

CALHOUN COUNTY, GEORGIA
Morgan, Georgia

Financial Statements
and Supplemental Information

For the Fiscal Year Ended
December 31, 2020

And

Independent Auditor's Report

**CALHOUN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2020**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Calhoun 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 Calhoun County, Georgia, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Calhoun County Board of Health, which represent 100% of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Calhoun 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, 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 the Calhoun County, Georgia, as of December 31, 2020, 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.

Change in Accounting Principle

As discussed in Note 8 to the financial statements, in 2020 the County adopted new accounting guidance, GASBS No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 47-48 and the pension plan and OPEB schedules of the Calhoun County Board of Health on pages 49-57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during the 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.

Management 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 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 Calhoun County, Georgia's basic financial statements. The individual major fund, combining and individual non-major fund, and other supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual major fund, combining and individual non-major fund, and supplementary schedules are the responsibility of management and were derived and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements

themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual major fund, combining and individual non-major fund, and supplementary schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2021 on our consideration of Calhoun County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Calhoun County, Georgia's internal control over financial reporting and compliance.

/s/ Brown & McDaniel, CPAs

Albany, Georgia
October 7, 2021

CALHOUN, COUNTY
STATEMENT OF NET POSITION
AS OF DECEMBER 31, 2020

| | Primary Government | | | Component Unit |
|---|-------------------------|--------------------------|---------------------|-------------------|
| | Governmental Activities | Business-Type Activities | Total | Board of Health |
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 3,644,853 | \$ - | \$ 3,644,853 | \$ 295,085 |
| Taxes Receivable | 351,392 | - | 351,392 | - |
| Accounts Receivable | 70,928 | - | 70,928 | 28,583 |
| Due from State Government | - | - | - | 34,067 |
| Capital Assets - Not Being Depreciated | 135,816 | - | 135,816 | - |
| Capital Assets, Net of Accumulated Depreciation | 4,118,967 | - | 4,118,967 | 14,181 |
| Total Assets | 8,321,956 | - | 8,321,956 | 371,916 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | |
| Pension and OPEB Related Items | - | - | - | 44,246 |
| LIABILITIES | | | | |
| Accounts Payable | 152,585 | - | 152,585 | 17,958 |
| Compensated Absences Payable | - | - | - | 981 |
| Accrued Liabilities | 2,430 | - | 2,430 | - |
| Escrow Funds | 16,344 | - | 16,344 | - |
| Non-current Liabilities: | | | | |
| Due Within One Year | 204,694 | - | 204,694 | - |
| Due In More Than One Year | 192,103 | - | 192,103 | 8,832 |
| Net Pension Liability | - | - | - | 120,495 |
| Net OPEB Liability | - | - | - | 26,759 |
| Total Liabilities | 568,156 | - | 568,156 | 175,025 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Pension and OPEB Related Items | - | - | - | 84,256 |
| NET POSITION | | | | |
| Net Investment in Capital Assets | 3,857,986 | - | 3,857,986 | 14,181 |
| Restricted: | | | | |
| Special Revenue Purposes | 254,714 | - | 254,714 | 142,700 |
| Capital Projects | 375,710 | - | 375,710 | - |
| Unrestricted | 3,265,390 | - | 3,265,390 | - |
| Total Net Position | \$ 7,753,800 | \$ - | \$ 7,753,800 | \$ 156,881 |

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

CALHOUN COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

| <u>Function/Programs</u> | Program Revenues | | | |
|--------------------------------|-------------------------|---|---|------|
| | Expenses | Fees, Fines Charges for Services | Operating Grants and Contributions | |
| Primary Government: | | | | |
| Governmental Activities: | | | | |
| General Government | \$ 1,082,551 | \$ 62,097 | \$ - | \$ - |
| Judicial | 406,820 | 103,217 | - | - |
| Public Safety | 923,230 | 131,291 | 20,205 | - |
| Public Works | 802,048 | 28,983 | 618,530 | - |
| Health and Welfare | 831,097 | 274,456 | 144,717 | - |
| Housing and Development | 61,155 | - | - | - |
| Interest on Long-Term Debt | 10,719 | - | - | - |
| Total Governmental Activities | 4,117,620 | 600,044 | 783,452 | - |
| Business-Type Activities: | | | | |
| Total Business-Type Activities | - | - | - | - |
| Total Primary Government | 4,117,620 | 600,044 | 783,452 | - |
| Component Unit: | | | | |
| Board of Health | 252,522 | 65,910 | 252,770 | - |
| Total Component Units | \$ 252,522 | \$ 65,910 | \$ 252,770 | \$ - |

General Revenues:

Taxes:

Property Taxes

Local Option Sales Taxes

Special Purpose Local Option Sales Tax

Transportation SPLOST

Alcoholic Beverage Taxes

Insurance Premiums Tax

Railroad Equipment Tax

Real Estate Transfer Tax

Gain on Disposal of Capital Assets

Miscellaneous

Total General Revenues

Change in Net Position

Net Position - Beginning of Year

Net Position - End of Year

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

**CALHOUN COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020**

| Net (Expense) Revenue and Changes in Net Position | | | |
|--|-------------------------------------|---------------------|---------------------------|
| Governmental Activities | Business-Type Activities | Total | Component Unit |
| \$ (1,020,454) | \$ - | \$ (1,020,454) | \$ - |
| (303,603) | - | (303,603) | - |
| (771,734) | - | (771,734) | - |
| (154,535) | - | (154,535) | - |
| (411,924) | - | (411,924) | - |
| (61,155) | - | (61,155) | - |
| (10,719) | - | (10,719) | - |
| <u>(2,734,124)</u> | <u>-</u> | <u>(2,734,124)</u> | <u>-</u> |
| - | - | - | - |
| <u>(2,734,124)</u> | <u>-</u> | <u>(2,734,124)</u> | <u>-</u> |
| - | - | - | 66,158 |
| - | - | - | 66,158 |
| 2,417,894 | - | 2,417,894 | - |
| 290,256 | - | 290,256 | - |
| 463,329 | - | 463,329 | - |
| 421,857 | - | 421,857 | - |
| 1,948 | - | 1,948 | - |
| 116,813 | - | 116,813 | - |
| 32,372 | - | 32,372 | - |
| 5,887 | - | 5,887 | - |
| 20,515 | - | 20,515 | - |
| 47,561 | - | 47,561 | - |
| <u>3,818,432</u> | <u>-</u> | <u>3,818,432</u> | <u>-</u> |
| 1,084,308 | - | 1,084,308 | 66,158 |
| <u>6,669,492</u> | <u>-</u> | <u>6,669,492</u> | <u>90,723</u> |
| <u>\$ 7,753,800</u> | <u>\$ -</u> | <u>\$ 7,753,800</u> | <u>\$ 156,881</u> |

