

PULASKI COUNTY, GEORGIA
FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2018
AND
INDEPENDENT AUDITOR'S REPORT

PULASKI COUNTY, GEORGIA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

TABLE OF CONTENTS

Page

FINANCIAL SECTION

Independent Auditor's Report	1
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	4
Statement of Activities	5
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	6
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	7
Statement of Revenues, Expenditures, and Changes in Fund Balances	8
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	10
Fiduciary Funds - Agency Funds - Statement of Fiduciary Assets and Liabilities	11
Notes to Financial Statements	12
Required Supplementary Information:	
Schedule of Changes in the County's Net Pension Liability and Related Ratios - Association County Commissioners of Georgia Restated Pension Plan for Pulaski County Employees	50
Schedule of County Contributions - Association County Commissioners of Georgia Restated Pension Plan for Pulaski County Employees	51
Notes to Schedule of Changes in the County's Net Pension Liability - Association County Commissioners of Georgia Restated Pension Plan for Pulaski County Employees	52
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	53
Notes to Required Supplementary Information	54

**PULASKI COUNTY, GEORGIA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

TABLE OF CONTENTS

Page

Supplementary Information:

Combining Financial Statements:

Non-major Governmental Funds:

Combining Balance Sheet 55

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balances 56

Fiduciary Funds - Agency Funds - Combining

Statement of Fiduciary Assets and Liabilities 58

Other Supplementary Information:

Schedules of Revenues, Expenditures, and

Changes in Fund Balances - Budget and Actual:

Special Revenue Funds:

E-911 Fund 59

Pulaski County Law Library Fund 60

Confiscated Assets Fund 61

Hawkinsville-Pulaski County Recreation Board Fund 62

Capital Projects Funds:

2010 SPLOST Fund 63

2017 SPLOST Fund 64

General Fund Departmental Schedules:

Departmental Schedule of Revenues, Expenditures, and
Changes in Fund Balance 65

Departmental Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual 67

Schedule of Departmental Expenditures 70

Schedules to Meet Regulatory Requirements:

Schedule of Projects - 2010 SPLOST 76

Schedule of Projects - 2017 SPLOST 77

Certification of 9-1-1 Expenditures 78

OTHER REQUIRED 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**

81

Schedule of Findings and Responses

83

INDEPENDENT AUDITOR'S REPORT

D. M. Vickers & Assoc., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

DON M. VICKERS, CPA (1931-1989)
LARRY E. GARRETT, CPA
DENNIS M. VICKERS, CPA
C. LEE WEST JR., CPA

139 BROAD STREET
P.O. BOX 239
HAWKINSVILLE, GEORGIA 31036
(478) 783-4091

Internet
www.dmvickers.com
Telecopier
(478) 783-2430

INDEPENDENT AUDITOR'S REPORT

To the County Commissioner
Pulaski County, 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 Pulaski County, Georgia (the County), as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We did not audit the financial statements of Pulaski County Board of Health, which is a discretely presented component unit and which represents 21.36 percent, (466.57) percent, and 5.91 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Pulaski County Board of Health, which represent 21.36 percent, (466.57) percent, and 5.91 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented 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 Pulaski County Board of Health, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pulaski County, Georgia, as of December 31, 2018, 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 budgetary comparison information and the pension information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The County has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pulaski County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, the General Fund Departmental Schedules, and the schedules to meet regulatory requirements 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 and schedules, the General Fund Departmental Schedules, the schedules to meet regulatory requirements and other supplementary information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements and schedules, the General Fund Departmental Schedules, the schedules to meet regulatory requirements, and other supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated August 8, 2019, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Pulaski County, Georgia's internal control over financial reporting and compliance.

D. M. Vickers & Associates, P.C.

D. M. Vickers & Associates, P.C.
Hawkinsville, Georgia
August 8, 2019

BASIC FINANCIAL STATEMENTS

PULASKI COUNTY, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2018

	PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES	COMPONENT UNITS		
		PULASKI COUNTY -HAWKINSVILLE DEVELOPMENT AUTHORITY	PULASKI COUNTY BOARD OF HEALTH	HOSPITAL AUTHORITY OF PULASKI COUNTY
ASSETS:				
Cash and cash equivalents	\$ 1,779,361	\$ 105,831	\$ 246,727	\$8,031
Receivables (net of allowance, where applicable):				
Accounts	14,777	- - -	5,167	250
Interest	5,650	- - -	- - -	- - -
Taxes	398,324	- - -	- - -	- - -
Notes	- - -	922,084	- - -	- - -
Intergovernmental	337,504	- - -	29,539	- - -
Inventory	1,978	- - -	- - -	- - -
Prepaid items	139,631	- - -	- - -	- - -
Restricted cash	122,445	- - -	- - -	- - -
Capital assets:				
Nondepreciable	2,081,205	- - -	- - -	- - -
Depreciable, net	<u>8,534,038</u>	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>
Total assets	<u>13,414,913</u>	<u>\$1,027,915</u>	<u>281,433</u>	<u>8,281</u>
DEFERRED OUTFLOWS OF RESOURCES -				
Pensions	<u>250,362</u>	<u>- - -</u>	<u>77,083</u>	<u>- - -</u>
LIABILITIES:				
Accounts payable	142,467	- - -	- - -	- - -
Interest payable	13,768	128	- - -	- - -
Intergovernmental payable	36,748	- - -	14,906	- - -
Unearned revenue	820	- - -	- - -	- - -
Accrued liabilities	101,431	- - -	- - -	- - -
Noncurrent liabilities:				
Due within one year:				
Compensated absences	84,165	- - -	2,715	- - -
Notes payable	- - -	77,164	- - -	- - -
Capital leases payable	208,759	- - -	- - -	- - -
Post-closure care costs	5,520	- - -	- - -	- - -
Due in more than one year:				
Compensated absences	- - -	- - -	10,861	- - -
Notes payable	- - -	844,920	- - -	- - -
Capital leases payable	506,233	- - -	- - -	- - -
Post-closure care costs	67,688	- - -	- - -	- - -
Net pension liability	65,722	- - -	244,533	- - -
Net OPEB liability	<u>- - -</u>	<u>- - -</u>	<u>208,988</u>	<u>- - -</u>
Total liabilities	<u>1,233,321</u>	<u>922,212</u>	<u>482,003</u>	<u>- - -</u>
DEFERRED INFLOWS OF RESOURCES -				
Pensions	<u>183,553</u>	<u>- - -</u>	<u>21,592</u>	<u>- - -</u>
NET POSITION:				
Net investment in capital assets	9,900,251	- - -	- - -	- - -
Restricted for:				
Capital projects	492,671	- - -	- - -	- - -
Jail construction	57,974	- - -	- - -	- - -
Drug condemnation	41,651	- - -	- - -	- - -
E-911 operations	30,501	- - -	- - -	- - -
Confiscated assets	2,202	- - -	- - -	- - -
Law library	20,618	- - -	- - -	- - -
Prior year program income	- - -	- - -	20,102	- - -
Culture and recreation	11,806	- - -	- - -	- - -
Health and welfare	- - -	- - -	- - -	8,281
Economic development	- - -	105,703	- - -	- - -
Unrestricted	<u>1,690,727</u>	<u>- - -</u>	<u>(165,181)</u>	<u>- - -</u>
Total net position	<u>\$12,248,401</u>	<u>\$ 105,703</u>	<u>\$ (145,079)</u>	<u>\$8,281</u>

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2018

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENTAL ACTIVITIES	COMPONENT UNITS		
						PULASKI COUNTY -HAWKINSVILLE DEVELOPMENT AUTHORITY	PULASKI COUNTY BOARD OF HEALTH	HOSPITAL AUTHORITY OF PULASKI COUNTY
Primary Government								
Governmental activities:								
General government	\$1,283,037	\$ 135,126	\$ - - -	\$- - -	\$ (1,147,911)	\$ - - -	\$ - - -	\$- - -
Judicial	642,441	278,390	- - -	- - -	(364,051)	- - -	- - -	- - -
Public safety	3,499,760	1,105,913	15,892	2,155	(2,375,800)	- - -	- - -	- - -
Public works	1,280,312	- - -	309,320	422	(970,570)	- - -	- - -	- - -
Health and welfare	412,224	24,649	- - -	- - -	(387,575)	- - -	- - -	- - -
Culture and recreation	442,754	134,617	6,825	- - -	(301,312)	- - -	- - -	- - -
Community and economic development	144,385	- - -	17,402	- - -	(126,983)	- - -	- - -	- - -
Interest on long-term debt	37,981	- - -	- - -	- - -	(37,981)	- - -	- - -	- - -
Total governmental activities	7,742,894	1,678,695	349,439	2,577	(5,712,183)	- - -	- - -	- - -
Total primary government	\$7,742,894	\$1,678,695	\$ 349,439	\$2,577	(5,712,183)	- - -	- - -	- - -
Component Units								
Pulaski County-Hawkinsville								
Development Authority	\$ 43,777	\$ - - -	\$ 44,871	\$- - -	- - -	1,094	- - -	- - -
Pulaski County Board of Health	306,749	86,710	230,517	- - -	- - -	- - -	10,478	- - -
Hospital Authority of Pulaski County	6,311,618	- - -	6,311,618	- - -	- - -	- - -	- - -	- - -
Total component units	\$6,662,144	\$ 86,710	\$6,587,006	\$- - -	- - -	1,094	10,478	- - -
General revenues:								
Taxes:								
Property taxes, levied for general purposes					3,836,319	- - -	- - -	- - -
Sales taxes					1,448,348	- - -	- - -	- - -
Insurance premium tax					414,581	- - -	- - -	- - -
Alcoholic beverage taxes					26,717	- - -	- - -	- - -
Financial institutions taxes					14,197	- - -	- - -	- - -
Franchise taxes					33,228	- - -	- - -	- - -
Intergovernmental					- - -	- - -	81,768	- - -
Interest and investment earnings					923	- - -	- - -	70
Miscellaneous					99,307	- - -	509	- - -
Total general revenues					5,873,620	- - -	82,277	70
Change in net position					161,437	1,094	92,755	70
Net position - beginning					12,086,964	104,609	(22,526)	8,211
Prior period adjustment - Implementation of GASB 75:								
Net OPEB liability					- - -	- - -	(242,777)	- - -
Deferred outflows of resources					- - -	- - -	27,469	- - -
Net position - beginning, as restated					12,086,964	104,609	(237,834)	8,211
Net position - ending					\$12,248,401	\$105,703	\$ (145,079)	\$8,281

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2018

	GENERAL FUND	2017 SPLOST CAPITAL PROJECTS FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>ASSETS</u>				
Cash on hand	\$ 200	\$ - - -	\$ - - -	\$ 200
Cash - financial institutions	1,283,351	446,808	49,002	1,779,161
Receivables:				
Accounts	- - -	- - -	14,777	14,777
Interest	5,650	- - -	- - -	5,650
Property taxes	398,324	- - -	- - -	398,324
Due from other funds	48,604	- - -	- - -	48,604
Intergovernmental	214,149	88,213	- - -	302,362
Inventory	1,978	- - -	- - -	1,978
Prepaid items	138,397	- - -	1,234	139,631
Restricted cash	99,625	- - -	22,820	122,445
Total assets	<u>\$2,190,278</u>	<u>\$535,021</u>	<u>\$87,833</u>	<u>\$2,813,132</u>
<u>LIABILITIES AND FUND BALANCES</u>				
LIABILITIES:				
Accounts payable	\$ 132,245	\$ 42,748	\$ 4,222	\$ 179,215
Other payables	1,335	- - -	- - -	1,335
Due to other funds	- - -	- - -	48,604	48,604
Unearned revenue	- - -	- - -	820	820
Total liabilities	<u>133,580</u>	<u>42,748</u>	<u>53,646</u>	<u>229,974</u>
DEFERRED INFLOWS OF RESOURCES -				
Unavailable revenue - property tax	<u>249,213</u>	<u>- - -</u>	<u>- - -</u>	<u>249,213</u>
Total deferred inflows of resources	<u>249,213</u>	<u>- - -</u>	<u>- - -</u>	<u>249,213</u>
FUND BALANCES:				
Nonspendable:				
Prepaid items	138,397	- - -	1,234	139,631
Inventory	1,978	- - -	- - -	1,978
Restricted:				
Jail construction	57,974	- - -	- - -	57,974
Drug condemnation	41,651	- - -	- - -	41,651
E-911 operations	- - -	- - -	12,842	12,842
Law library	- - -	- - -	20,618	20,618
Capital projects	- - -	492,273	398	492,671
Public safety	- - -	- - -	2,202	2,202
Unassigned:				
General fund	1,567,485	- - -	- - -	1,567,485
Special revenue funds	- - -	- - -	(3,107)	(3,107)
Total fund balances	<u>1,807,485</u>	<u>492,273</u>	<u>34,187</u>	<u>2,333,945</u>
Total liabilities and fund balances	<u>\$2,190,278</u>	<u>\$535,021</u>	<u>\$87,833</u>	<u>\$2,813,132</u>

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2018

TOTAL FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 2,333,945

Amounts reported for governmental activities
in the Statement of Net Position are
different because:

Capital assets used in governmental activities are
not financial resources and therefore are not
reported in the Governmental Funds Balance Sheet:

Governmental capital assets	\$20,254,691	
Less: accumulated depreciation	<u>(9,639,448)</u>	10,615,243

Other receivables are not available to pay for
current period expenditures and therefore are
deferred in the Governmental Funds Balance Sheet -

Property taxes		249,213
----------------	--	---------

Interfund receivables and payables between
governmental funds are reported on the Governmental
Funds Balance Sheet but are eliminated on the
Statement of Net Position:

Interfund receivables	\$ 48,604	
Interfund payables	<u>(48,604)</u>	- - -

Other receivables are not available to pay for current period expenditures and therefore are not reported on the Governmental Funds Balance Sheet		35,142
---	--	--------

Deferred outflows and inflows of resources related
to pensions are applicable to future reporting
periods, and therefore, are not reported on the
Governmental Funds Balance Sheet:

Deferred outflows	\$ 250,362	
Deferred inflows	<u>(183,553)</u>	66,809

Liabilities, including notes payable, compensated
absences, and capital leases payable, are not due
and payable in the current period and therefore
are not reported in the Governmental Funds
Balance Sheet:

Accrued compensated absences	\$ (84,165)	
Salaries and wages payable	(100,096)	
Capital leases payable	(714,992)	
Post-closure care costs	(73,208)	
Net pension liability	(65,722)	
Accrued interest payable	<u>(13,768)</u>	<u>(1,051,951)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES \$12,248,401

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018

	GENERAL FUND	2017 SPLOST CAPITAL PROJECTS FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:				
Taxes	\$4,809,181	\$965,507	\$ 94	\$5,774,782
Licenses and permits	37,939	- - -	- - -	37,939
Intergovernmental	338,412	- - -	204,723	543,135
Charges for services	235,273	- - -	192,156	427,429
Fines and forfeitures	235,321	- - -	2,202	237,523
Interest	920	305	121	1,346
Miscellaneous	<u>860,110</u>	<u>2,200</u>	<u>12,891</u>	<u>875,201</u>
Total revenues	<u>6,517,156</u>	<u>968,012</u>	<u>412,187</u>	<u>7,897,355</u>
EXPENDITURES:				
Current:				
General government	900,598	- - -	- - -	900,598
Judicial	644,743	- - -	6,511	651,254
Public safety	2,699,080	- - -	514,956	3,214,036
Public works	936,267	- - -	- - -	936,267
Health and welfare	379,178	- - -	- - -	379,178
Culture and recreation	29,004	- - -	242,730	271,734
Community and economic development	95,055	- - -	- - -	95,055
Intergovernmental	- - -	484,669	- - -	484,669
Capital outlay:				
General government	- - -	37,928	6,640	44,568
Public safety	- - -	68,467	149,775	218,242
Public works	- - -	112,344	52,672	165,016
Culture and recreation	- - -	66,755	3,000	69,755
Debt service:				
Principal retirements	102,892	- - -	- - -	102,892
Interest and finance charges	<u>39,871</u>	<u>- - -</u>	<u>- - -</u>	<u>39,871</u>
Total expenditures	<u>5,826,688</u>	<u>770,163</u>	<u>976,284</u>	<u>7,573,135</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>690,468</u>	<u>197,849</u>	<u>(564,097)</u>	<u>324,220</u>

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2018

	GENERAL FUND	2017 SPLOST CAPITAL PROJECTS FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES (from previous page)	\$ 690,468	\$197,849	\$ (564,097)	\$ 324,220
OTHER FINANCING SOURCES (USES):				
Transfers in	361,000	- - -	714,861	1,075,861
Transfers out	<u>(714,861)</u>	<u>- - -</u>	<u>(361,000)</u>	<u>(1,075,861)</u>
Total other financing sources (uses)	<u>(353,861)</u>	<u>- - -</u>	<u>353,861</u>	<u>- - -</u>
NET CHANGE IN FUND BALANCES	336,607	197,849	(210,236)	324,220
FUND BALANCE - BEGINNING	<u>1,470,878</u>	<u>294,424</u>	<u>244,423</u>	<u>2,009,725</u>
FUND BALANCE - ENDING	<u>\$1,807,485</u>	<u>\$492,273</u>	<u>\$ 34,187</u>	<u>\$ 2,333,945</u>

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2018

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 324,220

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 and reported as
depreciation expense:

Expenditures for capital assets	\$ 344,396	
Less: current year depreciation	<u>(631,555)</u>	(287,159)

Revenues in the Statement of Activities that do
not provide current financial resources are not
reported as revenues in Governmental Funds:

Property taxes	\$ (1,605)	
Intergovernmental revenues	<u>8,581</u>	6,976

Expenditures in the Statement of Activities that
do not require the use of current financial
resources are not reported as expenditures in
Governmental Funds:

Compensated absences	\$ 5,041	
Salaries and wages	<u>(8,450)</u>	(3,409)

Pension expense which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities		10,307
--	--	--------

Issuance of long-term debt provides current
financial resources to Governmental Funds, while
the repayment of the principal of long-term debt
consumes current financial resources of
Governmental Funds. Neither transaction, however,
has any effect on net position:

Capital lease principal payments	\$ 102,892	
Post-closure care costs	5,720	
Accrued interest paid	<u>1,890</u>	<u>110,502</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 161,437

PULASKI COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS - AGENCY FUNDS
DECEMBER 31, 2018

ASSETS

Cash - financial institutions	<u>\$449,607</u>
-------------------------------	------------------

Total assets	<u><u>\$449,607</u></u>
---------------------	--------------------------------

LIABILITIES

Other liabilities	\$ 59,447
-------------------	-----------

Funds held in escrow	86,332
----------------------	--------

Due to other governments	<u>303,828</u>
--------------------------	----------------

Total liabilities	<u><u>\$449,607</u></u>
--------------------------	--------------------------------

The notes are an integral part of these financial statements.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Pulaski County, Georgia (the County) is a political subdivision of the State of Georgia. The County operates under a sole commissioner form of government. The County provides various services, levies taxes, and issues licenses as provided by the Charter. These services include public safety, highways and streets, and administrative services.

