034	355,050	335,101	323,668
Housing and development	20,752	36,370	308,089	192,654	19,873
Subtotal governmental activities	<u>\$ 4,823,647</u>	<u>\$ 5,821,971</u>	<u>\$ 6,366,548</u>	<u>\$ 7,406,527</u>	<u>\$ 6,115,083</u>

Schedule 4
Butts County, Georgia
Fund Balances of Governmental Funds
Last Five Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	1,062,500	1,062,500	1,062,500	1,062,500	1,062,500
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	7,944	33,636
Unassigned	5,560,850	4,349,835	2,178,419	2,064,979	1,887,066
Total General Fund	<u>\$ 6,623,350</u>	<u>\$ 5,412,335</u>	<u>\$ 3,240,919</u>	<u>\$ 3,135,423</u>	<u>\$ 2,983,202</u>
All Other Governmental Funds					
Restricted	3,356,858	2,712,526	3,072,622	9,951,338	10,287,611
Total all other governmental funds	<u>\$ 3,356,858</u>	<u>\$ 2,712,526</u>	<u>\$ 3,072,622</u>	<u>\$ 9,951,338</u>	<u>\$ 10,287,611</u>

Schedule 5
Butts County, Georgia
Changes in Fund Balances, Governmental Funds
Last Five Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019
Revenues					
Taxes	\$ 17,069,362	\$ 16,023,684	\$ 16,046,932	\$ 17,030,765	\$ 17,555,620
Licenses and permits	106,994	159,310	144,411	444,301	234,841
Intergovernmental	404,850	403,087	767,432	1,180,292	531,232
Fines and forfeitures	811,335	982,862	1,030,233	1,077,542	1,061,199
Charges for services	3,416,867	4,178,837	4,326,032	4,596,808	4,782,095
Contributions	84,211	97,875	97,876	98,436	228,801
Investment earnings	17,918	22,446	25,365	35,113	187,704
Other revenues	785,634	383,475	405,728	413,101	613,019
Total revenue	22,697,171	22,251,576	22,844,009	24,876,358	25,194,511
Expenditures					
General government	4,742,394	5,030,339	5,122,856	4,805,515	5,237,925
Public safety	7,874,515	8,174,715	8,638,127	9,205,238	9,512,901
Public works	1,884,262	1,972,746	1,787,425	1,983,345	1,529,875
Judicial	1,545,122	1,464,593	1,590,924	1,653,060	1,673,545
Health and welfare	794,838	242,690	240,572	230,542	139,882
Culture and recreation	1,036,962	1,068,586	1,107,295	1,077,467	1,015,217
Economic opportunity	11,775	11,775	9,813	11,775	7,500
Housing and development	1,526,648	2,992,235	1,907,393	1,684,001	944,759
Intergovernmental	1,265,794	1,145,983	1,231,292	1,221,904	1,582,776
Debt service					
Principal	1,289,390	1,439,163	1,398,090	1,439,559	836,414
Interest	160,925	99,695	143,409	110,318	306,038
Capital outlay	1,420,147	1,943,273	1,503,414	2,030,638	2,405,717
Total expenditures	23,552,772	25,585,793	24,680,610	25,453,362	25,192,549
Excess of revenues over (under) expenditures	(855,601)	(3,334,217)	(1,836,601)	(577,004)	1,962
Other Financing Sources (Uses)					
Transfers from other funds	2,181,675	1,573,860	1,642,548	1,416,296	1,664,580
Transfers to other funds	(2,181,675)	(1,573,860)	(1,642,548)	(1,416,296)	(1,664,580)
Bond proceeds	-	-	-	7,000,000	-
Bond premium	-	-	-	364,852	-
Bond issuance costs	-	-	-	(134,425)	-
Proceeds from sale of property	-	68,398	25,281	119,797	-
Insurance Proceeds	1,135	6,762	-	-	-
Lease proceeds	-	1,403,710	-	-	182,090
Total other financing sources (uses)	1,135	1,478,870	25,281	7,350,224	182,090
Net change in fund balances	\$ (854,466)	\$ (1,855,347)	\$ (1,811,320)	\$ 6,773,220	\$ 184,052

Schedule 6
Butts County, Georgia
Direct and Overlapping Property Tax Rates
Last Five Years