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

**CALHOUN COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2020**

| | Major Funds | | | | Total Governmental Funds |
|--|-------------------------|---|--|---|---|
| | General Fund | SPLOST Capital Projects Fund | TSPLOST Capital Projects Fund | Other Governmental Funds | |
| ASSETS | | | | | |
| Cash and Cash Equivalents | \$ 3,053,321 | \$ 193,661 | \$ 151,770 | \$ 246,101 | \$ 3,644,853 |
| Taxes Receivable | 265,617 | 44,634 | 41,141 | - | 351,392 |
| Accounts Receivable | 58,605 | - | - | 12,323 | 70,928 |
| Total Assets | 3,377,543 | 238,295 | 192,911 | 258,424 | 4,067,173 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | 93,379 | 37,344 | 18,152 | 3,710 | 152,585 |
| Accrued Liabilities | 2,430 | - | - | - | 2,430 |
| Escrow Funds | 16,344 | - | - | - | 16,344 |
| Total Liabilities | 112,153 | 37,344 | 18,152 | 3,710 | 171,359 |
| Deferred Inflows of Resources: | | | | | |
| Unavailable Revenue: | | | | | |
| Property Tax | 148,060 | - | - | - | 148,060 |
| Fund Balances: | | | | | |
| Restricted | - | 200,951 | 174,759 | 254,714 | 630,424 |
| Unassigned | 3,117,330 | - | - | - | 3,117,330 |
| Total Fund Balances | 3,117,330 | 200,951 | 174,759 | 254,714 | 3,747,754 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 3,377,543 | \$ 238,295 | \$ 192,911 | \$ 258,424 | |

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

| | |
|---|---------------------|
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds | 4,254,783 |
| Deferred inflows of resources are not available to pay for current period expenditures and are deferred in the funds | 148,060 |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds | (396,797) |
| Net Position of Governmental Activities | <u>\$ 7,753,800</u> |

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| | Major Funds | | | | Total Governmental Funds |
|--|-------------------------|---|--|---|---|
| | General Fund | SPLOST Capital Projects Fund | TSPLOST Capital Projects Fund | Other Governmental Funds | |
| REVENUES | | | | | |
| Taxes | \$ 2,842,747 | \$ 463,329 | \$ 421,857 | \$ - | \$ 3,727,933 |
| Licenses and Permits | 14,322 | - | - | - | 14,322 |
| Fines and Forfeitures | 66,406 | - | - | 7,432 | 73,838 |
| Charges for Services | 322,251 | - | - | 101,926 | 424,177 |
| Intergovernmental | 757,555 | 12,920 | - | - | 770,475 |
| Contributions and Donations from Private Sources | 2,250 | - | - | - | 2,250 |
| Miscellaneous | 122,661 | - | - | 12,607 | 135,268 |
| Total Revenues | 4,128,192 | 476,249 | 421,857 | 121,965 | 5,148,263 |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| General Government | 993,827 | - | - | - | 993,827 |
| Judicial | 404,317 | - | - | - | 404,317 |
| Public Safety | 911,466 | - | - | 5,534 | 917,000 |
| Public Works | 1,200,350 | 191,021 | 85,273 | - | 1,476,644 |
| Health and Welfare | 638,836 | - | - | 146,250 | 785,086 |
| Housing and Development | 61,155 | - | - | - | 61,155 |
| Capital Outlay | - | 36,515 | 355,942 | - | 392,457 |
| Debt Service: | | | | | |
| Principal | 25,072 | 49,780 | 9,474 | - | 84,326 |
| Interest and Other Charges | 6,666 | 3,527 | 526 | - | 10,719 |
| Intergovernmental | - | 115,833 | 105,464 | - | 221,297 |
| Total Expenditures | 4,241,689 | 396,676 | 556,679 | 151,784 | 5,346,828 |
| Excess (Deficiency) of Revenues Over Expenditures | (113,497) | 79,573 | (134,822) | (29,819) | (198,565) |

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| | <u>Major Funds</u> | | | | <u>Total Governmental Funds</u> |
|---|-------------------------|---|--|---|---|
| | <u>General Fund</u> | <u>SPLOST Capital Projects Fund</u> | <u>TSPLOST Capital Projects Fund</u> | <u>Other Governmental Funds</u> | |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Proceeds on Disposal of Capital Assets | 9,902 | 10,613 | - | - | 20,515 |
| Face Amount of Long-Term Debt | - | - | 79,107 | - | 79,107 |
| Insurance Recovery | 10,727 | - | - | - | 10,727 |
| Transfers In | 8,100 | - | - | 98,977 | 107,077 |
| Transfers Out | (98,977) | - | - | (8,100) | (107,077) |
| Total Other Financing Sources (Uses) | (70,248) | 10,613 | 79,107 | 90,877 | 110,349 |
| Net Change in Fund Balances | (183,745) | 90,186 | (55,715) | 61,058 | (88,216) |
| Fund Balances - Beginning of Year | 3,301,075 | 110,765 | 230,474 | 193,656 | 3,835,970 |
| End of Year | <u>\$ 3,117,330</u> | <u>\$ 200,951</u> | <u>\$ 174,759</u> | <u>\$ 254,714</u> | <u>\$ 3,747,754</u> |

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

CALHOUN 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, 2020

Amounts reported for governmental activities in the "Statement of Activities" are different because:

| | |
|---|-------------|
| Net change in fund balances - total governmental funds reported in "Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds" | \$ (88,216) |
|---|-------------|

Governmental funds report capital outlays as expenditures. However, in the "Statement of Activities" the costs of those assets, which exceed the capitalization threshold, are allocated over their estimated useful lives and reported as depreciation expense. Details of the amount by which depreciation exceeded capital outlays in the current period are as follows:

| | |
|--|-----------|
| Capital outlays meeting capitalization policy criteria | 1,461,790 |
| Depreciation expense | (316,908) |

| | |
|--|--------|
| Governmental funds report receivables collected within 60 days after the government's year end as a current financial resource, with the remaining uncollected amount deferred. However, in the "Statement of Activities" there is no such deferral. Deferred revenues increased (decreased) by this amount during the fiscal year | 22,423 |
|--|--------|

Governmental funds report the proceeds of long-term debt as a current financial resource and the repayment of principal as an expenditure of current financial resources. However, in the "Statement of Activities" there is no effect for these transactions. Details of the amount by which long-term debt proceeds exceeded repayments of principal in the current year are

| | |
|-------------------------------|-----------------|
| Principal repayments | 84,326 |
| Face amount of long-term debt | <u>(79,107)</u> |

| | |
|---|----------------------------|
| Change in Net Position of governmental activities reported in the "Statement of Activities" | <u><u>\$ 1,084,308</u></u> |
|---|----------------------------|