The financial statements of the County have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles. The County's reporting entity applies all relevant GASB pronouncements. The following is a summary of the more significant policies:

- A. THE REPORTING ENTITY:** As required by GAAP, the financial reporting entity consists of (1) the primary government (the County), (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The financial statements are formatted to allow the user to clearly distinguish between the primary government and its component units. The financial statements presented herein do not include agencies that have been formed under applicable state laws or separate and distinct units of government apart from the County.

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 organization; 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. Some component units, because of the closeness of their relationship with the County, should be blended as though they are part of the County. Otherwise, most component units should be discretely presented. At present, there are three organizations which would be considered discretely presented component units of the County because the County appoints the majority of the governing board of these respective organizations, and two organizations that are considered blended component units because of the close relation to and financial integration with the County:

Pulaski County - Hawkinsville Recreation Board - Management has determined that the Pulaski County-Hawkinsville Recreation Board (the Recreation Board) is considered to be a blended component unit of the County, due to the closeness of its relationship to the County and is included as a Special Revenue Fund. The Recreation Board is governed by a nine member advisory board appointed by the County Commissioner and the City of Hawkinsville's Board of Commissioners. The Recreation Board's purpose is to establish a system of supervised recreation for the citizens of Pulaski County, Georgia and the City of Hawkinsville, Georgia. The Recreation Board's financial statements were audited in conjunction with the County audit. However, a separate set of financial statements is not issued. During 2018, net transfers between the County and the Recreation Board totaled \$94,695.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Pulaski-Wilcox County Regional Jail Authority - Management has determined that the Pulaski-Wilcox County Regional Jail Authority (the Jail Authority) is considered to be a blended component unit of the County due to the closeness of its relationship with the County and should be included as a Capital Projects Fund and a Debt Service Fund. However, the Jail Authority had no financial activity during 2018. The Jail Authority is governed by a five member board appointed by the County Commissioner and the Wilcox County's Board of Commissioners and one member is elected by the Jail Authority Board. The Jail Authority's purpose is to establish and maintain a jail or a jail-holding facility in Pulaski County, Georgia and Wilcox County, Georgia. Due to the Jail Authority not having any financial activity, no financial statements were prepared, audited, or issued.

Pulaski County-Hawkinsville Development Authority - Management has determined that the Pulaski County-Hawkinsville Development Authority (the Authority) is considered to be a discretely presented component unit of the County. The Authority is governed by an eight member board appointed by the County Commissioner and the City of Hawkinsville's Board of Commissioners. The Authority's purpose is to encourage and promote the expansion and development of industrial and commercial facilities in Pulaski County, Georgia and the City of Hawkinsville, Georgia. However, a separate set of financial statements is not issued.

Pulaski County Board of Health - Management has determined that the Pulaski County Board of Health (the Board of Health) is considered to be a discretely presented component unit of the County. The Board of Health is governed by a seven member board appointed by the County Commissioner and the City of Hawkinsville's Board of Commissioners. The Board of Health provides various health services for citizens in the County under a contract with the Georgia Department of Human Resources. Component unit financial statements are available from the Board of Health, Lumpkin Street, Hawkinsville, Georgia.

Hospital Authority of Pulaski County, Georgia - Management has determined that the Hospital Authority of Pulaski County, Georgia (the Hospital Authority) is considered to be a discretely presented component unit of the County. The Hospital Authority was created December 31, 2012 and is governed by a nine member board appointed by the County Commissioner. The Hospital Authority's purpose is to evaluate and assist in providing healthcare to citizens and visitors including availability, accessibility, and affordability of quality care. The Hospital Authority's financial statements were audited in conjunction with the County audit. However, a separate set of financial statements is not issued.

- B. RELATED ORGANIZATIONS:** The County's officials are responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making these appointments. The County Commissioner appoints the board members of the Pulaski County Board of Family and Children Services.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

C. JOINT VENTURE -

Middle Georgia Regional Commission - Under Georgia law, the County, in conjunction with municipalities and counties in the eleven (11) county Middle Georgia area are members of the Middle Georgia Regional Commission (MGRC), formerly known as the Middle Georgia Regional Development Center. Membership in an MGRC is required for each municipality and county in the Middle Georgia region. The Official Code of Georgia Section 50-8-34 provides for the organizational structure of the RCs. The MGRC Board membership includes the chief elected official of each county and the chief elected official of each municipality. The County board members and municipal board members from the same county elect one Member of the Board who is a resident (but not an elected or appointed official or employee of the County or municipality) to serve as a nonpublic member and a minority member who must be an elected official to serve as board members from a County. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements for the MGRC are available from:

Middle Georgia Regional Commission
175 Emery Highway, Suite C
Macon, GA 31217

D. JOINTLY GOVERNED ORGANIZATIONS: The County, in connection with the City of Hawkinsville, Georgia (the City), has created the Library Board. The board members are composed as follows:

Library Board - 6 appointed by the County, 6 appointed by the City

The County's expenditures for December 31, 2018, were \$29,004 to the Library Board.

E. BASIC FINANCIAL STATEMENTS - GASB STATEMENT NO. 34: The basic financial statements consist of the government-wide financial statements, fund financial statements, and notes to the financial statements. Both the government-wide financial statements and the fund financial statements categorize activities as either governmental activities or business-type activities. These statements provide valuable information that can be analyzed and compared.

Government-Wide Financial Statements - The government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements display information about the reporting government as a whole and provide a consolidated financial picture of the government. All funds other than fiduciary activities are included at the government-wide reporting level. The primary government and component units are presented separately within the financial statements with the focus on the primary government. In the government-wide Statement of Net Position, both governmental activities and component units columns are presented on a consolidated basis by column and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each component unit 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 government-wide Statement of Activities also reports functional categories of programs provided by the County and demonstrates how and to what degree those programs are supported by specific revenues. Program revenues are classified into three categories: charges for services, operating grants and contributions, and capital grants and contributions. Charges for services relate to charges to customers who purchase, use, or directly benefit from goods or services provided by a given function. Grants and contributions refer to revenues restricted for specific functions for operational or capital requirements. The general revenues section displays revenues collected that help support all functions of the government and contribute to the change in the net position for the fiscal year. The gross expenses (including depreciation) are reduced by related program revenues, operating grants, and capital grants. The net costs (by function) are normally covered by general revenue.

Fund Financial Statements - Fund financial statements for the government's governmental funds are presented after the government-wide financial statements. These statements display information about major funds individually and non-major funds in the aggregate for governmental funds. The governmental funds statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. The fiduciary funds statements are presented on a full accrual, economic resources basis. The fiduciary funds are presented by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented on the page following the statement which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation.

- F. BASIS OF PRESENTATION:** The financial transactions of the County are organized on the basis of funds. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which the resources are to be spent and the means by which spending activities are controlled. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of either fund category and the governmental and enterprise funds combined) for the determination of major funds. The County has used GASB No. 34 minimum criteria for major fund determination. The non-major funds, if more than one, are combined in a column in the fund financial statements and detailed in the supplementary information section of this report.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Governmental Funds - Governmental Funds are those through which most governmental functions typically are financed. The acquisition, use, and balances of the government's expendable financial resources and the related current liabilities - except those accounted for in other funds - are accounted for through governmental funds. The flow of current financial resources measurement focus is used for governmental funds. It is based on the determination of financial position, rather than on net income determination. Major Governmental Funds used by the County include:

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

Capital Projects Funds - Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other assets other than those financed by Proprietary Funds or for assets that will be held in trust for individuals, private organizations, or other governments.

2017 SPLOST Fund is used to account for and report SPLOST revenues and expenditures to be used to purchase capital items for the Recreation Board, the Pulaski County Fire Department, Pulaski County Road Department, and Sheriff Department and construction and maintenance of roads within the county.

Additionally, the County reports the following nonmajor governmental fund types:

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources and grants that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term "proceeds of specific revenue sources" establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. Restricted or committed specific revenue sources should comprise a substantial portion of fund's resources. The proceeds from these special revenue sources should be expected to continue to comprise a substantial portion of inflows.

E-911 Fund is used to account for and report revenues from various telephone and cellular companies and expenditures to be used in support of the Enhanced 911 service.

Pulaski County Law Library Fund is used to account for and report the law library fees included in all fines which are specifically designated for the County's law library.

Confiscated Assets Fund is used to account for and report the cash confiscations or cash received from the sale of capital assets acquired from a drug case to be used for public safety expenditures.

Hawkinsville-Pulaski County Recreation Board Fund is used to account for and report the revenues and expenditures for the Recreation Board.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Capital Projects Funds -

2010 SPLOST Fund is used to account for and report SPLOST revenues and expenditures to be used to purchase capital items for the Recreation Board, the Pulaski County Fire Department, Pulaski County Road Department, and Sheriff Department and construction and maintenance of roads within the county.

Fiduciary Funds - Fiduciary Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Fiduciary Funds used by the County include -

Agency Funds - Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus.

Noncurrent Governmental Assets/Liabilities - GASB Statement No. 34 eliminates the presentation of Account Groups, but provides for these records to be maintained and incorporates the information into the Governmental column in the government-wide Statement of Net Position.

- G. **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, 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 calendar 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 calendar year. For the County, the phrase, "available for exchange transaction" means expected to be received within 60 days of year end.

Revenues - Nonexchange Transactions - Nonexchange 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 and on the modified accrual basis, it is recognized in the year available. Revenue from property taxes is recognized in the calendar year for which the taxes are levied. Revenue from grants and donations is recognized in the calendar 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 specific purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions also must be available (i.e., collected within 60 days of year end) before it can be recognized.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

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

Unearned Revenue - Unearned 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 unearned revenue (i.e., they are measurable but not available) rather than as revenue. Property taxes receivable not collected within 60 days of year end have been recorded as unearned revenue. Grants received before the eligibility requirements are met also are recorded as unearned revenue.

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.

Interfund Activity - The County has two types of interfund transactions. Services rendered transactions are accounted for as revenues and expenditures in the funds involved and operating appropriations are accounted as transfers in the funds involved. Interfund transfers, except interfund services provided and used and interfund reimbursements, are reported as transfers in or out in the funds involved as other financing sources. However, as a general rule, recorded interfund revenues and expenditures have been eliminated in the GAAP-basis government-wide financial statements.

- H. **CASH AND CASH EQUIVALENTS**: Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

- I. **CONTRACTUAL PROVISIONS FOR DEPOSITS AND INVESTMENTS**: The County follows the practice of maintaining separate cash accounts for each fund.

Various restrictions on deposits and investments, including repurchase agreements, are imposed by State statutes. These restrictions are summarized below:

Deposits - All deposits with financial institutions must be collateralized in an amount equal to 110% of uninsured deposits. However, the County may waive the collateral requirement for operating funds placed in demand deposit accounts.

Investments - The County may invest and reinvest funds subject to its control and jurisdiction in obligations of the United States and of its agencies and instrumentalities; and in bonds or certificates of indebtedness of this State and of its agencies and instrumentalities; and certificates of deposit of banks that have deposits insured by the Federal Deposit Insurance Corporation. The County may also invest through the Georgia Fund 1 state investment pool and other specific Georgia and Georgia related financial instruments.

- J. **RECEIVABLES**: The County does not normally record an allowance for doubtful accounts, nor does the County account for bad debts. The amounts that are potentially uncollectible are considered immaterial.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

- K. **INTERFUND RECEIVABLES/PAYABLES:** Outstanding balances resulting in transactions between funds are reported as "due to/from other funds." To the extent that these balances are between governmental funds, they have been eliminated on the government-wide financial statements.
- L. **PROPERTY TAXES:** Property taxes attach as an enforceable lien on property as of December 2. Taxes are levied on October 1, and are due and payable by December 1. All unpaid taxes become delinquent after December 1, and fifa's are recorded on or after March 1.
- M. **INVENTORIES:** On government-wide financial statements, inventories are recorded at the lower of cost or market using the first in first out flow assumption and are accounted for using the consumption method.
- On the fund financial statements, inventories of governmental funds are recorded at cost using the first in first out flow assumption and are accounted for using the purchase method.
- N. **PREPAID ITEMS:** Payments made to vendors for services that benefit periods beyond December 31, 2018, are recorded as prepaid items.
- O. **CAPITAL ASSETS:** Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, water and sewerage distribution systems and similar items) are reported in the applicable governmental activities and discretely presented component units columns in the government-wide financial statements. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized in the governmental activities columns of the government-wide financial statements to the extent the County's capitalization threshold of \$5,000 and the Recreation Board's capitalization threshold of \$2,500 is met. Likewise, such items are capitalized in the component units columns of the government-wide financial statements to the extent the Board of Health's capitalization threshold of \$1,000 is met.

All property, plant, and equipment acquired after December 31, 1983, is valued at cost. Assets acquired before 1984 are recorded at historical cost where available and insured values which approximate appraised value. This is a departure from GAAP; however, these amounts are immaterial to the financial statements. Donated property, plant, and equipment is valued at the estimated fair value on the date donated. General infrastructure assets acquired or constructed prior to January 1, 2004 are not reported in the financial statements. General infrastructure assets include all roads and bridges and other infrastructure assets acquired or constructed subsequent to January 1, 2004.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. The County follows the policy of capitalizing interest as a component of the cost of property, plant, and equipment constructed for its own use. During the current fiscal year, no interest was capitalized.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Depreciation for capital assets is computed using the straight-line method over the assets estimated useful lives. The estimated useful lives for governmental activities and component units are as follows:

	<u>Governmental Activities</u>	<u>Component Units Recreation Board</u>	<u>Board of Health</u>
Buildings	20-40 years	20-40 years	- - -
Improvements other than buildings	20-50 years	20-50 years	- - -
Machinery and equipment	5-10 years	5-10 years	5 years
Infrastructure	20-50 years	20-50 years	- - -
Intangibles	3 years	3 years	- - -

- P. **COMPENSATED ABSENCES:** Vacation leave is earned by all full-time County employees at the rate of five days per year for the first two years of service. After two years of service and up to ten years of service, the employees earn at a rate of ten days per year. After ten years of service, the employees earn at a rate of fifteen days per year. Vacation leave may be accumulated and carried over to a maximum of one-half the annual leave eligible to be earned each year. Upon termination or retirement from the County, employees are entitled to accumulated vacation leave. At December 31, 2018, accrued vacation leave of \$84,165 has been recorded in the government-wide Statement of Net Position in the Governmental Activities, which represents the County's commitment to fund such cost from future operations. In governmental fund financial statements, the cost of vacation leave is recognized when due to employees.