		County Direct Rates				Overlapping Rates		
				Total			Total	
Digest	Fiscal	Basic		Direct	State of	School	Overlapping	
Year	Year	Rate	Hospital	Rate	Georgia	System	Rate	Total
2014	2015	14.281	-	14.281	0.100	19.000	19.100	33.381
								-
2015	2016	13.281	1.000	14.281	0.050	18.898	18.948	33.229
								-
2016	2017	12.709	1.000	13.709	-	18.064	18.064	31.773
								-
2017	2018	12.209	1.000	13.209	-	17.764	17.764	30.973
								-
2018	2019	12.209	1.000	13.209	-	17.221	17.221	30.430

Schedule 7
Butts County, Georgia
Direct and Overlapping Sales Tax Rates
Last Five Years

Fiscal Year	Direct		Overlapping	
	County LOST Rate	County SPLOST Rate	County Board of Education	State
2015	1.00%	1.00%	1.00%	4.00%
2016	1.00%	1.00%	1.00%	4.00%
2017	1.00%	1.00%	1.00%	4.00%
2018	1.00%	1.00%	1.00%	4.00%
2019	1.00%	1.00%	1.00%	4.00%

Sources: Georgia Department of Revenue

Schedule 8
Butts County, Georgia
Legal Debt Margin Information
Last Five Years

	Legal Debt Margin Calculation				
	2015	2016	2017	2018	2019
Net Assessed Value	\$ 569,601,381	\$ 554,376,241	\$ 586,987,064	\$ 591,994,360	\$ 567,528,135
Debt Limit-10% of Assessed Value	56,960,138	55,437,624	58,698,706	59,199,436	56,752,814
Debt Applicable to Debt Limit:					
General obligation bonds	4,906,475	3,624,174	2,259,455	8,221,093	7,364,852
Net debt applicable to limit	4,906,475	3,624,174	2,259,455	8,221,093	7,364,852
Legal Debt Margin	\$ 52,053,663	\$ 51,813,450	\$ 56,439,251	\$ 50,978,343	\$ 49,387,962
Legal debt margin as a percentage of the debt limit	91%	93%	96%	86%	87%

Schedule 9
Butts County, Georgia
Principal Employers
Current Year

2019		
<hr/>		
Employer	Employees	Rank
<hr/>		
Advance Tabco	120	9
American Woodmark Corporation	500	4
Butts County Board of Commissioners	201	6
Butts County Schools	472	5
Dollar General Distribution Center	500	3
Georgia Diagnostic and Classification Prison	750	1
LKQ Corporation	150	7
Ready PAC Foods	600	2
Scotts Miracle Grow	120	8
Wellstar Sylvan Grove Hospital	100	10
	<hr/>	
	3,513	

GOVERNMENTAL REPORTS

David M. Haisten
C.P.A. & C.F.P.

HAISTEN & JOHNSTON

A Professional Corporation of Certified Public Accountants

Rae O. Johnston
C.P.A.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Butts County Board of Commissioners
Jackson, Georgia

We have audited, in accordance with the 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 Controller General of the United States, the financial statement of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Butts County, Georgia, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Butts County, Georgia's basic financial statements and have issued our report thereon dated December 19, 2019.

Other auditors audited the financial statements of Butts County Department of Public Health as described in our report on Butts County, Georgia's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we consider Butts County, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of Butts County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Butts County, Georgia's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Butts County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as Item 19-1.

333 Harkness Street • Jackson, GA 30233

Phone: (770) 775-4881 - Fax: (770) 775-3508

Members of American Institute of Certified Public Accountants & Georgia Society of Certified Public Accountants

Butts County, Georgia's Response to Findings

Butts County, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Butts County, Georgia's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Haisten & Johnston, P. C.
Jackson, Georgia

December 19, 2019

BUTTS COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

18-1 Status of Prior Year Findings

The previous Independent Auditor's report for the year ended June 30, 2018 was prepared by Haisten & Johnston, P. C. and was dated December 26, 2018. The following findings were noted:

13-1 Significant Deficiency Regarding Risk Assessment and Monitoring

Findings

The County does not have a formal risk assessment policy in place. As a result, there is no monitoring of compliance with laws, contracts and grant agreements.

Recommendations

We recommend that the County implement a formal risk assessment policy and follow up on any lack of monitoring of compliance with laws, contracts, and grant agreements that is revealed when the risk assessment is performed.

Response

Butts County, Georgia agrees with the findings and the recommendations.

Status

This finding has been corrected.

16-3 Significant Deficiency Regarding Cash Bonds held by the Sheriff's Department

Findings

The County has Cash Bonds that have been held for a number of years in an account maintained by the Sheriff's Department.