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
AS OF DECEMBER 31, 2020

| | <u>Custodial Funds</u> |
|---|-----------------------------------|
| ASSETS | |
| Cash and Cash Equivalents | \$ 133,771 |
| Taxes Receivable | <u>272,473</u> |
| Total Assets | <u><u>406,244</u></u> |
| LIABILITIES | |
| Accounts Payable and Other Liabilities | 58,463 |
| Uncollected Taxes Due Other Governments | <u>272,473</u> |
| Total Liabilities | <u>330,936</u> |
| NET POSITION | |
| Restricted: | |
| Individuals, Organizations, and Other Governments | <u>75,308</u> |
| Total Net Position | <u><u>\$ 75,308</u></u> |

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| | <u>Custodial Funds</u> |
|--|-----------------------------------|
| ADDITIONS | |
| Taxes | \$ 6,454,595 |
| Fines and Fees | 381,156 |
| Other Custodial Collections | <u>9,567</u> |
| Total Additions | <u>6,845,318</u> |
| DEDUCTIONS | |
| Taxes | 6,425,579 |
| Other Custodial Disbursements | <u>418,346</u> |
| Total Deductions | <u>6,843,925</u> |
| Net Increase in Fiduciary Net Position | 1,393 |
| Net Position - Beg of Year - restated | <u>73,915</u> |
| Net Position - End of Year | <u><u>\$ 75,308</u></u> |

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

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. INTRODUCTION

The accounting and reporting framework, and the more significant accounting principles, of Calhoun County, Georgia (the “County”) are discussed in subsequent sections of this Note. The remaining Notes are organized to provide explanations, including required disclosures, of the County’s financial activities for the fiscal year ended December 31, 2020.

B. FINANCIAL REPORTING ENTITY

The accompanying financial statements report on the financial activities of the County, which operates under a county commissioner form of government and provides for the general administration of County functions; citizens public safety; a judicial system; public works; roads and bridges; health and welfare; and housing and development.

1. Component Units

Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* and GASB Statement No. 61, *The Financial Reporting Entity – An Amendment of GASB Statements No. 14 and No. 34* establishes standards for determining which organizations should be included in the financial reporting entity and for reporting the financial information of those organizations. Generally, a component unit is an organization for which the County is financially accountable and imposes a financial benefit or burden on the County or an organization that must be included as a part of the reporting entity to keep the financial statements from being misleading or incomplete because of the nature or significance of their relationship to the County. Based upon the application of these criteria, the financial activities of the following component unit have been discretely presented to emphasize that it is legally separate from the County.

Calhoun County Board of Health – provides health services to the citizenry of Calhoun County, Georgia. The County Board of Health is a legally separate entity, although the Board of Commissioners of Calhoun County, Georgia appoints a voting majority of the Board of Health’s governing board, and thus, has the ability to impose its will on the Board of Health in accordance with Georgia law (OCGA §31-3-14). Complete financial statements of the Calhoun County Board of Health may be obtained from their offices in Calhoun County, Georgia.

Additionally, on September 10, 2018, the Board of Commissioners of Calhoun County, Georgia created and activated the Development Authority of Calhoun County (Authority). The Authority is a legally separate entity, although the Board of Commissioners of Calhoun County, Georgia appoints a voting majority of the Authority’s governing board, and thus, has the ability to impose its will on the Authority. From the date of inception through the end of the County’s fiscal year, the Authority has had no financial activity. Accordingly, no financial information is presented in these financial statements.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FINANCIAL REPORTING ENTITY (continued)

2. Joint Venture

The County, in conjunction with other cities and counties, is a member of the Southwest Georgia Regional Commission (RC). Membership in the RC is automatic for each municipality and county in the state. The Official Code of Georgia Annotated (O.C.G.A.) section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of RC's. Each county and municipality in the state is required by law to pay minimum annual dues to the RC. The County paid \$1,216 to the RC for the year ended December 31, 2020. The RC board membership includes the chief elected official of each county and municipality. The county and municipal board members from that county elect one member of the board who is a resident (but not an elected or appointed official or employee of either) to serve as the non-public board member from that county. Complete financial statements of the Southwest Georgia Regional Commission may be obtained at their offices in Camilla, Georgia. The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) further defines RC's as public agencies and instrumentalities of their members, and as such, provides that member governments are liable for any debts or obligations of an RC beyond its resources (O.C.G.A. 50-8-39.1).

C. BASIS OF PRESENTATION

1. Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information of the County as a whole, excluding fiduciary activities such as employee pension plans. The primary government and component units are presented separately within the financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and County general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program.

A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and programs associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees, fines and forfeitures, and other charges to users of the County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. BASIS OF PRESENTATION (continued)

2. Fund Financial Statements

Fund financial statements are provided for government, proprietary, and fiduciary funds. Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds.

The County reports the following major governmental funds:

General Fund – reports as the primary fund for the County. This fund is used to account for all financial resources not reported in other funds.

Calhoun County Special Purpose Local Option Sales Tax (SPLOST) Fund – is used to account for the estimated \$3,300,000 in tax proceeds to be collected for the 2019 SPLOST referendum over a six-year period beginning July 1, 2019. The proceeds are to be used to finance projects including road, streets, and bridges, capital outlay projects for the use or the benefit of the citizens of the entire county consisting of administrative buildings, county jail, and other county buildings, and projects of municipalities within the County.

Calhoun County Transportation Special Purpose Local Option Sales Tax (TSPLOST) Fund – is used to account for the estimated \$1,300,000 in tax proceeds to be collected for the 2019 TSPLOST referendum over a five-year period beginning April 1, 2019. The proceeds are to be used to finance projects including resurfacing and paving roads, replacement and repairing of gravel on county roads, acquiring equipment to repair and maintain roads, and projects of municipalities within the County.

The County reports the following major proprietary funds:

None.

Additionally, the County reports the following fiduciary fund type:

Custodial Funds – are used to administer the collections, and subsequent remittances, by various elected or appointed officials to the appropriate agencies or organizations.

D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The financial statements of the County are prepared in accordance with generally accepted accounting principles (GAAP). The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). However, internal eliminations do not include utility services (if any) provided to County departments. Reimbursements are reported as reductions to expenses. Proprietary and fiduciary fund financial statements and financial statements of County component units also report using the same focus and basis of accounting, although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied, while grants are recognized when grantor eligibility requirements are met.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (continued)

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The County considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include sales and use taxes, hotel/motel taxes, property taxes, franchise taxes, charges for services, intergovernmental revenues, and investment income. In general, other revenues are recognized when cash is received.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary, continuing operations of the fund.

Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY

1. Cash and Investments

The County's deposits and investments, including those of component units, consist entirely of demand deposits, money market accounts, savings accounts, and certificates of deposit.

Subject to the provisions of state statutes (O.C.G.A. 36-83-4), any money subject to the governing authority's control may be invested in the following: (a) obligations of this state or of other states; (b) obligations issued by the United States Government; (c) obligations fully insured or guaranteed by the United States Government or by a government agency of the United States; (d) obligations of any corporations of the United States Government; (e) prime bankers acceptances; (f) the local government investment pool; (g) repurchase agreements; and (h) obligations of other political subdivisions of this state.