- Q. **LONG-TERM OBLIGATIONS:** In the government-wide financial statements, long-term debt is reported as liabilities in the applicable governmental activities statement of net position. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt using the effective interest method.

In the fund financial statements, governmental fund types recognize bond issuance costs during the current period. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

- R. **DEFERRED OUTFLOWS / INFLOWS OF RESOURCES:** The County implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*, as of January 1, 2013. These standards establish accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

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 only one type of item that qualifies for reporting in this category. Under the accrual basis of accounting, pension related items are reported on the government-wide statement of net position for governmental activities and the discretely presented component unit, the Pulaski County Board of Health. These amounts are deferred and recognized as outflows of resources in the period that the amounts become applicable.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

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 a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has several types of items that qualify for reporting in this category. Under the modified accrual basis of accounting, *unavailable revenue* from property taxes is reported only in the governmental funds balance sheet. Under the accrual basis of accounting, pension related items are reported on the government-wide statement of net position for governmental activities and the discretely presented component unit, the Pulaski County Board of Health. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

- S. **PENSIONS:** For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Association County Commissioners of Georgia Restated Pension Plan for Pulaski County Employees (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.
- T. **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 - 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:

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

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

Committed - Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the County Commissioner through the adoption of a resolution. Only the County Commissioner 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 or committed.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Unassigned - Fund balances are reported as unassigned when the balances do not meet any of the above criteria. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed, then assigned, and finally unassigned funds, as needed.

The County does not have a formal minimum fund balance policy.

Net Position - Net position represent the difference between assets and liabilities. Net position is categorized as follows:

Net investment in Capital Assets - This category consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted Net Position - This category results when constraints placed on net position item use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position - This category consists of net position items that do not meet the definition of the two preceding categories. Unrestricted net position is often designated to indicate that management does not consider them to be available for general operations. Unrestricted net position often has constraints on resources that are imposed by management, but can be removed or modified.

When an expense is incurred for purposes for which both restricted and unrestricted net position items are available, the County's policy is to apply restricted net position items first.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

- U. **OPERATING LEASES:** During 2012, the County entered into a 60 month lease for E-911 communications equipment with ComSouth requiring monthly payments of \$5,732. This lease continued until September 2018 with the same terms. During 2013, the County entered into a lease for two fax printers from Xerox requiring 60 monthly payments in the amount of \$250. During 2015, the County entered into a lease for a copier from Xerox requiring 60 monthly payments in the amount of \$95. During 2016, the County leased a mail meter from Pitney Bowes for 60 months. The monthly lease expense is \$230. During 2017, the County entered into two leases for copiers from Xerox requiring 60 monthly payments in the amount of \$797. During 2018, the County entered into a 60 month lease with ComSouth for E911 equipment requiring monthly payments of \$5,350 for 36 months and \$4,280 for 24 months. For the year ended December 31, 2018, rent expenditures for the County totaled \$82,219. The following is a schedule of annual lease requirements as of December 31, 2018:

<u>Year ending December 31</u>	<u>Amount</u>
2019	\$ 77,670
2020	76,910
2021	27,420
2022	54,704
2023	<u>38,520</u>
	<u>\$275,224</u>

- V. **POST EMPLOYMENT HEALTH CARE BENEFITS:** Effective January 1, 2009, there will be no post-retirement health and medical benefits provided by the County other than those benefits under COBRA.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. This program is offered for a duration of 18 months after the determination date. There is no cost to the County under this program. There were no former employees or eligible dependents participating in this plan as of December 31, 2018.

- W. **ACCUMULATED EMPLOYEE BENEFIT AMOUNTS:** Accumulated employee benefit amounts are not accrued in governmental funds. The County has available a Section 125 Cafeteria Plan and a 457 tax deferred plan, explained in Note 14, for its employees. Each of these plans are available to all employees who choose to participate. The County does not have any expenses associated with these plans.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

- X. **RECENT ACCOUNTING PRONOUNCEMENTS:** As of December 31, 2018, GASB has issued the following statements which are effective for reporting periods beginning after June 15, 2018, and various other periods:

Statement No. 83 - "Certain Asset Retirement Obligations"
Statement No. 84 - "Fiduciary Activities"
Statement No. 87 - "Leases"
Statement No. 88 - "Certain Disclosures related to Debt, Including
Direct Borrowings and Direct Placements"
Statement No. 89 - "Accounting for Interest Cost Incurred Before the
End of a Construction Period"
Statement No. 90 - "Majority Equity Interests--an Amendment of GASB
Statements No. 14 and No. 61"
Statement No. 91 - "Conduit Debt Obligations"

Management is currently evaluating the impact of applying these statements.

2. **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 it.

Primary Government

The County does not have a deposit policy for custodial credit risk. As of December 31, 2018, \$1,313,173 of the County and its Blended Component Units' bank balances of \$1,627,072 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 556,817
Uninsured and collateralized with securities held in the pledging financial institution's trust department or agent in the County's name	<u>756,356</u>
Total	<u><u>\$1,313,173</u></u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

2. CUSTODIAL CREDIT RISK - DEPOSITS: (continued)

Discretely Presented Component Units

The Pulaski County-Hawkinsville Development Authority does not have a deposit policy for custodial credit risk. As of December 31, 2018, the Pulaski County-Hawkinsville Development Authority's bank balance was 100% insured by the Federal Deposit Insurance Corporation.

The Pulaski County Board of Health's (the Board) deposit policy for custodial credit risk requires collateral at 110% of the Board's deposits, less the amount of the Federal Deposit Insurance Corporation insurance, to be held in the Board's name by the safekeeping agent in accordance with Georgia statute. As of December 31, 2018, the Pulaski County Board of Health's bank balance was 100% insured by the Federal Deposit Insurance Corporation.

The Hospital Authority of Pulaski County, Georgia does not have a deposit policy for custodial credit risk. As of December 31, 2018, the Hospital Authority of Pulaski County, Georgia's bank balance was 100% insured by the Federal Deposit Insurance Corporation.

Fiduciary Funds - Agency Funds

The Fiduciary Funds - Agency Funds do not have deposit policies for custodial credit risk. As of December 31, 2018, \$219,938 of the Agency Funds' bank balance of \$757,744 was exposed to custodial credit risk as follows:

Uninsured and collateralized with securities held by the pledging financial institution's trust department or agent in the County's name	<u>\$219,938</u>
Total	<u>\$219,938</u>

The Tax Commissioner Agency Fund was the bank balance exposed to the custodial credit risk.

3. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS:

Interfund balances at December 31, 2018, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

Primary Government

<u>Payable to -</u>	<u>E-911 Special Revenue Fund</u>	<u>Payable from: Hawkinsville - Pulaski County Recreation Department Special Revenue Fund</u>	<u>Total</u>
General Fund	\$21,015	\$27,589	\$48,604
Total	<u>\$21,015</u>	<u>\$27,589</u>	<u>\$48,604</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

3. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS:

Interfund transfers for the year ended December 31, 2018, consisted of the following:

<u>Transfers to:</u>	<u>Transfers from:</u>		<u>Total</u>
	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	
General	\$ - - -	\$361,000	\$ 361,000
Nonmajor Governmental Funds	<u>714,861</u>	<u>- - -</u>	<u>714,861</u>
Total	<u>\$714,861</u>	<u>\$361,000</u>	<u>\$1,075,861</u>

Transfers are used to move unrestricted revenues collected in various funds to finance various programs accounted for in other funds in accordance with budgetary authorizations and to return money to the fund from which it was originally provided, once a project is completed. Transfers from the General Fund to the E-911 Special Revenue Fund and to the Hawkinsville-Pulaski County Recreation Department Fund were to reflect General Fund expenditures for E-911 and Recreation Department payroll and accounts payable. Transfers from the E-911 Special Revenue Fund and the Hawkinsville-Pulaski County Recreation Department Fund to the General Fund were to reimburse the General Fund for salaries and accounts payable expenditures paid by the General Fund.

4. NOTE RECEIVABLE - CITY OF HAWKINSVILLE:

The Pulaski County-Hawkinsville Development Authority (Authority), a discretely presented component unit, has recorded a note receivable from the City of Hawkinsville. This note receivable is the result of a guarantee and intergovernmental contract that provides for the City of Hawkinsville to pay two \$500,000 notes payable that the Authority obtained for the City of Hawkinsville as discussed in Note 7 for the City of Hawkinsville's contribution towards the expansion of Hollingsworth & Vose Company. As of December 31, 2018, \$1,000,000 has been advanced to Hollingsworth & Vose Company on behalf of the City of Hawkinsville. There are no unadvanced funds on this note at December 31, 2018.

A description of the note outstanding is as follows:

	<u>Amount Due</u>
City of Hawkinsville -	
Note is due in 20 semiannual payments of \$61,393 including interest at a variable interest rate of 4.00% per annum. Payments began on June 30, 2018.	<u>\$922,084</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

5. CAPITAL ASSETS:

Primary Government

Capital asset activity for the year ended December 31, 2018 was as follows:

	Balance January 1, 2018	Additions	Deletions	Balance December 31, 2018
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 2,058,274	\$ - - -	\$- - -	\$ 2,058,274
Construction in progress	22,931	- - -	- - -	22,931
Total capital assets, not being depreciated	<u>2,081,205</u>	- - -	- - -	<u>2,081,205</u>
Capital assets, being depreciated:				
Buildings	11,238,980	68,902	- - -	11,307,882
Improvements other than buildings	756,212	- - -	- - -	756,212
Infrastructure	729,352	192,466	- - -	921,818
Intangibles	5,500	- - -	- - -	5,500
Machinery and equipment	5,108,396	83,028	9,350	5,182,074
Total capital assets, being depreciated	<u>17,838,440</u>	<u>344,396</u>	<u>9,350</u>	<u>18,173,486</u>
Less accumulated depreciation for:				
Buildings	4,901,078	295,865	- - -	5,196,943
Improvements other than buildings	264,053	27,015	- - -	291,068
Infrastructure	189,767	26,086	- - -	215,853
Intangibles	5,500	- - -	- - -	5,500
Machinery and equipment	3,656,845	282,589	9,350	3,930,084
Total accumulated depreciation	<u>9,017,243</u>	<u>631,555</u>	<u>9,350</u>	<u>9,639,448</u>
Total capital assets, being depreciated, net	<u>8,821,197</u>	<u>(287,159)</u>	- - -	<u>8,534,038</u>
Governmental activities capital assets, net	<u>\$10,902,402</u>	<u>\$ (287,159)</u>	<u>\$- - -</u>	<u>\$10,615,243</u>

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

Governmental activities:	
General government	\$117,059
Judicial	940
Public safety	236,251
Public works	183,794
Health and welfare	33,137
Culture and recreation	<u>60,374</u>
Total depreciation expense - governmental activities	<u>\$631,555</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

5. CAPITAL ASSETS: (continued)

Discretely Presented Component Units

Capital asset activity for the Pulaski County Board of Health for the year ended June 30, 2018, was as follows:

	<u>Pulaski County Board of Health</u>			
	<u>Balance</u>			<u>Balance</u>
	<u>July 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2018</u>
Capital assets, being depreciated -				
Machinery and equipment	\$4,391	\$ - - -	\$ - - -	\$4,391
Total capital assets,				
being depreciated	4,391	- - -	- - -	4,391
Less accumulated depreciation for -				
Machinery and equipment	4,931	- - -	- - -	4,391
Total accumulated				
depreciation	4,931	- - -	- - -	4,391
Total capital assets, being				
depreciated, net	- - -	- - -	- - -	- - -
Pulaski County Board of Health				
capital assets, net	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$ - - -</u>

6. SHORT-TERM OBLIGATIONS:

The County issues tax anticipation notes in advance of property tax collections, depositing the proceeds in its General Fund. These notes are necessary because the County's supplemental payments to various agencies are made on a monthly basis, whereas tax collections are received shortly before their December 1 due date.

Short-term debt activity for the year ended December 31, 2018, was as follows:

	<u>Beginning</u>			<u>Ending</u>
	<u>Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Balance</u>
Tax anticipation notes	\$ - - -	\$1,400,000	\$1,400,000	\$ - - -
Total short-term debt	<u>\$ - - -</u>	<u>\$1,400,000</u>	<u>\$1,400,000</u>	<u>\$ - - -</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

7. LONG-TERM OBLIGATIONS:

Primary Government

The following is a summary of changes in long-term obligations for the year ended December 31, 2018:

	Balance January 1, 2018	Additions	Reductions	Balance December 31, 2018	Amounts Due Within One Year
Governmental activities:					
Compensated absences	\$ 89,206	\$ - - -	\$ 5,041	\$ 84,165	\$ 84,165
Capital leases payable	817,884	- - -	102,892	714,992	208,759
Post-closure care costs	78,928	- - -	5,720	73,208	5,520
Net pension liability	<u>64,052</u>	<u>57,400</u>	<u>55,730</u>	<u>65,722</u>	<u>- - -</u>
Total governmental activities	<u>\$1,050,070</u>	<u>\$57,400</u>	<u>\$169,383</u>	<u>\$938,087</u>	<u>\$298,444</u>

Compensated Absences - Compensated absences for governmental activities are generally paid by the General Fund.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

7. LONG-TERM OBLIGATIONS: (continued)

Capital leases payable - Leases payable consisted of the following leases at December 31, 2018:

Caterpillar Financial Services Corporation:

Collateralized by a Caterpillar 140M motorgrader for \$236,856, due in five annual installments of \$27,813 and one balloon payment of \$129,000, including interest at 3.20%.	\$151,951
--	-----------

Collateralized by a 140M Caterpillar motorgrader for \$248,258 due in four annual installments of \$31,068 and one balloon payment of \$125,000, including interest at 3.20%.	151,229
---	---------

Collateralized by a 320ELRR Caterpillar excavator for \$214,239 due in four annual installments of \$24,459 and one balloon payment of \$120,405, including interest at 3.20%.	159,721
--	---------

Collateralized by a 308E2 Caterpillar excavator and EX30RPM torrent mulcher for \$120,170 due in four annual installments of \$17,522 and one balloon payment of \$47,270, including interest at 3.20%.	77,814
---	--------

Collateralized by a 12M3 Caterpillar motorgrader for \$238,580 due in four annual installments of \$26,436 and one balloon payment of \$128,905, including interest at 2.30%.	<u>174,277</u>
---	----------------

Total	714,992
-------	---------

Less current portion	<u>208,759</u>
----------------------	----------------

Total long-term portion	<u><u>\$506,233</u></u>
-------------------------	-------------------------

The assets acquired under capital leases at December 31, 2018 are as follows:

Machinery and equipment	\$1,058,103
Less: accumulated depreciation	<u>407,996</u>
Carrying value	<u><u>\$ 650,107</u></u>

These assets under capital lease are depreciated under the County's capital asset depreciation policy and the resulting expense is reported as a component of depreciation expense.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

7. LONG-TERM OBLIGATIONS: (continued)

The following is a schedule of future minimum lease payments under capital leases and the present value of the net minimum lease payments as of December 31, 2018:

Year ending
December 31,

2019	\$225,230
2020	<u>521,065</u>
Total minimum lease payments	746,295
Less amount representing interest	<u>31,303</u>
Present value of minimum lease payments	<u>\$714,992</u>

Landfill closure and post-closure care costs - The County was under contract with the City of Hawkinsville to share in the cost of operating the local landfill. Therefore, the County is responsible to share in the cost of closure and post-closure of the local landfill.

State and federal laws and regulations require that a final cover be placed on the landfill when it stops accepting waste, and to perform certain maintenance and monitoring functions at the site. The local landfill was closed on April 8, 1994. All requirements for closure have been met, and the Certificate of Closure (Certificate) was received by the County as of April 19, 2002. Conditions of the closure certificate include monitoring and maintenance for a period of thirty years from the Certificate date.

The County has provided one-half of the cost to place a final cover on the landfill and monitoring costs to date. The remaining cost to monitor the landfill is estimated to be \$73,208 and has been included in accrued expenses of the governmental activities. These expenses were estimated by the County's outside engineering firm and do not specifically include any estimates due to the effect of inflation or deflation, technology, or changes in applicable laws or regulations. During the current year, actual post-closure expenses of \$5,720 were paid. Post-closure care costs are generally paid by the General Fund.