Recommendations

We recommend that the County conduct research to determine if these cases have in fact been settled in the court system and, if so, how the bonds should be disbursed. The bonds should then be disbursed accordingly.

Response

Butts County, Georgia agrees with the finding and the recommendations.

Status

This finding had not been corrected during fiscal year 2019, however the finding has been corrected in fiscal year 2020.

BUTTS COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
FOR THE YEAR ENDED JUNE 30, 2019

19-1 Significant Deficiency Regarding Tax Commissioner

Findings

Georgia law requires tax commissioners in counties with populations of less than 30,000 to pay over to the proper county officials the county taxes including, but limited to, any interest, penalties, or other amounts due to the county that have been collected during the two weeks. During our audit, we noted that on several occasions throughout the year, the payments to the county were not made timely.

Recommendations

We recommend that the Tax Commissioner take the necessary steps to update the close-out process within the tax commissioner's office so that biweekly payments can be made as mandated by state law to the proper county officials.

Response

Butts County, Georgia agrees with the findings and recommendations.

David M. Haisten
C.P.A. & C.F.P.

HAISTEN & JOHNSTON

A Professional Corporation of Certified Public Accountants

Rae O. Johnston
C.P.A.

INDEPENDENT AUDITOR'S REPORT ON SPECIAL COUNTY 1 PERCENT SALES AND USE TAX APPROVED IN SPECIAL ELECTION HELD SEPTEMBER 17, 1996


To the Board of Commissioners
Butts County, Georgia

We have audited the accompanying Schedule of Special Purpose Local Options Sales Tax for Butts County, Georgia as of June 30, 2019. This schedule is the responsibility of Butts County's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

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

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the modified accrual basis of accounting as described in Note 1 and is not intended to be a complete presentation of Butts County's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Butts County's resolution or ordinance calling for the tax for the year ended June 30, 2019 in conformity with accounting principles generally accepted in the United States of America.


Haisten & Johnston, P.C.
Jackson, Georgia

December 19, 2019

333 Harkness Street • Jackson, GA 30233
Phone: (770) 775-4881 - Fax: (770) 775-3508

Members of American Institute of Certified Public Accountants & Georgia Society of Certified Public Accountants

BUTTS COUNTY, GEORGIA
YEAR ENDED JUNE 30, 2019
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
APPROVED IN SPECIAL ELECTION HELD SEPTEMBER 17, 1996

<u>Project</u>	Original Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Capital Outlay Projects					
A. Courthouse Repair	\$ 1,000,000	\$ 992,430	\$ 16,140	\$ 1,008,570	100.00%
B. Two Fire Stations	700,000	645,626	-	645,626	100.00%
C. Recreation Projects	200,000	206,619	-	206,619	100.00%
D. Water and Sewer	3,200,000	3,284,821	-	3,284,821	100.00%
Total	<u>\$ 5,100,000</u>	<u>\$ 5,129,496</u>	<u>\$ 16,140</u>	<u>\$ 5,145,636</u>	

See auditor's report.

David M. Haisten
C.P.A. & C.F.P.

HAISTEN & JOHNSTON

A Professional Corporation of Certified Public Accountants

Rae O. Johnston
C.P.A.

INDEPENDENT AUDITOR'S REPORT ON SPECIAL COUNTY 1 PERCENT SALES AND USE TAX APPROVED IN SPECIAL ELECTION HELD NOVEMBER 8, 2011

To the Board of Commissioners
Butts County, Georgia

We have audited the accompanying Schedule of Special Purpose Local Options Sales Tax for Butts County, Georgia as of June 30, 2019. This schedule is the responsibility of Butts County's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

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

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the modified accrual basis of accounting as described in Note 1 and is not intended to be a complete presentation of Butts County's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Butts County's resolution or ordinance calling for the tax for the year ended June 30, 2019 in conformity with accounting principles generally accepted in the United States of America.