The County's policy is to invest excess available cash in money market or savings accounts and certificates of deposit. These investments are reported at their carrying amounts, which approximates fair value.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

2. Inventories and Prepayments

The costs of inventories are recorded as expenditures/expenses when purchased in all funds. The costs of inventory at year end, if any, are not considered material to the financial statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures when paid in governmental activities and are reported on a consumption basis in business-type activities. The cost of prepaid items at year end applicable to governmental activities, if any, are not considered material to the financial statements.

3. Capital Assets, Depreciation, and Amortization

The County's property, plant, equipment, and infrastructure with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements. The County maintains infrastructure asset records consistent with all other capital assets, however, infrastructure assets acquired prior to the implementation of GASB Statement No. 34 (FYE December 31, 2004) are not reported. Proprietary and component unit capital assets are also reported in their respective fund and combining component unit's financial statements. Donated assets are stated at fair value on the date donated. The County generally capitalizes all land, building, and assets with a unit cost of \$5,000 or more as purchase and construction outlays occur. The costs of normal maintenance and repairs that do not add to the assets value or materially extend useful lives are not capitalized. Capital assets, including those of component units, are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations. Estimated useful lives, in years, for depreciable assets are as follows:

| | |
|-------------------------------------|-------|
| Buildings | 20-40 |
| Improvements, other than buildings | 5-50 |
| Infrastructure | 40 |
| Furniture, machinery, and equipment | 5-10 |

4. Capitalized Interest

Interest costs are capitalized when incurred by proprietary funds and similar component units on debt where proceeds were used to finance the construction of assets. Interest earned on the proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. The County incurred no interest costs during the year requiring capitalization.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

5. Long-Term Debt

In the government-wide, proprietary, and component unit financial statements, outstanding debt is reported as liabilities. Debt issuance costs, except for any portion that is a prepayment of insurance, are expensed when incurred. The difference between the reacquisition price and net carrying value of the old debt in current refundings and advance refundings resulting in defeasance of debt is reported as a deferred outflow of resources or deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the shorter of the life of the new debt or the remaining life of the old debt.

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Issuance costs are reported as expenditures.

6. Compensated Absences

GASB Standards require that leave pay be accrued when: (a) the employer's obligation to employee's right to receive compensation for future benefits is attributable to employee's services already rendered; (b) the obligation related to rights that vest or accumulate; (c) payment of the compensation is probable; and (d) the amount can be reasonably estimated.

The cost of vacation-pay and accumulated sick-pay benefits are not recorded until such benefits are paid because the amount cannot be reasonably estimated. Accordingly, no provision for a liability for compensated absences has been recorded.

7. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The County, as the primary government, did not have any items that qualified for reporting in this category.

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 the 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, as the primary government, did not have any items that qualified for reporting in this category. Also, the governmental funds balance sheet will sometimes report deferred inflows of resources for revenues not available to pay current period expenditures. The County had \$148,060 of unavailable property tax revenue recorded as a deferred inflow of resources at year end.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

8. Net Position and Fund Balances

Net position is comprised of the following three components:

- a. Net Investment in Capital Assets. This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included.
- b. Restricted. This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in recognition of a liability or if the liability will be liquidated with the restricted assets reported.
- c. Unrestricted. This component is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

The government-wide financial statements report restricted net position for amounts where constraints are imposed either by creditors, grantors, contributors, and others, or by enabling legislation. Net position restricted by enabling legislation in the statement of net position was \$375,710. The remaining net position reported as restricted in the statement of net position is legally restricted for specified purposes.

Fund balances in the governmental funds financial statements are classified into the following categories as applicable:

- a. Non-spendable. The non-spendable fund balance classification includes amounts that cannot be spent because they are either (1) not in spendable form, or (2) legally or contractually required to be maintained intact.
- b. Restricted. The restricted fund balance classification includes amounts where constraints have been placed on resources that are (1) either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws and regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.
- c. Committed. The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (ordinance) of the government's highest level of decision-making authority (Board of County Commissioners). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

8. Net Position and Fund Balances (continued)

- d. Assigned. The assigned fund balance classification includes amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The intent should be expressed by (1) the governing body itself or (2) a body or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. It is the policy of the Board of County Commissioners to reserve unto itself the authority to assign amounts to specific purposes.
- e. Unassigned. The unassigned fund balance is the residual classification for the general fund. This classification represents the fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

When an expense or expenditure is incurred for which both restricted and unrestricted net position or fund balance is available, the County considers restricted amounts to have been spent before unrestricted amounts. The County has not established a policy for the use of its unrestricted fund balance. Therefore, the County has defaulted to considering committed amounts as being used first, followed by assigned amounts, and then unassigned amounts.

9. Estimates

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

F. REVENUES, EXPENDITURES, AND EXPENSES

1. Lease Commitments

Operating Leases

The County has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations. These expenditures were made primarily from the General Fund.

2. 2019 Special Purpose Local Option Sales Tax Sales Tax

On November 6, 2018, the citizens of Calhoun County, Georgia approved the continued collection of a special 1% local option sales tax for a period of six years beginning July 1, 2019. The County anticipates collecting an estimated \$3,300,000 over the collection period, with the County receiving the first distribution in September 2019. The proceeds are to be used to finance projects including road, streets, and bridges and projects of municipalities within the County.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. REVENUES, EXPENDITURES, AND EXPENSES (continued)

3. 2019 Transportation Special Purpose Local Options Sales Tax

On November 6, 2018, the citizens of Calhoun County, Georgia approved the imposition of a special 1% local option sales tax for a period of five years beginning April 1, 2019. The County anticipates collecting an estimated \$1,300,000 over the collection period, with the County receiving the first distribution in June 2019. The proceeds are to be used to finance transportation projects and purposes of the County and municipalities within the County, with thirty percent (30%) to be expended on projects consistent with the Statewide Strategic Transportation Plan as defined in O.C.G.A. 32-2-22.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. MATERIAL VIOLATIONS OF LEGAL AND CONTRACTUAL PROVISIONS

1. Expenditures Exceeded Appropriations

The County incurred expenditures, which exceeded appropriations for the following County departments in violation of O.C.G.A. §36-81-3:

| | |
|--------------------|-----------|
| General Government | \$ 26,028 |
| Public Works | 501,114 |
| Health and Welfare | 55,387 |

B. BUDGETARY INFORMATION

1. Budgetary Preparation and Basis of Budgeting

- a. Prior to the start of the new fiscal year, the Chairman submits to the Commission a proposed operating budget. The operating budget is to include proposed expenditures and the means of financing them.
- b. The Commission holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Calhoun County.
- c. The budget is then revised and adopted or amended by the Commission.
- d. The budget so adopted may be revised during the year only by formal action of the Commission in a regular meeting and no increases shall be made therein without provision also being made for financing the same.
- e. Formal budgetary integration has not been employed. The budget for the General Fund and Special Revenue Funds are adopted on a basis generally consistent with generally accepted accounting principles (GAAP).