Discretely Presented Component Units

Pulaski County-Hawkinsville Development Authority - The following is a summary of changes in long-term obligations for the year ended December 31, 2018:

	<u>Balance</u> <u>January 1, 2018</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31, 2018</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Notes payable	<u>\$1,000,000</u>	<u>\$ - -</u>	<u>\$77,916</u>	<u>\$922,084</u>	<u>\$77,164</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

7. LONG-TERM OBLIGATIONS: (continued)

Notes payable - During January 2017, the Pulaski County-Hawkinsville Development Authority signed an intergovernmental contract with the City of Hawkinsville to assist the City of Hawkinsville with economic development opportunities. The Authority was authorized to borrow funds for the purpose of funding a portion of the proposed expansion of Hollingsworth & Vose Company. The Authority disbursed these funds to Hollingsworth & Vose Company immediately upon receipt of the loan proceeds. The City signed the notes as guarantor and will provide the funds as needed to repay the notes payable. The notes payable at December 31, 2018 consisted of the following notes:

PlantersFirst - \$500,000 note payable in twenty semiannual installments of \$30,697, including interest at a variable rate of 4%.	\$461,204
SunMark - \$500,000 note payable in twenty semiannual installments of \$30,697, including interest at a variable rate of 4%.	<u>460,880</u>
Total	922,084
Less current portion	<u>77,164</u>
Total long-term portion	<u>\$844,920</u>

The annual debt service requirements to maturity, including principal and interest, for the notes payable as of December 31, 2018 are as follows:

Year ending December 31,	PlantersFirst			SunMark		
	Principal	Interest	Total	Principal	Interest	Total
2019	\$ 38,580	\$ 22,813	\$ 61,393	\$ 38,584	\$ 22,809	\$ 61,393
2020	40,554	20,839	61,393	40,558	20,835	61,393
2021	42,629	18,764	61,393	42,633	18,760	61,393
2022	44,810	16,583	61,393	44,814	16,579	61,393
2023	47,103	14,290	61,393	47,107	14,286	61,393
2024-2027	<u>247,528</u>	<u>31,646</u>	<u>279,174</u>	<u>247,184</u>	<u>31,895</u>	<u>279,079</u>
Total	<u>\$461,204</u>	<u>\$124,935</u>	<u>\$586,139</u>	<u>\$460,880</u>	<u>\$125,164</u>	<u>\$ 586,044</u>
Year ending December 31,	TOTALS					
	Principal	Interest	Total	Principal	Interest	Total
2019	\$ 77,164	\$ 45,622	\$ 122,786			
2020	81,112	41,674	122,786			
2021	85,262	37,524	122,786			
2022	89,624	33,162	122,786			
2023	94,210	28,576	122,786			
2024-2027	<u>494,712</u>	<u>63,541</u>	<u>558,253</u>			
Total	<u>\$922,084</u>	<u>\$250,099</u>	<u>\$1,172,183</u>			

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

7. LONG-TERM OBLIGATIONS: (continued)

Pulaski County Board of Health - The following is a summary of changes in long-term obligations for the year ended June 30, 2018:

	<u>Balance July 1, 2017</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2018</u>	<u>Amounts Due Within One Year</u>
Compensated absences	\$ 10,642	\$ 2,934	\$ - - -	\$ 13,576	\$2,715
Net pension liability	276,162	31,156	62,785	244,533	- - -
Net OPEB liability	- - -	208,988	- - -	208,988	- - -
Total	<u>\$286,804</u>	<u>\$243,078</u>	<u>\$62,785</u>	<u>\$467,097</u>	<u>\$2,715</u>

Compensated Absences - Compensated absences for the Board of Health are generally paid by the General Fund.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

8. DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES:

The following table provides detail regarding the deferred outflows and inflows of resources on the government-wide Statement of Net Position for governmental activities and the discretely presented component unit, Pulaski County Board of Health:

	<u>Primary Government</u> <u>Government-Wide</u> <u>Governmental</u> <u>Activities</u>	<u>Discretely Presented</u> <u>Component Unit</u> <u>Pulaski County</u> <u>Board of Health</u>
<u>Deferred Outflows</u>		
Pensions:		
Differences between expected and actual experience	\$ 24,077	\$ 2,679
Changes in assumptions	24,260	557
Net differences between projected and actual earnings on pension plan investments	202,025	- - -
Changes in proportion and differences between Employer contributions and proportionate share of contributions	- - -	4,753
Employer contributions subsequent to measurement date	- - -	37,996
OPEB:		
Net differences between projected and actual earnings on OPEB plan investments	- - -	962
Changes in proportion and differences between Employer contributions and proportionate share of contributions	- - -	2,770
Employer contributions subsequent to measurement date	<u>- - -</u>	<u>27,366</u>
Total deferred outflows	<u>\$250,362</u>	<u>\$77,083</u>
<u>Deferred Inflows</u>		
Pensions:		
Differences between expected and actual experience	\$102,099	\$ 2
Net differences between projected and actual earnings on pension plan investments	81,454	609
Changes in proportion and differences between Employer contributions and proportionate share of contributions	- - -	2,261
OPEB:		
Changes in assumptions	- - -	16,270
Net differences between projected and actual earnings on OPEB plan investments	- - -	2,394
Changes in proportion and differences between Employer contributions and proportionate share of contributions	<u>- - -</u>	<u>56</u>
Total deferred inflows	<u>\$183,553</u>	<u>\$21,592</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

9. DEFICIT FUND EQUITY:

The Hawkinsville-Pulaski County Recreation Board Fund ended the year with a deficit fund balance of \$3,107 due to a decrease in charges for services revenues during the year ended December 31, 2018. Management expects to eliminate this deficit by contributing more operating funds to the component unit.

10. VIOLATION OF FINANCE-RELATED LEGAL AND CONTRACTUAL PROVISIONS:

Excess of expenditures over appropriations - There were no excesses of expenditures over appropriations in individual funds for the year ended December 31, 2018.

11. RESTRICTED NET POSITION:

	<u>Restricted by Enabling Legislation</u>	<u>Total</u>
Governmental Activities -		
Restricted for:		
Capital projects	\$492,671	\$492,671
Jail Construction	57,974	57,974
Drug Condemnation	41,651	41,651
E-911 operations	30,501	30,501
Confiscated assets	2,202	2,202
Law library	20,618	20,618
Culture and recreation	<u>11,806</u>	<u>11,806</u>
Total restricted net position		
- Governmental Activities	<u>\$657,423</u>	<u>\$657,423</u>

12. 2010 SPECIAL PURPOSE LOCAL OPTION SALES TAX:

The voters of the County approved a One Percent Special Purpose Local Option Sales Tax (SPLOST) on July 20, 2010 for the following purposes: acquisition of the property, construction and equipping three fire substations in the County; improvements needed at the public safety facility; to provide for a multi service building at the recreation complex; to purchase vehicles for the sheriff and road departments; to provide for relocation of road department and improvements to certain county buildings and roads; to provide for a parking lot at the Library; to provide matching funds for state contracts on roads and other grants. Collections began October 1, 2010 and continued for six years or until \$7.2 million was collected, whichever came first. These funds were kept separate from other cash deposits held by the County. Final proceeds on the 2010 SPLOST were received in February 2017.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

13. 2017 SPECIAL PURPOSE LOCAL OPTION SALES TAX:

The voters of the County approved a One Percent Special Purpose Local Option Sales Tax (SPLOST) on November 7, 2016 for the following purposes: building maintenance and improvements necessary for the Recreation Department; maintenance, improvements, vehicles, and equipment for maintaining same; purchase and maintenance of public safety vehicles and equipment; fire, 911, EMA building, parking lot and equipment improvements; funds for grant and lease equipment; and building maintenance for County owned buildings. Collections began April 1, 2017 and will continue for six years or until \$6 million is collected, whichever comes first. These funds are being kept separate from other cash deposits held by the County.

14. RETIREMENT PLANS:

Primary Government

A. DEFINED BENEFIT PLAN:

Plan Description - The County's defined benefit pension plan, Association County Commissioners of Georgia (ACCG) Restated Pension Plan for Pulaski County Employees (Plan), is administered through the Board of Trustees for the Association County Commissioner of Georgia Pension Plan and Trust. The Plan, through execution of an adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (the ACCG Plan), an agent multiple-employer pension plan administered by GEBCorp. The ACCG Plan is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. 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 County Commissioner retains this authority. The ACCG issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained at the County Commissioner's office in Hawkinsville, Georgia or by writing to GEBCorp, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

Benefits - The Plan provides benefits upon retirement, death, disablement, and termination of employment to Plan participants and beneficiaries, if certain eligibility requirements are met. Full time employees with a date of hire prior to January 1, 2009 were eligible to participate on the January 1 following three years of service. Employees are vested after five years of service. No employee hired or rehired on or after January 1, 2009, shall be eligible to participate in the Plan. Participants become eligible to retire at age 65 with five years of service. An employee may elect early retirement at age 60 with ten years of service and three years of plan participation to receive full benefits. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.00% of average annual compensation up to \$6,600 plus 1.50% of average annual compensation in excess of \$6,600 plus \$18 multiplied by years of service to a maximum of 35 years payable as a straight life annuity. Compensation is averaged over five consecutive plan years during the ten plan years preceding the participant's date of retirement or other termination.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

14. RETIREMENT PLANS: (continued)

Plan Membership - As of January 1, 2018, the most recent actuarial valuation date, the Plan membership consisted of the following categories of participants:

Retirees, beneficiaries and disables receiving benefits	16
Terminated plan participants entitled to but not yet receiving benefits	10
Active employees participating in the Plan	<u>14</u>
Total membership in the plan	<u>40</u>

Contributions - The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in the State of Georgia statutes. Section 47-20 of the Georgia Code sets forth the 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 projection of benefits for financial accounting purposes does not explicitly incorporate the potential effects of the legal or contractual funding limitations.

The Georgia Constitution enables the governing authority of the County, the Commissioner, to establish and amend from time to time, the contribution rates for the employer and its plan members.

Effective January 1, 2009, no contributions are required by Participants. The County contributes the entire cost of the Plan, using the actuarial basis described in the annual valuation report. The annual County contribution meets or exceeds the minimum funding requirements of Georgia Statute 47-20.

The County's covered compensation for employees participating in the Plan as of January 1, 2018 was \$522,682. The required contribution for 2018 was \$3,564, which represents 0.68% of the covered payroll. The actual contribution for 2018 was \$3,564, which represents 0.68% of the covered payroll.

Net Pension Liability: Effective January 1, 2016, the County implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27 as well as Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* - an amendment of GASB Statement No. 68, which significantly changed the County's accounting for pension amounts. The information disclosed below is presented in accordance with these standards.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

14. RETIREMENT PLANS: (continued)

Actuarial assumptions - 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. The total pension liability in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	4.00% per year with an age based scale
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table with scale AA projection to year 2018.

The actuarial assumptions used in the January 1, 2018 valuation were based on the results of an actuarial experience study for February 2014.

The Trustees 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 long-term expected rate of return on pension plan investments was determined through a blend of using a building-blocks approach based on 20-year benchmarks (33.33%) and 30-year benchmarks (33.33%), as well as the forward-looking capital market assumptions for a moderate asset allocation (33.34%), as determined by UBS. Expected future rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major class included in the pension plan's target asset allocation as of December 31, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Average 20 Year Return</u>	<u>Weighted 20 Year Return</u>	<u>Average 30 Year Return</u>	<u>Weighted 30 Year Return</u>
Fixed Income	30%	5.60%	1.68%	6.56%	1.97%
Equities:					
Large Cap	30%	7.91%	2.37%	10.22%	3.07%
Mid Cap	5%	11.22%	0.56%	11.53%	0.58%
Small Cap	5%	8.06%	0.40%	9.33%	0.47%
REIT	5%	10.79%	0.54%	10.44%	0.52%
International	15%	4.29%	0.64%	5.73%	0.86%
Multi Cap	5%	8.03%	0.40%	10.14%	0.51%
Global Allocation	5%	4.66%	<u>0.23%</u>	5.98%	<u>0.30%</u>
Weighted Return			<u>6.82%</u>		<u>8.28%</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

14. RETIREMENT PLANS: (continued)

Discount rate - The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made based on the average County contribution made to the Plan over the prior five years. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current Plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate - The following presents the County's net pension liability calculated using the discount rate of 7.00%, 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%) or 1-percentage-point higher (8.00%) than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Net pension liability	\$192,763	\$65,722	\$(46,941)

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued ACCG financial report which is publicly available at www.gebcorp.com.

Changes in the Net Pension Liability - The changes of the components of the net pension liability of the County for the year ended December 31, 2018, were as follows:

	<u>Total Pension Liability (TPL)</u>	<u>Fiduciary Net Position (FNP)</u>	<u>Net Pension Liability (NPL)</u>
Balance at December 31, 2017	\$1,912,315	\$1,848,263	\$ 64,052
Changes for the year:			
Service cost	12,468	- - -	12,468
Interest on total pension liability	133,875	- - -	133,875
Liability experience (gain)/loss	(272,263)	- - -	(272,263)
Assumption change	36,915	- - -	36,915
Employer contributions	- - -	3,564	(3,564)
Net investment income	- - -	(79,372)	79,372
Benefit payments	(131,538)	(131,538)	- - -
Administrative expense	- - -	(6,790)	6,790
Other changes	- - -	(8,077)	8,077
Net changes	<u>(220,543)</u>	<u>(222,213)</u>	<u>1,670</u>
Balance at December 31, 2018	<u>\$1,691,772</u>	<u>\$1,626,050</u>	<u>\$ 65,722</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

14. RETIREMENT PLANS: (continued)

Changes of assumptions - 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 table was changed from RP 2000 combined table with Scale AA projection to year 2017 to RP 2000 combined table with Scale AA projection to year 2018. The investment return assumption was decreased from 7.25% to 7.00%.

Pension expense -

Service cost	\$ 12,468
Interest on TPL	133,875
Amortization of:	
Liability experience (gain)/loss	(121,153)
Change in assumption	46,021
Asset (gain)/loss	44,241
Projected earnings on plan investments	(128,985)
Administration expense	<u>6,790</u>
Total pension expense	<u>\$ (6,743)</u>

Deferred outflows/inflows of resources related to pensions - At December 31, 2018, the County reported deferred outflows/inflows of resources related to the pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 24,077	\$ (102,099)
Changes in assumptions	24,260	- - -
Net difference between projected and actual earning on pension plan investments	<u>202,025</u>	<u>(81,454)</u>
Total deferred outflows/inflows of resources related to pensions	<u>\$250,362</u>	<u>\$ (183,553)</u>

Other amounts reported as deferred outflows/inflows of resources related to pensions will be recognized in pension expense as follows:

Projected recognition of deferred outflows/inflows -

<u>Year</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows Of Resources</u>
2019	\$117,469	\$ (129,251)
2020	46,320	(27,152)
2021	43,287	(27,150)
2022	<u>43,286</u>	<u>- - -</u>
Total projected recognition of deferred outflows	<u>\$250,362</u>	<u>\$ (183,553)</u>

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

14. RETIREMENT PLANS: (continued)

B. DEFINED CONTRIBUTION PLAN:

The County offers its employees a defined contribution money purchase retirement plan in accordance with Internal Revenue Code 401(a). The ACCG 401(a) Defined Contribution Plan for Employees of Pulaski County (401(a) Plan) is a defined contribution plan established by the County Commissioner on December 1, 2008. This plan is administered by GEBCorp. The 401(a) Plan provides benefits at retirement to Pulaski County employees. Plan provisions and contribution requirements are established and may be amended by the County.

Employees are eligible to participate in the 401(a) Plan on their employment date and must work at least 40 hours per week. Employees are not required to contribute to the 401(a) Plan. Participants are fully vested in the County's contributions upon completion of five years of service. Participants are fully vested immediately in their contributions to the 401(a) Plan. The County shall make a basic contribution on behalf of each employee equal to 2.0% of compensation. The County shall make a matching contribution on behalf of each participant to this 401(a) Plan equal to half of the first 4.0% the participant contributes to the Pulaski County 457 Deferred Compensation Plan up to a maximum contribution by the County of 2%. Therefore, an employee who contributes 4% to the Pulaski County 457 Deferred Compensation Plan will receive an additional 2% contribution to this 401(a) Plan.

The County's contributions were calculated using the formula detailed above. Total contributions to the 401(a) Plan for the year ended December 31, 2018, were \$93,784 by the employees and \$89,458 by the County.