Haisten & Johnston, P.C.
Jackson, Georgia
December 19, 2019

333 Harkness Street • Jackson, GA 30233
Phone: (770) 775-4881 - Fax: (770) 775-3508

Members of American Institute of Certified Public Accountants & Georgia Society of Certified Public Accountants

BUTTS COUNTY, GEORGIA
YEAR ENDED JUNE 30, 2019
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
APPROVED IN SPECIAL ELECTION HELD NOVEMBER 8, 2011

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Estimated Percentage Completo</u>
Capital Outlay Projects						
A. City of Jackson	\$ 3,361,843	\$ 3,361,843	\$ 3,072,895	\$ 610,006	\$ 3,682,901	109.55
B. City of Flovilla	537,895	537,895	491,664	97,601	589,265	109.55
C. City of Jenkinsburg	660,000	660,000	368,750	73,201	441,951	66.96
D. Butts County et al. Water and Sewer Authority	2,286,053	2,286,053	2,089,569	414,804	2,504,373	109.55
E. Development Authority of Butts County	5,042,776	5,042,776	4,405,606	-	4,405,606	87.36
F. Roads and bridges	3,777,840	3,777,840	* 3,629,912	770,419	4,400,331	116.48
G. Capital Equipment	3,080,320	3,080,320	2,875,412	218,420	3,093,832	100.44
Refinance of Existing Projects						
A. Principal payments	723,707	723,707	723,707	-	723,707	100.00
B. Interest Payments	6,315	6,315	6,315	-	6,315	100.00
Total	<u>\$ 19,476,749</u>	<u>\$ 19,476,749</u>	17,663,830	2,184,451	19,848,281	
Reconciliation to Project-Length Actual Expense on Page 90						
Distribution to other Governments Paid by Debt Service Fund						
			(6,022,878)	(1,195,612)	(7,218,490)	
			<u>\$ 11,640,952</u>	<u>\$ 988,839</u>	<u>\$ 12,629,791</u>	

*Decreased by \$300 to correct beginning balance

See auditor's report.

David M. Haisten
C.P.A. & C.F.P.

HAISTEN & JOHNSTON

A Professional Corporation of Certified Public Accountants

Rae O. Johnston
C.P.A.

**INDEPENDENT AUDITOR'S REPORT ON SPECIAL COUNTY
1 PERCENT SALES AND USE TAX
APPROVED IN SPECIAL ELECTION HELD NOVEMBER 7, 2017**

To the Board of Commissioners
Butts County, Georgia

We have audited the accompanying Schedule of Special Purpose Local Options Sales Tax for Butts County, Georgia as of June 30, 2019. This schedule is the responsibility of Butts County's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

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

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the modified accrual basis of accounting as described in Note 1 and is not intended to be a complete presentation of Butts County's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Butts County's resolution or ordinance calling for the tax for the year ended June 30, 2019 in conformity with accounting principles generally accepted in the United States of America.



Haisten & Johnston, P.C.
Jackson, Georgia

December 19, 2019

BUTTS COUNTY, GEORGIA
YEAR ENDED JUNE 30, 2019
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
APPROVED IN SPECIAL ELECTION HELD NOVEMBER 7, 2017

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Estimated Percentage of Completion</u>
Capital Outlay Projects						
A. City of Jackson	\$ 5,500,000	5,500,000	\$ -	\$ 197,533	\$ 197,533	3.59%
B. City of Flovilla	1,650,000	1,650,000	-	31,605	31,605	1.92%
C. City of Jenkinsburg	825,000	825,000	-	31,605	31,605	3.83%
D. Butts County et al. Water and Sewer Authority	9,098,885	9,098,885	-	126,421	126,421	1.39%
E. Judicial Wing Addition	4,000,000	4,000,000	-	217,723	217,723	5.44%
F. Courthouse Rehabilitation	2,000,000	2,000,000	-	156,859	156,859	7.84%
G. Fire Services Ladder Truck	1,000,000	1,000,000	-	742,875	742,875	74.29%
H. Roads, Streets & Bridges	4,000,000	4,000,000	-	-	-	0.00%
I. Public Safety and Equipment	1,250,000	1,250,000	-	-	-	0.00%
J. Tourism and Historic Sites	100,000	100,000	-	-	-	0.00%
K. Library	38,500	38,500	-	-	-	0.00%
L. Animal Control Rehabilitation	150,000	150,000	-	-	-	0.00%
M. Leisure Services	350,000	350,000	-	-	-	0.00%
N. E-911 Repeaters	100,000	100,000	-	-	-	0.00%
O. Administration Technology Upgrades	250,000	250,000	-	-	-	0.00%
P. Facilities (HVAC, Infrastructure)	3,000,000	3,000,000	-	-	-	0.00%
Total	<u>\$ 33,312,385</u>	<u>\$ 33,312,385</u>	-	1,504,621	1,504,621	
Reconciliation to Project-Length						
Actual Expense on Page 87						
Distribution to Other Governments Paid by						
Debt Service Fund			-	(387,164)	(387,164)	
			<u>\$ -</u>	<u>\$ 1,117,457</u>	<u>\$ 1,117,457</u>	