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

B. BUDGETARY INFORMATION (continued)

1. Budgetary Preparation and Basis of Budgeting (continued)

- f. Budget amounts are as originally adopted, or as amended by the Commission. Individual amendments (if any) were not material in relation to the original appropriation that was amended.

Each fund's appropriated budget is prepared on a detailed line-item basis. Revenues are budgeted by source and expenditures are by budgeted by department and class as follows: personal services, other services and charges, supplies, capital outlay, transfers, and debt service. The legal level of control is by department and expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to final review by the County Commission. Within the legal level of control, management may transfer appropriations without commission approval.

2. Encumbrances

The County has not reserved any fund balances for recorded encumbrances of financial resources. Encumbrance accounting is normally an extension of formal budgetary integration. Encumbrances do not represent actual expenditures but rather are budgetary items, which represent the estimated cost of goods and services, which have yet to be received. The purpose of encumbrance accounting is to facilitate the prevention of overspending of appropriations.

C. DEFICIT FUND BALANCES

No funds operated by the County have deficit fund balances.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS

A. ASSETS

1. Deposits and Investments

Deposits

Custodial Credit Risk – for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of the outside party. The County's deposits, including those of its component units, consist entirely of demand deposit, money market, savings accounts, and certificates of deposit.

Primary Government

The following provides a summary of the County's cash and cash equivalent balances:

| | |
|---|---------------------|
| Government-Wide Statement of Net Position | \$ 3,644,853 |
| Fiduciary Funds Statement of Net Position – Custodial Funds | <u>133,771</u> |
| Total Cash and Cash Equivalents | <u>\$ 3,778,624</u> |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

1. Deposits and Investments (continued)

Deposits (continued)

As of December 31, 2020, the County's deposits had a carrying amount of \$3,778,624 and a bank balance of \$5,177,778. Of the bank balance, \$617,103 was covered by federal depository insurance and \$4,560,675 was secured by collateral held by the pledging bank's agent but not in the County's name.

Component Units

As of June 30, 2020 (the fiscal year end of the component unit), the Calhoun County Board of Health's deposits had a carrying amount of \$295,085 and a bank balance of \$307,882. The bank balance was either covered by federal depository insurance, or collateralized.

Investments

Custodial Credit Risk – for investments is the risk that, in the event of the failure of the counterparty (the financial institution or broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Investment securities are exposed to custodial credit risk if the securities uninsured, are not registered in the government's name, and are held by either (a) the counterparty or (b) the counterparty's trust department or agent, but not in the government's name.

Primary Government

The County had no investments as of December 31, 2020.

Component Units

As of June 30, 2020 (the fiscal year end of the component unit), the Calhoun County Board of Health had no investments.

Due to the nature of the deposits and investments that are authorized under state statutes and the County's deposit and investment policies, management does not believe the County has a significant exposure to any of the following deposit or investment risks: (a) Credit Risk – the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment; (b) Concentration of Credit Risk – the risk of loss attributed to the magnitude of an entity's investment in a single issuer; (c) Interest Rate Risk – the risk that changes in interest rates demanded by the market will adversely affect the fair value of an investment; or (d) Foreign Currency Risk – the risk that changes in foreign exchange rates will adversely affect the fair values of an investment or deposit.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

2. Property Tax Calendar

Primary Government

Property Taxes Receivable, Deferred Revenue, and Property Tax Calendar

Property taxes are levied as of the date the millage rate is set (August 10, 2020) and are typically due and payable between October 20th and December 20th. The lien date for property taxes is January 1 (typically). Property tax revenues are recognized when levied to the extent they result in current receivables.

3. Restricted Assets

Restricted assets are reported in various funds for cash deposited into bank accounts legally restricted for specific uses such as the payment of debt service on long-term debt or capital projects.

4. Capital Assets

Primary Government

The following table provides a summary of changes in capital assets for the fiscal year:

| | Balances January 1, 2020 | Capital Acquisitions | Sales or Other Dispositions | Balances December 31, 2020 |
|--|--------------------------------|-------------------------|-----------------------------------|----------------------------------|
| Governmental Activities: | | | | |
| Not Being Depreciated: | | | | |
| Land | \$ <u>135,816</u> | \$ _____ - | \$ _____ - | \$ <u>135,816</u> |
| Total Capital Assets, Not Being Depreciated | <u>135,816</u> | _____ - | _____ - | <u>135,816</u> |
| Being Depreciated: | | | | |
| Buildings | 3,877,443 | - | - | 3,877,443 |
| Improvements, Other Than Buildings | 800,860 | 1,300,360 | - | 2,101,220 |
| Furniture, Machinery, and Equipment | <u>3,227,945</u> | <u>161,430</u> | <u>66,145</u> | <u>3,323,230</u> |
| Total Capital Assets, Being Depreciated | \$ <u>7,906,248</u> | \$ <u>1,461,790</u> | \$ <u>66,145</u> | \$ <u>9,301,893</u> |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

4. Capital Assets (continued)

Primary Government (continued)

| | Balances January 1, 2020 | Capital Acquisitions | Sales or Other Dispositions | Balances December 31, 2020 |
|---|--------------------------------|-------------------------|-----------------------------------|----------------------------------|
| Governmental Activities: | | | | |
| Less Accumulated Depreciation: | | | | |
| Buildings | \$ 2,229,428 | \$ 102,712 | \$ - | \$ 2,332,140 |
| Improvements, Other Than Buildings | 84,432 | 39,082 | - | 123,514 |
| Furniture, Machinery, and Equipment | <u>2,618,303</u> | <u>175,114</u> | <u>66,145</u> | <u>2,727,272</u> |
| Total Accumulated Depreciation | <u>4,932,163</u> | <u>316,908</u> | <u>66,145</u> | <u>5,182,926</u> |
| Total Capital Assets Being Depreciated, Net | <u>2,974,085</u> | <u>1,144,882</u> | <u>-</u> | <u>4,118,967</u> |
| Total Governmental Activities Capital Assets, Net | <u>\$ 3,109,901</u> | <u>\$ 1,144,882</u> | <u>\$ -</u> | <u>\$ 4,254,783</u> |
| Total Business-Type Activities Capital Assets, Net | \$ - | \$ - | \$ - | \$ - |
| Total Capital Assets, Net | <u>\$ 3,109,901</u> | <u>\$ 1,144,882</u> | <u>\$ 66,145</u> | <u>\$ 4,254,783</u> |

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

Governmental Activities:

| | |
|--------------------|-------------------|
| General Government | \$ 88,724 |
| Judicial | 2,503 |
| Public Safety | 26,851 |
| Public Works | 108,567 |
| Health and Welfare | <u>90,263</u> |
| Totals | <u>\$ 316,908</u> |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