C. DEFERRED COMPENSATION PLAN:

The County offers its employees a deferred compensation plan, created in accordance with Internal Revenue Code Section 457, the Pulaski County 457 Deferred Compensation Plan. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Pursuant to changes in Internal Revenue Code Section 457, the plan has been amended to convert the deferred compensation plan to a trust. The plan is administered by GEBCorp. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the trust, established for the exclusive benefit of the participants and their beneficiaries. The County has no liability for these assets and they are not subject to the claims of the County's general creditors. All contributions to this plan are voluntary employee contributions.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

14. RETIREMENT PLANS: (continued)

Discretely Presented Component Unit

A. PULASKI COUNTY BOARD OF HEALTH:

The Pulaski County Board of Health participates in the Employees' Retirement System (ERS) cost-sharing multiple-employer defined benefit pension plan. The amounts recorded in the Statement of Net Position as of June 30, 2018 related to pension are as follows: deferred outflows of resources of \$45,985, net pension liability of \$244,533, and deferred inflows of resources of \$2,872. The detailed disclosures and required supplementary information related to pension are available in the financial statements dated June 30, 2018, which can be obtained from the Pulaski County Board of Health, Lumpkin Street, Hawkinsville, Georgia.

15. SPECIAL FUNDING SITUATION PENSION PLANS:

The following pension plans are all cost-sharing, multiple employer defined benefit plans. The employer contributions are funded by the State of Georgia on behalf of the local County employer. Since the County does not contribute directly to the plans, there is no net pension liability or deferred inflows or outflows to report in the financial statements of the County. GASB Statement No. 68 requires participating employers and nonemployers contributing entities to recognize their proportionate share of collective net pension liability and pension expense. Each plan and fund, including benefit and contribution provisions, was established and can be amended by state law. The basic financial statements for all of the pension plans are prepared on the accrual basis of accounting. Contributions from the employers, nonemployers, and members are recognized when due, based on statutory requirements. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Management has determined the related impact on the County's financial statements to be immaterial.

- A. EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA (ERS)** - The ERS was established and began administering retirement benefits for State of Georgia employees on January 1, 1950, as provided by laws enacted through the Georgia General Assembly. The County's Tax Commissioner is eligible to participate in the ERS. Detailed information about the pension plan's fiduciary net position is available in the separately issued Employees' Retirement System of Georgia financial report at www.ers.ga.gov.
- B. GEORGIA FIREFIGHTERS' PENSION FUND (GFP)** - The GFP was created in 1955 by an Act of the General Assembly for the purpose of providing retirement benefits to qualified firefighters. Detailed information about the pension plan's fiduciary net position is available in the separately issued Georgia Firefighters' Pension Fund financial report at www.gfpf.org.
- C. JUDGES OF THE PROBATE COURTS RETIREMENT FUND OF GEORGIA (JPCRF)** - The JPCRF was created in 1958 by an Act of the General Assembly for the purpose of paying retirement benefits to Probate Judges of the State of Georgia. Detailed information about the pension plan's fiduciary net position is available in the separately issued Employees' Retirement System of Georgia financial report at www.jpc.georgia.gov.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

15. SPECIAL FUNDING SITUATION PENSION PLANS: (continued)

- D. MAGISTRATES RETIREMENT FUND OF GEORGIA (MRF)** - The MRF was created by an Act of the General Assembly on July 1, 2006 for the purpose of paying retirement benefits to the Chief Magistrates of the Magistrate Courts of the State of Georgia. Detailed information about the pension plan's fiduciary net position is available in the separately issued Employees' Retirement System of Georgia financial report at www.mrf.georgia.gov.
- E. PEACE OFFICERS' ANNUITY AND BENEFIT FUND OF GEORGIA (POAB)** - The POAB was created by Act of the General Assembly on February 1, 1950 for the purpose of paying annuities and benefits to the peace officers of the State of Georgia. Detailed information about the pension plan's fiduciary net position is available in the separately issued Employees' Retirement System of Georgia financial report at www.poab.georgia.gov.
- F. SUPERIOR COURT CLERKS' RETIREMENT FUND OF GEORGIA (SCCRF)** - The SCCRF was created in 1952 by an Act of the Georgia General Assembly for the purpose of providing retirement benefits to Clerks of the Superior Courts of Georgia. Detailed information about the pension plan's fiduciary net position is available in the separately issued Employees' Retirement System of Georgia financial report at www.sccrf.com.
- G. SHERIFFS' RETIREMENT FUND OF GEORGIA (SRF)** - The SRF was created by an Act of the Georgia General Assembly in 1963 for the purpose of providing benefits to the elected officials serving in the capacity of Sheriff of the counties of Georgia. Detailed information about the pension plan's fiduciary net position is available in the separately issued Sheriffs' Retirement Fund of Georgia financial report that can be obtained at georgiasheriffs.org.

16. OTHER POSTEMPLOYMENT BENEFIT PLAN:

Discretely Presented Component Unit

A. PULASKI COUNTY BOARD OF HEALTH:

The Pulaski County Board of Health participates in the State OPEB Fund cost-sharing multiple-employer defined benefit postemployment healthcare plan. The amounts recorded in the Statement of Net Position as of June 30, 2018 related to other postemployment benefits are as follows: deferred outflows of resources of \$31,098, net OPEB liability of \$208,988, and deferred inflows of resources of \$18,720. The detailed disclosures and required supplementary information related to OPEB are available in the financial statements dated June 30, 2018, which can be obtained from the Pulaski County Board of Health, Lumpkin Street, Hawkinsville, Georgia.

17. RURAL TRANSPORTATION:

The County currently operates a public transit system in the Pulaski County area. The County received a capital contract for public transportation through the Georgia Department of Transportation (DOT). The Georgia DOT agreed to a matching grant for the costs of operations. Within a given budget limit, the Georgia DOT will pay 80% of the administrative costs and 50% of the net operating costs. These funds paid by the state are pass-thru funds from the federal government.

For 2018, the expenses listed in the schedule of departmental expenditures are considered correct for purposes of reimbursements from the Georgia DOT.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

18. CONDUIT DEBT:

A. PULASKI COUNTY-HAWKINSVILLE DEVELOPMENT AUTHORITY

On September 4, 2003, the Pulaski County-Hawkinsville Development Authority (Authority) issued \$19,500,000 in revenue bonds for the express purpose of financing the acquisition of various health care facilities and operations for Health Systems Facilities, Inc. (HSFI). There were three separate issues: \$17,200,000 for the Elder Care Pharmacy Project, \$1,540,000 for the ECP Distributors Project, and \$760,000 for the Golden Age Nursing Home Project. The bonds will bear interest at a tax exempt rate not to exceed 9.0% per annum and will mature no later than January 1, 2034. The principal outstanding at December 31, 2018 was \$3,714,084. The first payment on the bonds was due January 1, 2004. The bonds were purchased by the former shareholders of Elder Care Pharmacy, ECP Distributors, and Golden Age Nursing Home and all payments will be made directly to these individuals (lenders) by the borrower, HSFI.

On November 28, 2017, the Pulaski County-Hawkinsville Development Authority (Authority) approved issuance of revenue bonds not to exceed \$90,000,000 for the express purpose of financing the expansion of facilities and operations for Hyalus, Inc. (Hollingsworth & Vose - Hyalus Project). Hollingsworth & Vose is both the holder and payor of the bonds. All amounts invested in the project are considered draws of the bond. Total amounts invested/issued as of December 31, 2018 were \$79,303,964. The bonds will bear interest at a tax exempt rate not to exceed 7.0% per annum and will mature no later than December 1, 2029. The principal outstanding at December 31, 2018 was \$79,303,964. The first payment on the bonds will be due December 1, 2020. Debt service will equal amounts provided in the tax abatement schedule as discussed in Note 22.

These bonds shall constitute only a limited obligation of the issuer, the Authority, and shall be payable solely from the amounts received from the Company under the Lease Agreement and any other security specifically pledged therefor and will not constitute a debt or a general obligation or pledge of the faith and credit of the State of Georgia or any political subdivision thereof, including the City of Hawkinsville and Pulaski County, and shall not directly, indirectly, or contingently obligate the State of Georgia or any political subdivision, including the City of Hawkinsville and Pulaski County, to levy or to pledge any form of taxation whatever for the payment thereof. Therefore, no liability has been recorded in the financial statements for this debt.

B. HOSPITAL AUTHORITY OF PULASKI COUNTY

On December 23, 2014, the Hospital Authority of Pulaski County (the Hospital Authority) issued \$5,100,000 in revenue bonds for the express purpose of financing the acquisition and rehabilitation of the Pinewood Manor Nursing Home and Rehabilitation Center. There was one issue in the amount of \$5,100,000 for the Taylor Regional Hospital, Inc. Project. The bonds will bear interest at a tax exempt rate not to exceed 6.0% per annum and will mature no later than January 1, 2044. The principal outstanding at December 31, 2018 was \$4,910,000. The first payment on the bonds was due February 1, 2015.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

18. CONDUIT DEBT: (continued)

These bonds shall constitute only a limited obligation of the issuer, the Hospital Authority, and will be payable solely from the Pledged Revenues to be assigned and pledged to the payment thereof and will not constitute a debt or a general obligation or pledge of the faith and credit of the State of Georgia or any political subdivision thereof, including the County, and will not directly, indirectly, or contingently obligate the State of Georgia or any political subdivision thereof, including the County, to levy or to pledge any form of taxation whatever for the payment thereof. Therefore, no liability has been recorded in the financial statements for this debt.

19. UPPER PAYMENT LIMIT INTERGOVERNMENTAL TRANSFERS -

HOSPITAL AUTHORITY OF PULASKI COUNTY AND TAYLOR REGIONAL HOSPITAL, INC.

During December 2014, the Hospital Authority and Taylor Regional Hospital, Inc. (Taylor Regional) have applied to the State of Georgia for the Upper Payment Limit Rate Adjustments (UPL) payments available with respect to Pinewood Manor Nursing Home and Rehabilitation Center (Pinewood Manor) under the Upper Limit Payment Rate Adjustment program (UPL Program). The Hospital Authority and Taylor Regional have agreed upon a mutually agreeable funding mechanism to fund the Upper Payment Limit Intergovernmental Transfers required in order to qualify for and obtain the UPL Payments under the UPL Program. The Hospital Authority at the request of Taylor Regional will transfer to the State of Georgia Department of Community Health (DCH) certain funds which Taylor Regional has arranged to provide to the Hospital Authority. During 2018, the Hospital Authority received and transferred \$6,311,618 of UPL Payments to the DCH. During 2016, Taylor Regional terminated the funding transfer agreement with the Hospital Authority. A new funding transfer agreement was signed with Pinewood Manor.

20. 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 maintains commercial insurance coverage covering each of these risks of loss other than injuries to employees. The risks of loss for injuries to employees is provided through participation in the Association County Commissioners of Georgia Group Self-Insurance Workers' Compensation Fund (Fund) and Georgia Interlocal Risk Management Agency (GIRMA), public entity risk pools currently operating as common risk management and insurance programs for member local governments. 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 municipalities to form interlocal risk management agencies. GIRMA is a municipal interlocal risk management agency to function as an unincorporated nonprofit instrumentality of its member municipalities. GIRMA 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. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability or loss.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

20. RISK MANAGEMENT: (continued)

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

The liability of the Fund to the employees of the 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. GIRMA members shall be jointly and severally liable for all legal obligations of the pools. Based upon the financial performance of the risk pools, the County may be liable for additional premium assessments to meet any financial deficiencies or be entitled to receive a dividend. The County's risk is constituted by a \$1,000 deductible for each automobile occurrence and a \$2,500 deductible each for all other occurrences.

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 realm of the Worker's 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.

Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded the coverage provided in any of the past three fiscal years.

21. COMMITMENTS AND CONTINGENCIES:

The County has received federal and state grant or loan monies for specific purposes that are subject to review and audit by grantor agencies to ensure compliance with the specific conditions of the grant or loan. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant or loan. Any liability for reimbursement that may arise as a result of these reviews or audits cannot be reasonably determined at this time. Management believes that the amount, if any, would be immaterial.

During 2003, the County entered into an agreement with the City of Hawkinsville, Georgia to establish and maintain an enhanced 911 emergency communications system for the County and the City. The agreement will last for a term of one year and will automatically renew unless terminated. Each party will contribute to the E-911 Fund through cellular and phone line subscriber charges with any additional program costs being shared.

During 2013, the County signed a Boat Ramp Operation and Maintenance Agreement and a Lease for Boat Ramp Construction with the Georgia Department of Natural Resources (DNR). The County will be responsible for maintaining and operating the boat ramp at no charge to the public. The lease will be in effect for 25 years after execution.

**PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

21. COMMITMENTS AND CONTINGENCIES: (continued)

The County entered into an agreement with the City of Hawkinsville, Georgia (City) to consolidate the Sheriff and Police Departments for the County and the City. The agreement began July 1, 2010 and would terminate on June 30, 2013. This agreement shall continue after termination under the same terms unless terminated by either party upon ninety days' written notice. Effective July 1, 2013, the City began paying \$47,858.17 per month.

The County entered into an agreement with the City of Hawkinsville, Georgia (City) to consolidate the fire protection and emergency management services for the County and the City. The agreement began July 1, 2011 and would terminate on June 30, 2015. This agreement shall continue after termination under the same terms unless terminated by either party upon ninety days' written notice. The City began paying the County \$15,158.33 per month beginning July 10, 2011.

The County entered into an equipment lease agreement with ComSouth for the rental of E-911 equipment. The agreement began on October 1, 2012 and shall terminate in September 2017. This agreement shall continue after termination under the same terms unless terminated by either party by June 30 by written notice. The County began paying ComSouth \$5,732 per month beginning October 2012. The lease continued on the same terms until September 2018 when a new lease was signed.

The County entered into an equipment lease agreement with ComSouth for the rental of E-911 equipment. The agreement began on October 1, 2018 and shall terminate in September 2023. This agreement shall continue after termination under the same terms unless terminated by either party by June 30 by written notice. The County will pay ComSouth \$5,350 per month for the first three years and \$4,280 per month for the final two years of the sixty month agreement. The County began paying ComSouth \$5,350 per month beginning October 2018.

The County was awarded a FY 2018 Local Maintenance and Improvement Grant in the amount of \$309,320. The grant requires the County to provide a match with local funds in the amount of \$92,796.

The County was awarded a FY 2019 Local Maintenance and Improvement Grant in the amount of \$315,478. The grant requires the County to provide a match with local funds in the amount of \$94,643.

The County entered into an agreement with the City of Hawkinsville, Georgia (City) for the provision of the services of the Hawkinsville Planning and Zoning Commission to review planning and zoning issues arising outside of the City of Hawkinsville, but within Pulaski County. The agreement began May 5, 2014 and shall terminate on May 5, 2015. This agreement shall continue after termination under the same terms unless terminated by either party upon ninety days' written notice. The County will pay the City at the same rate and in the same amounts as paid by the City to its own Planning and Zoning Board Commission members.

The County entered into an agreement with the City of Hawkinsville for the provision of the adjudication of traffic offenses and other violations in the City of Hawkinsville, Georgia of the State and Municipal Code through the Probate Court and the Superior Court of Pulaski County. The agreement began July 1, 2015 and shall terminate on June 30, 2016. This agreement shall continue after termination under the same terms unless terminated by either party upon ninety days' written notice. The City began paying the County \$1,666.67 per month beginning July 10, 2015.

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

21. COMMITMENTS AND CONTINGENCIES: (continued)

During July 2018, the Hospital Authority of Pulaski County, a discretely presented component unit of the County, signed an affiliation and oversight agreement with Taylor Regional Hospital, Inc. (Hospital). This agreement will allow the Hospital to participate fully in certain intergovernmental funding programs that support indigent care and promote the public health needs of the community.

22. TAX ABATEMENTS:

During the year ended December 31, 2017, the County implemented Governmental Accounting Standards Board Statement No. 77, Tax Abatement Disclosures. This statement requires the County to disclose information for any tax abatement agreements entered into by the County, or agreements entered into by other governments that reduce the County's tax revenues.

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

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

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

PULASKI COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

22. TAX ABATEMENTS: (continued)

During October 2017, the Authority signed an agreement with a local industry which included tax abatements on a leasehold interest held in a local project and Replacement Furnace Assets. The fair market value of leasehold interests is subject to tax using the agreement's rate schedule on the first date on which any part of the project is placed in service, which occurred in 2018. Also, Replacement Furnace Assets will be subject to a separate rate schedule in the first tax year after such Replacement Furnace Assets are placed into service. By meeting community job and community investment goals each year, the industry will continue to be eligible for tax abatements. For the year ended December 31, 2018, the County abated property taxes totaling \$247,083. The rate schedule of the portion of the project that is subject to tax is as follows:

<u>Tax Year</u>	<u>Percentage</u>
2018	0%
2019	0%
2020	10%
2021	20%
2022	30%
2023	40%
2024	50%
2025	60%
2026	70%
2027	80%
2028	90%
2029 and thereafter	100%

23. SUBSEQUENT EVENTS:

Subsequent to year end, the County was awarded a FY 2018 Supplemental Local Maintenance and Improvement Grant in the amount of \$94,000. The grant requires the County to provide a match with local funds in the amount of \$40,285.

24. PRIOR PERIOD ADJUSTMENT - PULASKI COUNTY BOARD OF HEALTH:

During June 2018, the Pulaski County Board of Health, a discretely presented component unit of Pulaski County, Georgia, implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This statement requires employers participating in cost-sharing OPEB plans to report their proportionate share of the plan's net OPEB liability in their statement of net position. Per the requirements of the statement, restatement of beginning net position is required. As such, the beginning net position in the government-wide financial statements has been decreased by \$215,308 to reflect the Pulaski County Board of Health's OPEB related balances as of June 30, 2018.

REQUIRED SUPPLEMENTARY INFORMATION

PULASKI COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION
LIABILITY AND RELATED RATIOS -
ACCG RESTATED PENSION PLAN FOR PULASKI COUNTY EMPLOYEES

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability					
Service cost	\$ 12,468	\$ 9,902	\$ 9,592	\$ 11,835	\$ 11,483
Interest on total pension liability	133,875	126,556	129,516	123,584	122,649
Changes of assumptions	36,915	4,265	37,346	46,520	- - -
Benefit payments, including refunds of employee contributions	(131,538)	(130,208)	(121,665)	(121,665)	(121,665)
Other changes	<u>(272,263)</u>	<u>91,101</u>	<u>29,034</u>	<u>18,809</u>	<u>- - -</u>
Net change in total pension liability	(220,543)	101,616	83,823	79,083	12,467
Total pension liability - beginning	<u>1,912,315</u>	<u>1,810,699</u>	<u>1,726,876</u>	<u>1,647,793</u>	<u>1,635,326</u>
Total pension liability - ending	<u>\$1,691,772</u>	<u>\$1,912,315</u>	<u>\$1,810,699</u>	<u>\$1,726,876</u>	<u>\$1,647,793</u>
Plan fiduciary net position					
Contributions - employer	\$ 3,564	\$ 78,427	\$ 85,279	\$ 73,985	\$ 70,940
Net investment income	(79,372)	259,349	107,677	14,692	113,895
Benefit payments, including refunds of employee contributions	(131,538)	(130,208)	(117,267)	(117,267)	(117,267)
Administrative expense	(6,790)	(5,385)	(9,268)	(6,133)	(6,281)
Other expenses	<u>(8,077)</u>	<u>(9,701)</u>	<u>(9,676)</u>	<u>(9,651)</u>	<u>(9,977)</u>
Net change in fiduciary net position	(222,213)	192,482	56,745	(44,374)	51,310
Plan fiduciary net position - beginning	<u>1,848,263</u>	<u>1,655,781</u>	<u>1,599,036</u>	<u>1,643,410</u>	<u>1,592,100</u>
Plan fiduciary net position - ending	<u>\$1,626,050</u>	<u>\$1,848,263</u>	<u>\$1,655,781</u>	<u>\$1,599,036</u>	<u>\$1,643,410</u>
Net pension liability - ending	<u>\$ 65,722</u>	<u>\$ 64,052</u>	<u>\$ 154,918</u>	<u>\$ 127,840</u>	<u>\$ 4,383</u>
Plan's fiduciary net position as a percentage of the total pension liability	96.12%	96.65%	91.44%	92.60%	99.73%
Covered employee payroll	\$522,682	\$599,411	\$ 665,301	\$ 709,567	\$ 778,283
Net pension liability as a percentage of covered employee payroll	12.57%	10.69%	23.29%	18.02%	0.56%

NOTE: The above information should include 10 years, if available, per GASB Statement No. 68; however, during the transition period, information should be presented for as many years as are available. The year ended December 31, 2014 is the first year that data has been measured in accordance with GASB Statement No. 68.

PULASKI COUNTY, GEORGIA
SCHEDULE OF COUNTY CONTRIBUTIONS -
ACCG RESTATED PENSION PLAN FOR PULASKI COUNTY EMPLOYEES

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 11,032	\$ 78,427	\$ 85,279	\$ 73,985	\$ 70,940
Contributions in relation to the actuarially determined contribution	<u>3,564</u>	<u>78,427</u>	<u>85,279</u>	<u>73,985</u>	<u>70,940</u>
Contribution deficiency (excess)	<u>\$ 7,468</u>	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$ - - -</u>
Covered employee payroll	\$522,682	\$599,411	\$665,301	\$709,567	\$778,283
Contributions as a percentage of covered employee payroll	0.68%	13.08%	12.82%	10.43%	9.11%

NOTE: The above information should include 10 years, if available, per GASB Statement No. 68; however, during the transition period, information should be presented for as many years as are available. The year ended December 31, 2014 is the first year that data has been measured in accordance with GASB Statement No. 68.

PULASKI COUNTY, GEORGIA
NOTES TO SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY -
ACCG RESTATED PENSION PLAN FOR PULASKI COUNTY EMPLOYEES

Valuation Date: Actuarially determined contribution rate was determined as of January 1, 2018, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending December 31, 2018.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Asset valuation method	Smoothed market value with a 5-year smoothing period
Net investment rate of return	7.00%
Projected salary increases	4.00% per year with an age based scale
Cost of living adjustments	0.00%
Retirement age	Age 65 with 5 years of service
Mortality	RP-2000 Combined Mortality Table with scale AA projection to year 2018

See Note 14 for changes in assumptions and benefit changes.

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:				
Taxes	\$4,312,800	\$4,516,083	\$4,809,181	\$293,098
Licenses and permits	17,500	17,500	37,939	20,439
Intergovernmental	300,000	300,000	338,412	38,412
Charges for services	268,939	268,939	235,273	(33,666)
Fines and forfeitures	226,000	226,000	235,321	9,321
Interest	200	200	920	720
Miscellaneous	<u>933,500</u>	<u>933,500</u>	<u>860,110</u>	<u>(73,390)</u>
Total revenues	<u>6,058,939</u>	<u>6,262,222</u>	<u>6,517,156</u>	<u>254,934</u>
EXPENDITURES:				
Current:				
General government	807,225	900,625	900,598	27
Judicial	624,826	644,826	644,743	83
Public safety	2,713,711	2,713,711	2,699,080	14,631
Public works	1,417,167	982,987	936,267	46,720
Health and welfare	398,246	398,246	379,178	19,068
Culture and recreation	30,000	30,000	29,004	996
Community and economic development	103,060	103,060	95,055	8,005
Debt service:				
Principal retirement	200,893	102,893	102,892	1
Interest and finance charges	<u>44,000</u>	<u>44,000</u>	<u>39,871</u>	<u>4,129</u>
Total expenditures	<u>6,339,128</u>	<u>5,920,348</u>	<u>5,826,688</u>	<u>93,660</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(280,189)</u>	<u>341,874</u>	<u>690,468</u>	<u>348,594</u>
OTHER FINANCING SOURCES (USES):				
Capital leases	573,000	- - -	- - -	- - -
Transfers in	- - -	369,717	361,000	(8,717)
Transfers out	<u>(292,811)</u>	<u>(711,591)</u>	<u>(714,861)</u>	<u>(3,270)</u>
Total other financing sources (uses)	<u>280,189</u>	<u>(341,874)</u>	<u>(353,861)</u>	<u>(11,987)</u>
NET CHANGE IN FUND BALANCES	- - -	- - -	336,607	336,607
FUND BALANCE - BEGINNING	<u>1,470,878</u>	<u>1,470,878</u>	<u>1,470,878</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$1,470,878</u>	<u>\$1,470,878</u>	<u>\$1,807,485</u>	<u>\$336,607</u>

See notes to required supplementary information.

PULASKI COUNTY, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018

1. BUDGETARY POLICY:

The budget is prepared by the sole County Commissioner using generally accepted accounting principles. It is presented in an advertised public hearing forum for discussion and published in a local newspaper. The budget for the year ending December 31 is then adopted by a Resolution, as required by generally accepted accounting principles.

Annual budgets are prepared and adopted for the General Fund, Special Revenue Funds, and the Debt Service Fund. Capital Projects Funds are prepared and adopted on a total project or project-length basis rather than on an annual basis.

The legal level of budgetary control is at the department level within individual funds. A Departmental Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual is included as supplemental information. As required by Georgia law, the amount budgeted for specific items or purposes is not required to be utilized for such items or purposes and may be spent by the County Commissioner for other items within the same department for which allocations are originally made.

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS:

No individual major fund had expenditures in excess of appropriations for the year ended December 31, 2018.

SUPPLEMENTARY INFORMATION

PULASKI COUNTY, GEORGIA
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2018

	<u>SPECIAL REVENUE FUNDS</u>				<u>CAPITAL</u>	
				HAWKINSVILLE -	PROJECTS	TOTAL
		PULASKI	CONFISCATED	PULASKI	FUND	NONMAJOR
	<u>E-911</u>	<u>COUNTY LAW</u>	<u>ASSETS</u>	<u>RECREATION</u>	<u>2010</u>	<u>GOVERNMENTAL</u>
		<u>LIBRARY</u>		<u>BOARD</u>	<u>SPLOST</u>	<u>FUNDS</u>
<u>ASSETS</u>						
Cash - financial institutions	\$21,015	\$ - - -	\$- - -	\$27,589	\$ 398	\$49,002
Receivables -						
Accounts	14,767	- - -	- - -	10	- - -	14,777
Prepaid items	1,234	- - -	- - -	- - -	- - -	1,234
Restricted cash	- - -	20,618	2,202	- - -	- - -	22,820
Total assets	<u>\$37,016</u>	<u>\$20,618</u>	<u>\$2,202</u>	<u>\$27,599</u>	<u>\$ 398</u>	<u>\$87,833</u>
<u>LIABILITIES AND FUND BALANCES</u>						
LIABILITIES:						
Accounts payable	\$ 1,925	\$ - - -	\$- - -	\$ 2,297	\$- - -	\$ 4,222
Due to other funds	21,015	- - -	- - -	27,589	- - -	48,604
Unearned revenue	- - -	- - -	- - -	820	- - -	820
Total liabilities	<u>22,940</u>	<u>- - -</u>	<u>- - -</u>	<u>30,706</u>	<u>- - -</u>	<u>53,646</u>
FUND BALANCE (DEFICITS):						
Nonspendable -						
Prepaid items	1,234	- - -	- - -	- - -	- - -	1,234
Restricted for:						
E-911 operations	12,842	- - -	- - -	- - -	- - -	12,842
Law library	- - -	20,618	- - -	- - -	- - -	20,618
Capital projects	- - -	- - -	- - -	- - -	398	398
Public safety	- - -	- - -	2,202	- - -	- - -	2,202
Unassigned -						
Special revenue funds	- - -	- - -	- - -	(3,107)	- - -	(3,107)
Total fund balance (deficits)	<u>14,076</u>	<u>20,618</u>	<u>2,202</u>	<u>(3,107)</u>	<u>398</u>	<u>34,187</u>
Total liabilities and fund						
 balances (deficits)	<u>\$37,016</u>	<u>\$20,618</u>	<u>\$2,202</u>	<u>\$27,599</u>	<u>\$ 398</u>	<u>\$87,833</u>

PULASKI COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2018

	SPECIAL REVENUE FUNDS					
		PULASKI COUNTY LAW LIBRARY	CONFISCATED ASSETS	HAWKINSVILLE- PULASKI COUNTY RECREATION BOARD	CAPITAL PROJECTS FUND 2010 SPLOST	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	E-911					
REVENUES:						
Taxes	\$ 94	\$ - - -	\$- - -	\$ - - -	\$ - - -	\$ 94
Intergovernmental	127,569	- - -	- - -	75,000	2,154	204,723
Charges for services	120,855	11,684	- - -	59,617	- - -	192,156
Fines and forfeitures	- - -	- - -	2,202	- - -	- - -	2,202
Interest	- - -	3	- - -	- - -	118	121
Miscellaneous	- - -	- - -	- - -	12,891	- - -	12,891
Total revenues	<u>248,518</u>	<u>11,687</u>	<u>2,202</u>	<u>147,508</u>	<u>2,272</u>	<u>412,187</u>
EXPENDITURES:						
Current:						
Judicial	- - -	6,511	- - -	- - -	- - -	6,511
Public safety	514,956	- - -	- - -	- - -	- - -	514,956
Culture and recreation	- - -	- - -	- - -	242,730	- - -	242,730
Capital outlay:						
General government	- - -	- - -	- - -	- - -	6,640	6,640
Public safety	- - -	- - -	- - -	- - -	149,775	149,775
Public works	- - -	- - -	- - -	- - -	52,672	52,672
Culture and recreation	- - -	- - -	- - -	- - -	3,000	3,000
Total expenditures	<u>514,956</u>	<u>6,511</u>	<u>- - -</u>	<u>242,730</u>	<u>212,087</u>	<u>976,284</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(266,438)</u>	<u>5,176</u>	<u>2,202</u>	<u>(95,222)</u>	<u>(209,815)</u>	<u>(564,097)</u>
OTHER FINANCING SOURCES (USES):						
Transfers in	452,166	- - -	- - -	262,695	- - -	714,861
Transfers out	<u>(193,000)</u>	<u>- - -</u>	<u>- - -</u>	<u>(168,000)</u>	<u>- - -</u>	<u>(361,000)</u>
Total other financing sources (uses)	<u>259,166</u>	<u>- - -</u>	<u>- - -</u>	<u>94,695</u>	<u>- - -</u>	<u>353,861</u>
NET CHANGE IN FUND BALANCES	<u>(7,272)</u>	<u>5,176</u>	<u>2,202</u>	<u>(527)</u>	<u>(209,815)</u>	<u>(210,236)</u>

PULASKI COUNTY, GEORGIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES -
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2018

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUND 2010 SPLOST	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	<u>E-911</u>	<u>PULASKI COUNTY LAW LIBRARY</u>	<u>CONFISCATED ASSETS</u>	<u>HAWKINSVILLE- PULASKI COUNTY RECREATION BOARD</u>		
NET CHANGE IN FUND BALANCES (from previous page)	\$ (7,272)	\$ 5,176	\$2,202	\$ (527)	\$ (209,815)	\$ (210,236)
FUND BALANCE (DEFICIT) - BEGINNING	<u>21,348</u>	<u>15,442</u>	<u>- - -</u>	<u>(2,580)</u>	<u>210,213</u>	<u>244,423</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$14,076</u>	<u>\$20,618</u>	<u>\$2,202</u>	<u>\$ (3,107)</u>	<u>\$ 398</u>	<u>\$ 34,187</u>

PULASKI COUNTY, GEORGIA
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
 FIDUCIARY FUNDS - AGENCY FUNDS
 DECEMBER 31, 2018