4. Capital Assets (continued)

| | <u>Component Unit</u> | | | |
|--|---|---------------------------------|--|---|
| | <u>Balances January 1, 2020</u> | <u>Capital Acquisitions</u> | <u>Sales or Other Dispositions</u> | <u>Balances December 31, 2020</u> |
| Being Depreciated: | | | | |
| Furniture, Machinery, and Equipment | \$ <u>21,095</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>21,095</u> |
| Total Capital Assets, Being Depreciated | <u>21,095</u> | <u>-</u> | <u>-</u> | <u>21,095</u> |
| Less Accumulated Depreciation: | | | | |
| Furniture, Machinery, and Equipment | <u>3,901</u> | <u>3,013</u> | <u>-</u> | <u>6,914</u> |
| Total Accumulated Depreciation | <u>3,901</u> | <u>3,013</u> | <u>-</u> | <u>6,914</u> |
| Total Capital Assets Being Depreciated, Net | <u>17,194</u> | <u>(3,013)</u> | <u>-</u> | <u>14,181</u> |
| Total Capital Assets, Net | <u>\$ 17,194</u> | <u>\$ (3,013)</u> | <u>\$ -</u> | <u>\$ 14,181</u> |

B. LIABILITIES

1. Short-Term Debt

Primary Government

Short-term debt obligations as of December 31, 2020, and changes for the fiscal year then ended, were as follows:

| | <u>Balance January 1, 2020</u> | <u>Increases</u> | <u>Decreases</u> | <u>Balance December 31, 2020</u> |
|-------------------------------|--|------------------|------------------|--|
| <u>Notes Payable:</u> | | | | |
| First State Bank of Arlington | \$ <u>-</u> | \$ <u>29,462</u> | \$ <u>29,462</u> | \$ <u>-</u> |
| Total Short-Term Debt | <u>\$ -</u> | <u>\$ 29,462</u> | <u>\$ 29,462</u> | <u>\$ -</u> |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

1. Short-Term Debt (continued)

Primary Government (continued)

First State Bank of Arlington

The terms and purposes for the short-term debt obligations to First State Bank of Arlington are as follows:

Note payable (renewal) dated January 2, 2020, in the amount of \$29,462 for the purchase of a vehicle at the rate of 3.75% per year through December 31, 2020 (maturity date).

2. Long-Term Debt

Primary Government

Governmental Activities

When favorable conditions present themselves, the County periodically finances purchases of capital assets.

Long-term direct borrowing obligations as of December 31, 2020, and changes for the fiscal year then ended, were as follows:

| | Balance January 1, 2020 | Increases | Decreases | Balance December 31, 2020 | Amount Due Within One Year |
|--|-------------------------------|------------------|------------------|---------------------------------|----------------------------------|
| <u>Notes Payable:</u> | | | | | |
| Leasing 2, Inc. | \$ 138,064 | \$ - | \$ 25,072 | \$ 112,992 | \$ 26,283 |
| John Deere Financial | 115,262 | - | 33,145 | 82,117 | 33,145 |
| Caterpillar Financial Services Corporation | <u>148,690</u> | <u>79,107</u> | <u>26,109</u> | <u>201,688</u> | <u>145,266</u> |
| Total Long-Term Debt | <u>\$ 402,016</u> | <u>\$ 79,107</u> | <u>\$ 84,326</u> | <u>\$ 396,797</u> | <u>\$ 204,694</u> |

Leasing 2, Inc.

The terms and purposes for the long-term debt obligation to Leasing 2, Inc. are as follows:

Note payable dated May 1, 2019, for a Type 1 Chevrolet 3500HD Ambulance, due in annual installments of \$31,738 each at 4.83% and maturing May 1, 2024. The original amount of the note was \$138,064.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

2. Long-Term Debt (continued)

Primary Government (continued)

John Deere Financial

The terms and purposes for the long-term debt obligation to John Deere Financial are as follows:

Note payable dated August 7, 2018, for a 2017 John Deere 6120M Cab Tractor, due in monthly installments of \$1,740 each at 0.00% and maturing July 7, 2022. The original amount of the note was \$83,524.

Note payable dated March 22, 2019, for a 2019 John Deere 6120M Cab Tractor, due in annual installments of \$12,264 each at 0.00% and maturing March 13, 2024. The original amount of the note was \$61,320.

Caterpillar Financial Services Corporation

The terms and purposes for the long-term obligation to Caterpillar Financial Services Corporation are as follows:

Note payable dated July 1, 2016, for 12M3 Caterpillar Motor Grader, due in monthly installments of \$1,680 each through June 21, 2021, and a balloon payment of \$125,000 due June 21, 2021, at 2.50%. The original amount of the note was \$205,000.

Note payable dated September 30, 2020, for 2020 Caterpillar 306-07CR Hydraulic Excavator, due in annual installments of \$10,000 in the year of acquisition and \$15,047 each year thereafter through December 31, 2025, at 2.60%. The original amount of the note was \$79,107.

The annual requirements to amortize the preceding obligations as of December 31, 2020, are as follows:

| <u>Year Ending December 31,</u> | Governmental Activities | | |
|-------------------------------------|-------------------------|-----------|------------|
| | Principal | Interest | Total |
| 2021 | \$ 204,694 | \$ 8,637 | \$ 213,331 |
| 2022 | 65,556 | 5,673 | 71,229 |
| 2023 | 55,063 | 3,986 | 59,049 |
| 2024 | 56,822 | 2,227 | 59,049 |
| 2025 | 14,662 | 386 | 15,048 |
| Totals | \$ 396,797 | \$ 20,909 | \$ 417,706 |

Pursuant to the financing agreements, payments due under the obligations are subject to annual appropriations. However, if the County fails to make any payment when due, or otherwise defaults on the agreement, outstanding amounts payable may be declared immediately to be due and payable.

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

2. Long-Term Debt (continued)

Component Units

Department of Health:

Long term obligations as of June 30, 2020 and changes for the fiscal year then ended were as follows:

| | Balance July 1, 2019 | Increases | Decreases | Balance June 30, 2020 | Amount Due Within One Year |
|----------------------|----------------------------|-----------|-----------|-----------------------------|----------------------------------|
| Compensated Absences | \$ 7,916 | \$ 1,897 | - | \$ 9,813 | \$ 981 |

Development Authority of Calhoun County:

Conduit Debt

The Development Authority of Calhoun County has issued taxable revenue bonds to provide for the acquisition and construction by a private sector entity of facilities deemed to be of public interest. Neither the Development Authority of Calhoun County, the County, or State is obligated in any manner for repayment of the bonds that are considered conduit debt. The total amount of the bonds issued was \$68,000,000, and the total amount of the bonds outstanding as of December 31, 2020, was \$68,000,000.

3. Landfill Closure and Post-closure Care Cost

The County has closed its landfill and placed a final cover on the landfill in accordance with state and federal laws and regulations. In addition, state and federal laws and regulations require the County to perform certain maintenance and monitoring functions at the site for five years after closure. These maintenance and monitoring functions were completed during the fiscal year ended December 31, 2000 and were estimated to cost \$1,730 per year. Since these maintenance and monitoring functions were completed during the fiscal year ended December 31, 2000, the County does not report any liability for landfill post-closure care.

4. Risk Management

The County is exposed to various forms of risk 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 for these risks of loss which management believes to be sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

4. Risk Management (continued)

In addition, the County has joined together with other counties in the state as part of the ACCG-GSIWCF (a Workers' Compensation Self Insurance Fund), a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

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 purview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding of compensation therefor, 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.

C. NET POSITION/FUND BALANCES

The County reports the following net position/fund balances as restricted as of year-end:

| | |
|---|-------------------|
| <u>Restricted For:</u> | |
| Jail Purposes | \$ 26,051 |
| Emergency Response | 195,771 |
| Law Enforcement | 4,821 |
| Drug Treatment and Education | 28,071 |
| Road and Bridge Purposes and Capital Improvements | <u>375,710</u> |
| | |
| Total Restricted Net Position/Fund Balances | |
| Government Activities/Funds | <u>\$ 630,424</u> |

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

D. BALANCES AND TRANSFERS/PAYMENTS WITHIN THE REPORTING ENTITY

1. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are described as “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans).

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

The County had no interfund receivables and payables at year-end.

2. Transfers and Payments

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. The government-wide statement of activities eliminates transfers as reported within the segregated governmental and business-type activities columns. Only transfers between the two columns appear in this statement.

The following table reports transfers and payments within the reporting entity:

| | <u>Transfers Out:</u> | | |
|----------------------|-------------------------|--|-------------------------------|
| | <u>General Fund</u> | <u>Condemnation of Controlled Substance Money Fund</u> | <u>Total Transfers In</u> |
| <u>Transfers In:</u> | | | |
| E-911 Fund | \$ 98,977 | \$ - | \$ 98,977 |
| General Fund | <u>-</u> | <u>8,100</u> | <u>8,100</u> |
| Total Transfers Out | <u>\$ 98,977</u> | <u>\$ 8,100</u> | <u>\$ 107,077</u> |

NOTE 4 - RETIREMENT PLANS

Primary Government

A. COST SHARING, MULTIPLE EMPLOYER DEFINED BENEFIT PENSION PLANS

Public safety personnel and certain elected county officials participate in various cost sharing, multiple-employer defined benefit pension plans as defined in Governmental Accounting Standards Board (GASB) Statements No. 67 and 68. These plans include the Peace Officers’ Annuity and Benefit Fund, Sheriff’s Retirement Fund, Superior Court Clerks’ Retirement Fund, Judges of the Probate Courts Retirement Fund, and the Magistrate Judges Retirement Fund. The County has omitted all disclosures and pension expense amounts for these plans as they are not material to the County’s financial statements.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 4 - RETIREMENT PLANS (continued)

Primary Government (continued)

B. DEFINED CONTRIBUTION PLAN

By authority of a resolution passed by the Board of Commissioners and state statute, the County has elected to participate in a retirement plan administered by Charles Schwab Trust Company. The plan is a defined contribution (money-purchase) plan in which contributions made by individual participants are credited to that individual participant's account.

Under the plan, the County allows employees the option of contributing to the plan an amount up to the lesser of the limit specified under the Internal Revenue Code, or 33 1/3% of their earnings. In addition to the employees' contribution, the County contributes one dollar for each dollar (up to 1% of annual salary) the employee contributes.

Benefits depend upon the sum of the employees' contribution to the plan with investment earnings and the County financed contribution to the plan with investment earnings. Upon retirement or employment termination, employees are entitled to either a lump sum distribution of the employee and employer contributions with investment earnings or the option of receiving monthly, semi-annual, or annual payments based on an amount equal to the amount of the employee contributions with investment earnings. Employees are vested immediately in the County financed contributions to the plan.

For the year ended December 31, 2020, the contributions of the employees and County amounted to \$16,424 and \$11,915, respectively. The County had no liability for contributions at year end.

Component Units

A. CALHOUN COUNTY BOARD OF HEALTH

Plan Description

The Employees' Retirement System (ERS) is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the OCGA assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at www.ers.ga.gov.

Benefits Provided

The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan (GSEPS). Employees under the old plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are new plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or the New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 4 - RETIREMENT PLANS (continued)

Component Unit (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

Under the old plan, the new plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, post-retirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

Contributions

Member contributions under the old plan are 4% of annual compensation, up to \$4,200, plus 6% of annual compensation in excess of \$4,200. Under the old plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the old plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the new plan and GSEPS are 1.25% of annual compensation. The Calhoun County Health Department's contractually required contribution rate, actuarially determined annually, for the year ended June 30, 2020 was 24.66% of annual covered payroll for old and new plan members and 21.64% for GSEPS members. The Agency's contributions to ERS totaled \$23,166 for the year ended June 30, 2020. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The retirement contributions, under the Georgia State Employee Retirement System Plan, for the year ended June 30, 2020 were \$23,166, based on salaries of \$95,093. Contributions in the Georgia ERS Plan are fully vested to employees after ten (10) years of continuous service.

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

At June 30, 2020, the Agency reported a liability for its proportionate share of the net liability. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2018. An expected total pension liability as of June 30, 2019 was determined using standard roll-forward techniques. The Agency's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2019. At June 30, 2019, the Employer's proportion was 0.002920%, which was an increase (decrease) of (0.000591)% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the Agency recognized pension expenses of \$9,768. At June 30, 2020, the Agency reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 4 - RETIREMENT PLANS (continued)

Component Unit (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

GASBS No. 68

The following schedules reflect GASBS No. 68 reporting information:

Contributions made during the measurement period (fiscal year ended June 30, 2019): \$ 18,239

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

| | |
|---|-------------|
| Employer's proportionate share of net pension liability | \$ 120,495 |
| Employer's proportion of net pension liability | 0.002920% |
| Increase(decrease) from proportion measured as of June 30, 2018 | (0.000591)% |
| Employer's recognized pension expense | \$ 9,768 |

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 4,013 | \$ - |
| Changes of assumptions | 2,121 | - |
| Net difference between projected and actual earnings on pension plan investments | - | 3,751 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | - | 19,107 |
| Employer contributions subsequent to the measurement date | 23,166 | - |
| Total | \$ 29,300 | \$ 22,858 |

Agency contributions subsequent to the measurement date of \$23,166 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ended June 30, | | |
|---------------------|----|---------|
| 2021 | \$ | (8,131) |
| 2022 | | (8,351) |
| 2023 | | (739) |
| 2024 | | 497 |
| 2025 | | - |
| Thereafter | | - |

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 4 - RETIREMENT PLANS (continued)

Component Unit (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

Actuarial Assumptions

The total pension liability as of June 30, 2019, was determined by an actuarial valuation as of June 30, 2018 using the following actuarial assumptions, applied to all periods included in the measurement:

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

Post-retirement mortality rates were based on the RP-2000 Combined Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB and set forward two (2) years for both males and females for service retirements and dependent beneficiaries. The RP-2000 Disability Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries projection scale BB and set back seven (7) years for males and set forward three (3) years for females was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the System. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9-12% less than the actual numbers of deaths that occurred during the study period for service retirements and beneficiaries and for disability retirements. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2009–June 30, 2014.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of real rates of return (expected nominal returns, net of pension plan investment expense and assumed rate of 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.