	<u>CLERK OF SUPERIOR COURT</u>	<u>PROBATE JUDGE</u>	<u>MAGISTRATE COURT</u>	<u>SHERIFF</u>	<u>TAX COMMISSIONER</u>	<u>TOTAL AGENCY FUNDS</u>
<u>ASSETS</u>						
Cash - financial institutions	\$55,630	\$68,692	\$4,584	\$2,805	\$317,896	\$449,607
Total assets	<u>\$55,630</u>	<u>\$68,692</u>	<u>\$4,584</u>	<u>\$2,805</u>	<u>\$317,896</u>	<u>\$449,607</u>
<u>LIABILITIES</u>						
Other liabilities	\$24,448	\$13,542	\$4,584	\$2,805	\$ 14,068	\$ 59,447
Funds held in escrow	31,182	55,150	- - -	- - -	- - -	86,332
Due to other governments	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>	<u>303,828</u>	<u>303,828</u>
Total liabilities	<u>\$55,630</u>	<u>\$68,692</u>	<u>\$4,584</u>	<u>\$2,805</u>	<u>\$317,896</u>	<u>\$449,607</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
SPECIAL REVENUE FUND - E-911
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:				
Taxes	\$ - - -	\$ 100	\$ 94	\$ (6)
Intergovernmental	110,000	128,000	127,569	(431)
Charges for services	<u>130,000</u>	<u>130,000</u>	<u>120,855</u>	<u>(9,145)</u>
Total revenues	<u>240,000</u>	<u>258,100</u>	<u>248,518</u>	<u>(9,582)</u>
EXPENDITURES -				
Current -				
Public safety	<u>443,811</u>	<u>515,011</u>	<u>514,956</u>	<u>55</u>
Total expenditures	<u>443,811</u>	<u>515,011</u>	<u>514,956</u>	<u>55</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(203,811)</u>	<u>(256,911)</u>	<u>(266,438)</u>	<u>(9,527)</u>
OTHER FINANCING SOURCES:				
Transfers in	203,811	449,911	452,166	2,255
Transfers out	<u>- - -</u>	<u>(193,000)</u>	<u>(193,000)</u>	<u>- - -</u>
Total other financing sources	<u>203,811</u>	<u>256,911</u>	<u>259,166</u>	<u>2,255</u>
NET CHANGE IN FUND BALANCES	- - -	- - -	(7,272)	(7,272)
FUND BALANCE - BEGINNING	<u>21,348</u>	<u>21,348</u>	<u>21,348</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$ 21,348</u>	<u>\$ 21,348</u>	<u>\$ 14,076</u>	<u>\$ (7,272)</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
SPECIAL REVENUE FUND - PULASKI COUNTY LAW LIBRARY
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:				
Charges for services	\$ 9,900	\$ 9,900	\$11,684	\$1,784
Interest	<u>100</u>	<u>100</u>	<u>3</u>	<u>(97)</u>
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>11,687</u>	<u>1,687</u>
EXPENDITURES -				
Current -				
Judicial	<u>10,000</u>	<u>10,000</u>	<u>6,511</u>	<u>3,489</u>
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>6,511</u>	<u>3,489</u>
NET CHANGE IN FUND BALANCES	- - -	- - -	5,176	5,176
FUND BALANCE - BEGINNING	<u>15,442</u>	<u>15,442</u>	<u>15,442</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$15,442</u>	<u>\$15,442</u>	<u>\$20,618</u>	<u>\$5,176</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
SPECIAL REVENUE FUND - CONFISCATED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES -				
Fines and forfeitures	<u>\$19,500</u>	<u>\$19,500</u>	<u>\$2,202</u>	<u>\$(17,298)</u>
Total revenues	<u>19,500</u>	<u>19,500</u>	<u>2,202</u>	<u>(17,298)</u>
EXPENDITURES -				
Current -				
Public safety	<u>19,500</u>	<u>19,500</u>	<u>- - -</u>	<u>19,500</u>
Total expenditures	<u>19,500</u>	<u>19,500</u>	<u>- - -</u>	<u>19,500</u>
NET CHANGE IN FUND BALANCES	<u>- - -</u>	<u>- - -</u>	<u>2,202</u>	<u>2,202</u>
FUND BALANCE - BEGINNING	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$2,202</u>	<u>\$ 2,202</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUND -
HAWKINSVILLE-PULASKI COUNTY RECREATION BOARD
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:				
Intergovernmental	\$ - - -	\$ - - -	\$ 75,000	\$ 75,000
Charges for services	69,750	69,750	59,617	(10,133)
Miscellaneous	<u>79,300</u>	<u>79,300</u>	<u>12,891</u>	<u>(66,409)</u>
Total revenues	<u>149,050</u>	<u>149,050</u>	<u>147,508</u>	<u>(1,542)</u>
EXPENDITURES -				
Current -				
Culture and recreation	<u>242,323</u>	<u>242,730</u>	<u>242,730</u>	<u>- - -</u>
Total expenditures	<u>242,323</u>	<u>242,730</u>	<u>242,730</u>	<u>- - -</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(93,273)</u>	<u>(93,680)</u>	<u>(95,222)</u>	<u>(1,542)</u>
OTHER FINANCING SOURCES:				
Transfers in	93,273	261,680	262,695	1,015
Transfers out	<u>- - -</u>	<u>(168,000)</u>	<u>(168,000)</u>	<u>- - -</u>
Total other financing sources	<u>93,273</u>	<u>93,680</u>	<u>94,695</u>	<u>1,015</u>
NET CHANGE IN FUND BALANCES	- - -	- - -	(527)	(527)
FUND BALANCE (DEFICIT) - BEGINNING	<u>(2,580)</u>	<u>(2,580)</u>	<u>(2,580)</u>	<u>- - -</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (2,580)</u>	<u>\$ (2,580)</u>	<u>\$ (3,107)</u>	<u>\$ (527)</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
CAPITAL PROJECTS FUND - 2010 SPLOST FUND
FOR THE PERIOD ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL TO DATE</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:				
Taxes	\$7,200,000	\$7,200,000	\$5,319,341	\$ (1,880,659)
Intergovernmental	- - -	50,500	152,679	102,179
Interest	- - -	3,000	2,579	(421)
Miscellaneous	- - -	- - -	23,044	23,044
Total revenues	<u>7,200,000</u>	<u>7,253,500</u>	<u>5,497,643</u>	<u>(1,755,857)</u>
EXPENDITURES:				
Intergovernmental	3,225,000	3,225,000	2,289,880	935,120
Capital outlay:				
General government	100,000	166,500	125,697	40,803
Public safety	1,300,000	1,326,586	1,235,117	91,469
Public works	1,795,000	1,717,000	1,130,353	586,647
Culture and recreation	780,000	795,000	719,540	75,460
Debt service:				
Principal	- - -	90,000	71,838	18,162
Interest	- - -	10,000	2,874	7,126
Total expenditures	<u>7,200,000</u>	<u>7,330,086</u>	<u>5,575,299</u>	<u>1,754,787</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>- - -</u>	<u>(76,586)</u>	<u>(77,656)</u>	<u>(1,070)</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	- - -	15,000	15,000	- - -
Sheriff Department note proceeds	- - -	62,036	62,036	- - -
Transfers in	- - -	- - -	1,462	1,462
Transfers out	- - -	(450)	(444)	6
Total other financing sources (uses)	<u>- - -</u>	<u>76,586</u>	<u>78,054</u>	<u>1,468</u>
NET CHANGE IN FUND BALANCES	<u>- - -</u>	<u>- - -</u>	<u>398</u>	<u>398</u>
FUND BALANCE - BEGINNING	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$ 398</u>	<u>\$ 398</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
CAPITAL PROJECTS FUND - 2017 SPLOST FUND
FOR THE PERIOD ENDED DECEMBER 31, 2018

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL TO DATE</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:				
Taxes	\$6,000,000	\$6,000,000	\$1,687,275	\$ (4,312,725)
Interest	2,500	2,500	374	(2,126)
Miscellaneous	<u>- - -</u>	<u>- - -</u>	<u>2,200</u>	<u>2,200</u>
Total revenues	<u>6,002,500</u>	<u>6,002,500</u>	<u>1,689,849</u>	<u>(4,312,651)</u>
EXPENDITURES:				
Intergovernmental	3,000,000	3,000,000	799,530	2,200,470
Capital outlay:				
General government	275,000	275,000	64,080	210,920
Public safety	825,000	825,000	132,989	692,011
Public works	1,702,600	1,702,600	122,844	1,579,756
Culture and recreation	<u>200,000</u>	<u>200,000</u>	<u>78,233</u>	<u>121,767</u>
Total expenditures	<u>6,002,600</u>	<u>6,002,600</u>	<u>1,197,676</u>	<u>4,804,924</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(100)</u>	<u>(100)</u>	<u>492,173</u>	<u>492,273</u>
OTHER FINANCING SOURCES (USES) -				
Transfers in	<u>100</u>	<u>100</u>	<u>100</u>	<u>- - -</u>
Total other financing sources (uses)	<u>100</u>	<u>100</u>	<u>100</u>	<u>- - -</u>
NET CHANGE IN FUND BALANCES	<u>- - -</u>	<u>- - -</u>	<u>492,273</u>	<u>492,273</u>
FUND BALANCE - BEGINNING	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$ - - -</u>	<u>\$ - - -</u>	<u>\$ 492,273</u>	<u>\$ 492,273</u>

PULASKI COUNTY, GEORGIA
DEPARTMENTAL SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

REVENUES:

Tax Commissioner	\$3,896,862
Local option sales tax	482,747
Insurance premium tax	414,581
Mobile home tax	19,226
Franchise fee tax	34,027
Beer tax	26,717
Real estate transfer tax	17,850
Magistrate Court	11,442
Building permits	24,439
Bank business licenses	14,197
Beer and liquor licenses	13,500
Clerk of Superior Court	58,405
Probate Court	176,859
Sheriff	69,752
Intergovernmental	11,690
Grants	326,722
Reimbursements:	
Landfill expense	17,840
Building expense	18,663
Insurance	25,200
Payroll taxes	5,452
Transit system	28,023
Sheriff	574,298
Fire/EMA	181,900
Municipal court	20,000
Other	2,462
Contributions	2,000
Miscellaneous	17,179
Jail Construction Fund	19,998
Drug Abuse Treatment and Education Fund	4,205
Interest	<u>920</u>
 Total revenues	 <u>\$6,517,156</u>

PULASKI COUNTY, GEORGIA
DEPARTMENTAL SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

EXPENDITURES:

Administrative and general	\$ 347,387
Courthouse building	105,288
Tax Commissioner	191,814
Tax Assessor	169,154
Sheriff and jail	1,961,061
Civil defense	51,753
Public safety building	5,069
Fire department	362,742
Ambulance service	277,769
Roads and bridges	748,348
Environmental protection	184,149
Clerk of Superior Court	206,647
Superior Court	94,888
Probate Court	199,794
Magistrate Court	143,414
Public health	287,350
Department of Family and Children Services (DFACS)	7,200
Multipurpose senior center	18,554
Public library	29,004
Agriculture	53,586
Building inspection	1,726
Rural transportation	66,074
Regional Development Center	10,737
Industrial development	12,500
Coroner	24,986
Registrar	86,955
Other expenditures	16,506
Family Connections	
Capital expenditures:	
Roads and bridges	3,770
Coroner	15,700
Debt service:	
Principal retirement	102,892
Interest and finance charges	<u>39,871</u>
Total expenditures	<u>5,826,688</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>690,468</u>
OTHER FINANCING SOURCES (USES):	
Transfers in	361,000
Transfers out	<u>(714,861)</u>
Total other financing sources (uses)	<u>(353,861)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER (UNDER) EXPENDITURES	336,607
FUND BALANCE - BEGINNING	<u>1,470,878</u>
FUND BALANCE - ENDING	<u><u>\$1,807,485</u></u>

PULASKI COUNTY, GEORGIA
DEPARTMENTAL SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:			
Tax Commissioner	\$3,672,800	\$3,896,862	\$ 224,062
Local option sales tax	453,283	482,747	29,464
Insurance premium tax	415,000	414,581	(419)
Mobile home tax	15,000	19,226	4,226
Franchise fee tax	15,000	34,027	19,027
Beer tax	25,000	26,717	1,717
Real estate transfer tax	6,000	17,850	11,850
Magistrate Court	15,000	11,442	(3,558)
Building permits	10,000	24,439	14,439
Bank business licenses	9,000	14,197	5,197
Beer and liquor licenses	7,500	13,500	6,000
Clerk of Superior Court	71,500	58,405	(13,095)
Probate Court	144,000	176,859	32,859
Sheriff	102,439	69,752	(32,687)
Intergovernmental	12,000	11,690	(310)
Grants	288,000	326,722	38,722
Reimbursements:			
Landfill expense	8,000	17,840	9,840
Building expense	40,000	18,663	(21,337)
Insurance	- - -	25,200	25,200
Payroll taxes	8,000	5,452	(2,548)
Transit system	35,000	28,023	(6,977)
Animal control	500	- - -	(500)
E-911	100,000	- - -	(100,000)
Sheriff	580,000	574,298	(5,702)
Fire/EMA	182,000	181,900	(100)
Municipal court	- - -	20,000	20,000
Building inspection	5,000	- - -	(5,000)
Other	5,000	2,462	(2,538)
Contributions	- - -	2,000	2,000
Miscellaneous	9,000	17,179	8,179
Jail Construction Fund	18,000	19,998	1,998
Drug Abuse Treatment and Education			
Fund	10,000	4,205	(5,795)
Interest	200	920	720
Total revenues	<u>6,262,222</u>	<u>6,517,156</u>	<u>254,934</u>

PULASKI COUNTY, GEORGIA
DEPARTMENTAL SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
EXPENDITURES:			
Administrative and general	\$ 319,135	\$ 347,387	\$ (28,252)
Courthouse building	104,913	105,288	(375)
Tax Commissioner	207,585	191,814	15,771
Tax Assessor	184,392	169,154	15,238
Sheriff and jail	2,042,876	1,961,061	81,815
Civil defense	15,000	51,753	(36,753)
Public safety building	6,500	5,069	1,431
Fire department	334,794	362,742	(27,948)
Ambulance service	287,700	277,769	9,931
Roads and bridges	841,778	748,348	93,430
Environmental protection	140,409	184,149	(43,740)
Clerk of Superior Court	206,485	206,647	(162)
Superior Court	138,200	94,888	43,312
Probate Court	161,528	199,794	(38,266)
Magistrate Court	138,613	143,414	(4,801)
Public health	305,000	287,350	17,650
Department of Family and Children Services (DFACS)	7,200	7,200	- - -
Multipurpose senior center	18,700	18,554	146
Public library	30,000	29,004	996
Agriculture	47,295	53,586	(6,291)
Building inspection	2,150	1,726	424
Rural transportation	67,346	66,074	1,272
Regional Development	10,000	10,737	(737)
Industrial development	12,500	12,500	- - -
Coroner	16,841	24,986	(8,145)
Registrar	82,100	86,955	(4,855)
Other expenditures	31,115	16,506	14,609
Capital expenditures:			
Courthouse building	2,500	- - -	2,500
Sheriff and jail	10,000	- - -	10,000
Roads and bridges	800	3,770	(2,970)
Coroner	- - -	15,700	(15,700)
Debt service:			
Principal retirement	102,893	102,892	1
Interest and finance charges	<u>44,000</u>	<u>39,871</u>	<u>4,129</u>
Total expenditures	<u>5,920,348</u>	<u>5,826,688</u>	<u>93,660</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 341,874</u>	<u>\$ 690,468</u>	<u>\$348,594</u>

PULASKI COUNTY, GEORGIA
DEPARTMENTAL SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES (from previous page)	\$ 341,874	\$ 690,468	\$348,594
OTHER FINANCING SOURCES (USES):			
Transfers in	369,717	361,000	(8,717)
Transfers out	<u>(711,591)</u>	<u>(714,861)</u>	<u>(3,270)</u>
Total other financing sources (uses)	<u>(341,874)</u>	<u>(353,861)</u>	<u>(11,987)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER (UNDER) EXPENDITURES	- - -	336,607	336,607
FUND BALANCE - BEGINNING	<u>1,470,878</u>	<u>1,470,878</u>	<u>- - -</u>
FUND BALANCE - ENDING	<u>\$1,470,878</u>	<u>\$1,807,485</u>	<u>\$336,607</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF DEPARTMENTAL EXPENDITURES -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

ADMINISTRATIVE AND GENERAL:

Salaries	\$150,508
Supplies	9,710
Telephone and utilities	22,573
Travel	10,838
Dues and subscriptions	5,152
Repairs and maintenance	8,247
Insurance and bonding	29,029
Legal and audit	80,221
Payroll taxes	11,292
Retirement	5,261
Office equipment leases	5,731
Miscellaneous	<u>8,825</u>

Total	<u>347,387</u>
-------	----------------

COURTHOUSE BUILDING:

Salaries	29,844
Supplies	10,378
Telephone and utilities	24,789
Repairs and maintenance	27,210
Insurance	6,218
Payroll taxes	2,155
Retirement	951
Uniforms	50
Miscellaneous	<u>3,693</u>

Total	<u>105,288</u>
-------	----------------

TAX COMMISSIONER:

Salaries	129,995
Supplies	10,522
Telephone	4,032
Travel	2,261
Repairs and maintenance	10,590
Insurance	4,180
Legal advertising	2,070
Payroll taxes	9,917
Retirement	5,154
Office equipment leases	1,140
Miscellaneous	<u>11,953</u>

Total	<u>191,814</u>
-------	----------------

TAX ASSESSOR:

Salaries	101,640
Supplies	7,219
Telephone	1,658
Travel	7,006
Repair and Maintenance	4,586
Insurance	12,108
Payroll taxes	7,399
Retirement	3,601
Fees Board of Equalization	7,850
Reevaluation	4,645
Legal services	378
Miscellaneous	<u>11,064</u>

Total	<u>169,154</u>
-------	----------------

PULASKI COUNTY, GEORGIA
SCHEDULE OF DEPARTMENTAL EXPENDITURES -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

SHERIFF AND JAIL:

Salaries	\$1,166,093
Supplies	18,613
Supplies (Jail)	20,067
Telephone	19,493
Utilities (Jail)	67,612
Travel	79,299
Dues and subscriptions	20,732
Repairs and maintenance	86,915
Insurance and bonding	175,868
Payroll taxes	85,282
Retirement	36,153
Board of prisoners	107,422
Medical - prisoners	60,198
Uniforms	9,423
Rent - equipment	2,006
Miscellaneous	<u>5,885</u>
Total	<u>1,961,061</u>

CIVIL DEFENSE -

Animal control	<u>51,753</u>
Total	<u>51,753</u>

PUBLIC SAFETY BUILDING:

Telephone and utilities	4,110
Miscellaneous	<u>959</u>
Total	<u>5,069</u>

FIRE DEPARTMENT:

Salaries	209,845
Supplies	11,455
Utilities	30,486
Travel	6,898
Repairs and maintenance	24,955
Insurance	48,525
Payroll taxes	14,343
Retirement	7,008
Services	8,130
Uniforms	1,059
Miscellaneous	<u>38</u>
Total	<u>362,742</u>

AMBULANCE SERVICE:

Appropriation	275,004
Insurance	<u>2,765</u>
Total	<u>277,769</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF DEPARTMENTAL EXPENDITURES -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

ROADS AND BRIDGES:

Salaries	\$229,152
Supplies and small hand tools	17,042
Telephone and utilities	13,576
Dues and subscriptions	32
Repairs and maintenance	314,948
Insurance	43,214
Payroll taxes	17,399
Retirement	6,313
Construction materials	14,197
Gas, oil, and grease	69,270
Vehicle	5,963
Uniforms	368
Rent equipment	1,203
Roadside spraying	15,430
Miscellaneous	<u>241</u>
Total	<u>748,348</u>

ENVIRONMENTAL PROTECTION:

Salaries	36,979
Supplies	469
Telephone and utilities	3,621
Repairs and maintenance	38
Insurance	1,727
Payroll taxes	2,885
Solid waste fees	116,688
Groundwater	20,022
Miscellaneous	<u>1,720</u>
Total	<u>184,149</u>

CLERK OF SUPERIOR COURT:

Salaries	147,775
Supplies	9,663
Telephone	3,469
Travel	3,170
Repairs and maintenance	9,652
Insurance and bonding	8,919
Payroll taxes	10,774
Retirement	5,312
Office equipment leases	2,006
Miscellaneous	<u>5,907</u>
Total	<u>206,647</u>

SUPERIOR COURT:

Telephone	1,090
Jury and Bailiff Script	13,056
Court appointed attorney	<u>80,742</u>
Total	<u>94,888</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF DEPARTMENTAL EXPENDITURES -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

PROBATE COURT:

Salaries	\$136,964
Supplies	3,195
Telephone	3,058
Travel	2,956
Repairs and maintenance	7,326
Insurance and bonding	15,579
Payroll taxes	10,128
Retirement	2,290
Election	10,666
Miscellaneous	<u>7,632</u>
Total	<u>199,794</u>

MAGISTRATE COURT:

Salaries	109,855
Supplies	766
Telephone	1,889
Travel	1,410
Repairs and maintenance	5,811
Insurance and bonding	11,252
Payroll taxes	7,233
Retirement	4,394
Miscellaneous	<u>804</u>
Total	<u>143,414</u>

PUBLIC HEALTH:

Appropriation	62,000
Repairs and maintenance	274
Mental health clinic	5,577
Burials	1,200
Indigent care - Taylor Regional Hospital	<u>218,299</u>
Total	<u>287,350</u>

DEPARTMENT OF FAMILY AND CHILDREN SERVICES:

Appropriation	2,400
Child welfare	<u>4,800</u>
Total	<u>7,200</u>

MULTIPURPOSE SENIOR CENTER:

Appropriation	7,200
Utilities	8,827
Repairs and maintenance	1,584
Insurance	<u>943</u>
Total	<u>18,554</u>

PUBLIC LIBRARY:

Appropriation	28,008
Repairs and maintenance	<u>996</u>
Total	<u>29,004</u>

PULASKI COUNTY, GEORGIA
SCHEDULE OF DEPARTMENTAL EXPENDITURES -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

AGRICULTURE:

Salaries	\$28,305
Supplies	321
Telephone	3,620
Travel	4,359
Repairs and maintenance	1,448
Insurance	184
Payroll taxes	2,208
Retirement program	5,489
4-H program supplement	1,200
Office equipment leases	2,538
Miscellaneous	<u>3,914</u>

Total	<u>53,586</u>
-------	---------------

BUILDING INSPECTION:

Telephone	453
Miscellaneous	<u>1,273</u>

Total	<u>1,726</u>
-------	--------------

RURAL TRANSPORTATION:

Salaries	22,072
Supplies	295
Repairs and maintenance	1,827
Insurance	9,387
Payroll taxes	1,563
Retirement	834
Fuel and oil	4,407
Supplements	24,894
Miscellaneous	<u>795</u>

Total	<u>66,074</u>
-------	---------------

REGIONAL DEVELOPMENT - Dues	<u>10,737</u>
-----------------------------	---------------

INDUSTRIAL DEVELOPMENT - Archway project	<u>12,500</u>
--	---------------

CORONER:

Salaries	3,151
Supplies	937
Telephone	300
Repairs and maintenance	1,319
Payroll taxes	241
Inquest	17,538
Miscellaneous	<u>1,500</u>

Total	<u>24,986</u>
-------	---------------

REGISTRAR:

Salaries	60,202
Supplies	3,480
Telephone	1,286
Travel	462
Repairs and maintenance	1,464
Insurance	233
Payroll taxes	4,450
Miscellaneous	<u>15,378</u>

Total	<u>86,955</u>
-------	---------------

PULASKI COUNTY, GEORGIA
SCHEDULE OF DEPARTMENTAL EXPENDITURES -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

OTHER DISBURSEMENTS:

Airport	\$ 1,766
Natural resources	<u>14,740</u>

Total	<u>16,506</u>
-------	---------------

CAPITAL EXPENDITURES:

Roads and bridges	3,770
Coroner	<u>15,700</u>

Total	<u>19,470</u>
-------	---------------

DEBT SERVICE:

Principal retirements	102,892
Interest and finance charges	<u>39,871</u>

Total	<u>142,763</u>
-------	----------------

Total expenditures	<u><u>\$5,826,688</u></u>
--------------------	---------------------------

SCHEDULES TO MEET REGULATORY REQUIREMENTS

SCHEDULE OF PROJECTS - SPLOST

PULASKI COUNTY, GEORGIA
SCHEDULE OF PROJECTS - 2010 SPLOST
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>Original Estimated Cost</u>	<u>Expenditures</u> <u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	<u>Total</u>	<u>Estimated Percentage of Completion</u>
Fire Department facilities and equipment	\$1,000,000	\$ 663,448	\$149,775	\$ 813,223	81.32%
Various Department vehicles	450,000	475,345	- - -	475,345	105.63%
Road construction and improvements	1,200,000	649,141	52,672	701,813	58.48%
Library parking lot	30,000	41,525	- - -	41,525	138.42%
County building renovations	75,000	92,124	6,640	98,764	131.69%
Road Department relocation	470,000	221,253	- - -	221,253	47.08%
Recreation Board facilities	375,000	338,139	1,500	339,639	90.57%
Recreation Board facilities - City of Hawkinsville, Georgia	375,000	338,138	1,500	339,638	90.57%
Intergovernmental - City of Hawkinsville, Georgia	<u>3,225,000</u>	<u>2,289,880</u>	<u>- - -</u>	<u>2,289,880</u>	71.00%
Totals	<u>\$7,200,000</u>	<u>\$5,108,993</u>	<u>\$212,087</u>	<u>\$5,321,080</u>	

NOTE: The County serves as fiscal agent for the distribution of the City of Hawkinsville's Recreation Board SPLOST proceeds in accordance with an intergovernmental agreement. Accordingly, all expenditures are shown as culture and recreation expenditures on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.

PULASKI COUNTY, GEORGIA
SCHEDULE OF PROJECTS - 2017 SPLOST
FOR THE YEAR ENDED DECEMBER 31, 2018

	<u>Original Estimated Cost</u>	<u>Expenditures</u> <u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	<u>Total</u>	<u>Estimated Percentage of Completion</u>
Buildings	\$ 275,000	\$ 26,152	\$ 37,928	\$ 64,080	23.30%
Roads and bridges	1,700,000	10,500	112,344	122,844	7.23%
Sheriff vehicles and equipment	325,000	64,522	26,500	91,022	28.01%
Fire Department	500,000	- - -	41,967	41,967	8.39%
Recreation Board	200,000	11,478	66,755	78,233	39.12%
Intergovernmental - City of Hawkinsville, Georgia	<u>3,000,000</u>	<u>314,861</u>	<u>484,669</u>	<u>799,530</u>	26.65%
Totals	<u>\$6,000,000</u>	<u>\$427,513</u>	<u>\$770,163</u>	<u>\$1,197,676</u>	

PULASKI COUNTY, GEORGIA

Certification of 9-1-1 Expenditures

For the Year Ended DECEMBER 31, 2018

Line No.	O.C.G.A. Reference:	
1		Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):
		<input checked="" type="checkbox"/> Special Revenue Fund <input type="checkbox"/> Enterprise Fund
		Expenditures (UCOA Activity 3800)
2	46-5-134(e)	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)
		_____ \$ _____
		_____ \$ _____
		_____ \$ _____
3		Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:
3a	46-5-134(f)(1)(A)	Lease costs \$ _____
3b	46-5-134(f)(1)(A)	Purchase costs \$ _____
3c	46-5-134(f)(1)(A)	Maintenance costs \$ _____
4	46-5-134(f)(1)(B)	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges \$ _____
5		Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system and employees who work as directors as defined in O.C.G.A. §46-5-138.2
5a	46-5-134(f)(1)(C)	Salaries and wages \$ 311,684
5b	46-5-134(f)(1)(C)	Employee benefits \$ 72,578
6	46-5-134(f)(1)(D)	Cost of training of employees who work as dispatchers or directors \$ 3,173
7	46-5-134(f)(1)(E)	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services \$ 2,731
8		Building used as a public safety answering point:
8a	46-5-134(f)(1)(F)	Lease costs \$ _____
8b	46-5-134(f)(1)(F)	Purchase costs \$ _____
9		Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems and automatic vehicle location systems:
9a	46-5-134(f)(1)(G)	Lease costs \$ 68,784
9b	46-5-134(f)(1)(G)	Purchase costs \$ _____
9c	46-5-134(f)(1)(G)	Maintenance costs \$ 8,350

PULASKI COUNTY, GEORGIA

Certification of 9-1-1 Expenditures

For the Year Ended DECEMBER 31, 2018

Line No.		O.C.G.A. Reference:	
10	Supplies directly related to providing emergency 9-1-1 system services, including the cost of printing emergency 9-1-1 public education materials	46-5-134(f)(1)(H)	\$ _____
11	Logging recorders used at a public safety answering point to record telephone and radio traffic:		
11a	Lease costs	46-5-134(f)(1)(I)	\$ _____
11b	Purchase costs	46-5-134(f)(1)(I)	\$ _____
11c	Maintenance costs	46-5-134(f)(1)(I)	\$ _____
12	Insurance purchased to insure against risks and liability in the operation and maintenance of the 9-1-1 system on behalf of the local government or on behalf of employees hired by the local government solely for the operation and maintenance of the 9-1-1 system and employees who work as directors	46-5-134(f)(2)(B)(i)	\$ 5,330
13	Mobile communications vehicle and equipment, if the primary purpose and designation of such vehicle is to function as a backup 9-1-1 system center		
13a	Lease costs	46-5-134(f)(2)(B)(ii)	\$ _____
13b	Purchase costs	46-5-134(f)(2)(B)(ii)	\$ _____
13c	Maintenance costs	46-5-134(f)(2)(B)(ii)	\$ _____
14	Allocation of indirect costs associated with supporting the 9-1-1 system center and operations as identified and outlined in an indirect cost allocation plan approved by the local governing authority that is consistent with the costs allocated within the local government to both governmental and business-type activities	46-5-134(f)(2)(B)(iii)	\$ _____
15	Mobile public safety voice and data equipment, geo-targeted text messaging alert systems, or towers necessary to carry out the function of 9-1-1 system operations		
15a	Lease costs	46-5-134(f)(2)(B)(iv)	\$ _____
15b	Purchase costs	46-5-134(f)(2)(B)(iv)	\$ _____
15c	Maintenance costs	46-5-134(f)(2)(B)(iv)	\$ _____
16	Public safety voice and data communications systems located in the 9-1-1 system facility that further the legislative intent of providing the highest level of emergency response service on a local, regional, and state-wide basis, including equipment and associated hardware and software that supports the use of public safety wireless voice and data communication systems		
16a	Lease costs	46-5-134(f)(2)(B)(v)	\$ _____
16b	Purchase costs	46-5-134(f)(2)(B)(v)	\$ _____
16c	Maintenance costs	46-5-134(f)(2)(B)(v)	\$ _____

PULASKI COUNTY, GEORGIA

Certification of 9-1-1 Expenditures

For the Year Ended DECEMBER 31, 2018

Line
No.

O.C.G.A.
Reference:

- 17 Other expenditures not included in Lines 2 through 16 above.
Identify by object and purpose.

Utilities	\$ 23,086
Maintenance	\$ 18,794
Supplies	\$ 95
Miscellaneous	\$ 351
	\$
	\$
	\$
	\$

- 18 Total Expenditures (total of all amounts reported on Lines 2 through 17 above) \$ 514,956

Certification of Local Government Officials

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

Signature of Chief Elected Official Jenna S. Mashburn Date 8/8/2019

Print Name of Chief Elected Official Jenna S. Mashburn

Title of Chief Elected Official Sole Commissioner

Signature of Chief Financial Officer Molly Teutsch Date 8/8/2019

Print Name of Chief Financial Officer Molly Teutsch

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*

D. M. Vickers & Assoc., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

DON M. VICKERS, CPA (1931-1989)
LARRY E. GARRETT, CPA
DENNIS M. VICKERS, CPA
C. LEE WEST JR., CPA

139 BROAD STREET
P.O. BOX 239
HAWKINSVILLE, GEORGIA 31036
(478) 783-4091

Internet
www.dmvickers.com
Telecopier
(478) 783-2430

**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**

To the County Commissioner
Pulaski County, 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 Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pulaski County, Georgia, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise Pulaski County, Georgia's basic financial statements and have issued our report thereon dated August 8, 2019. Our report includes a reference to other auditors who audited the financial statements of the Pulaski County Board of Health, as described in our report on Pulaski County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Pulaski 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 Pulaski County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Pulaski 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. We did identify two deficiencies in internal control, described in the accompanying schedule of findings and responses as item numbers 2018-1 and 2018-2 that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Pulaski 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Pulaski County, Georgia's Response to Findings

Pulaski County, Georgia's response to the findings in our audit is described in the accompanying schedule of findings and responses. Pulaski County, Georgia's response was not subjected 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.

L. M. Vickers & Associates, P.C.

August 8, 2019

**PULASKI COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2018**

FINDINGS - FINANCIAL STATEMENT AUDIT

2018-1 Segregation of Duties

Condition: There is not appropriate segregation of duties between initiation, authorization, recording, processing, and reconciliation of cash accounts and other operational functions in the various funds and agencies possessed by the County.

Criteria: Internal controls should be in place which provide reasonable assurance that an individual cannot misappropriate funds without such actions being detected during the normal course of business.

Effect: Failure to properly segregate duties between recording, distribution, and reconciliation of accounts can lead to misappropriation of funds that is not detected during the normal course of business.

Recommendation: The duties of recording, distribution, and reconciliation should be segregated between employees.

Response: The Commissioner concurs with the recommendation. Due to the size of the County's staff, this condition can not be totally addressed; however, this condition is minimized due to the Commissioner's involvement and the involvement of the elected officials of the agency fund offices.

2018-2 Inadequate Controls over Financial Reporting

Condition: The County did not record items consistently and per the Uniform Chart of Accounts. The County failed to record multiple receipts and expenditures into the accounting system. Also, the County failed to ensure that reconciliations agreed to the General Ledger.

Criteria: Governmental Accounting Standards require financial reporting that should be understandable, reliable, relevant, timely, consistent and comparable. Financial reporting should assist in fulfilling the government's duty to be publicly accountable.

Effect: The County failed to consistently record financial information in the accounting system which could lead to incomplete and inaccurate financial reporting.

Recommendation: The County needs to develop procedures to ensure that all activity is recorded into the accounting system in accordance with the Uniform Chart of Accounts on a consistent basis. Also, the County should develop a review process to ensure that reconciliations agree to the General Ledger.

Response: The Commissioner concurs with the recommendation. The County will develop procedures to ensure that all activity is recorded into the accounting system consistently in accordance with the Uniform Chart of Accounts. The County will also develop a review process to ensure agreement of reconciliations to the General Ledger.