Discount Rate

The discount rate used to measure the collective total pension liability was 7.30%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine total pension liability.

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 4 - RETIREMENT PLANS (continued)

Component Unit (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate:

| | 1% Decrease (6.30%) | Current Discount Rate (7.30%) | 1% Increase (8.30%) |
|---|------------------------|----------------------------------|------------------------|
| Employer's proportionate share of the net pension liability | \$ 171,234 | \$ 120,495 | \$ 77,240 |

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Employees' Retirement Systems of Georgia Financial Report which is publicly available at www.ers.ga.gov/financials.

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB

Component Units

A. CALHOUN COUNTY BOARD OF HEALTH

1. Group Term Life Insurance

Plan Description

SEAD-OPEB was created in 2007 by the Georgia General Assembly to amend Title 47 of the O.C.G.A., relating to retirement, so as to establish a fund for the provision of term life insurance to retired and vested inactive members of the Employees' Retirement System of Georgia (ERS), the Legislative Retirement System (LRS), and the Georgia Judicial Retirement System (GJRS). The plan is a cost-sharing multiple-employer defined benefit other postemployment benefit plan as defined in Governmental Accounting Standards Board (GASB) Statement No. 74, *Financial Reporting for Postemployment Benefit Plan other than OPEB Plans*. The SEAD-OPEB trust fund accumulates the premiums received from the aforementioned retirement plans, including interest earned on deposits and investment of such payments.

Benefits Provided

The amount of insurance for a retiree with creditable service prior to April 1, 1964 is the full amount of insurance in effect of the date of retirement. The amount of insurance for a service retiree with no creditable service prior to April 1, 1964 is 70% of the amount of insurance in effect at age 60 or at termination, if earlier. Life insurance proceeds are paid in a lump sum to the beneficiary upon the death of the retiree.

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (continued)

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

1. Group Term Life Insurance (continued)

Contributions

Georgia law provides that employee contributions to the plan shall be in an amount established by the Board of Trustees not exceed one-half of 1% of the member’s earnable compensation. There were no employer contributions required for the fiscal year ended June 30, 2020.

At June 30, 2020, the Calhoun County Health Department reported a liability (asset) of \$(9,984) for its proportionate share of the OPEB liability (asset). The net OPEB liability (asset) was measured as of June 30, 2019. The total OPEB liability (asset) used to calculate the net OPEB liability (asset) was based on an actuarial valuation as of June 30, 2018. An expected total OPEB liability (asset) as of June 30, 2019 was determined using standard roll-forward techniques. The Calhoun County Health Department’s proportion of the net OPEB liability (asset) was based on actual member salaries reported to the SEAD-OPEB plan during the fiscal year ended June 30, 2019. At June 30, 2019, the Calhoun County Health Department’s proportion was 0.003531%, which was an increase (decrease) of (0.002695%) from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the Calhoun County Health Department recognized OPEB expense of \$1,191. At June 30, 2020, the Calhoun County Health Department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

GASBS No. 75

The following schedules reflect GASBS No. 75 reporting information:

Contributions made during the measurement period (fiscal year ended June 30, 2019): \$ -

Other Post-Employment Benefits (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs:

| | |
|---|-------------|
| Employer’s proportionate share of net pension liability | \$ (9,984) |
| Employer’s proportion of net OPEB liability | 0.003531% |
| Increase(decrease) from proportion measured as of June 30, 2018 | (0.002695)% |
| Employer’s recognized OPEB expense | \$ 1,191 |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

**NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB
(continued)**

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

1. Group Term Life Insurance (continued)

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 51 | \$ - |
| Changes of assumptions | 202 | - |
| Net difference between projected and actual earnings on OPEB plan investments | - | 917 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 3,925 | 242 |
| Employer contributions subsequent to the measurement date | - | - |
| Total | \$ 4,178 | \$ 1,159 |

Employer contributions subsequent to the measurement date of \$0 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in OPEB expenses as follows:

| Year Ended June 30, | |
|---------------------|----------|
| 2021 | \$ 2,188 |
| 2022 | 873 |
| 2023 | (87) |
| 2024 | 45 |
| 2025 | - |
| Thereafter | - |

Actuarial Assumptions

The total OPEB liability as of June 30, 2019, was determined by an actuarial valuation as of June 30, 2018 using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|----------------------------|--|
| Inflation | 2.75% |
| Salary Increases | Includes inflation |
| ERS | 3.25-7.00% |
| GJRS | 4.50% |
| LRS | N/A |
| Investment rate of return | 7.30%, net of pension plan investment expense, including inflation |
| Healthcare cost trend rate | N/A |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (continued)

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

1. Group Term Life Insurance (continued)

Postretirement rates were based on the RP-200 Combined Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries’ projection scale BB and set forward 2 years for both males and females for service retirements and for dependent beneficiaries. There is a margin for future mortality improvement in the tables used by the plan.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2009-June 30, 2014, with the exception of the long-term assumed rate of return.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of real rates of return (expected nominal returns, net of pension plan investment expense and assumed rate of 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.

Discount Rate

The discount rate used to measure the total OPEB liability was 7.30%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine total OPEB liability.

Sensitivity of the Employer’s proportionate share of the net OPEB liability to changes in the discount rate:

The following presents the Calhoun County Health Department’s proportionate share of the net OPEB liability calculated using the discount rate of 7.30%, as well as what the Calhoun County Health Department’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower (6.30%) or 1-percent higher (8.30%) than the current rate:

| | 1% Decrease (6.30%) | Current Discount Rate (7.30%) | 1% Increase (8.30%) |
|--|------------------------|----------------------------------|------------------------|
| Employer’s proportionate share of the net OPEB liability | \$ (5,525) | \$ (9,984) | \$ (13,649) |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

**NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB
(continued)**

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

1. Group Term Life Insurance (continued)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued ERS comprehensive financial report which is publicly available at www.ers.ga.gov/financials.

2. State Health Benefits Plan

Plan Benefits

Employees of State organizations defined in §45-18-25 of the *Official Code of Georgia Annotated* (O.C.G.A.) are provided OPEB through the State OPEB Fund – a cost-sharing multiple-employer defined benefit postemployment healthcare plan, reported as an employee trust fund and administered by a Board of Community Health (Board). Title 45 of the O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the Board.

Benefits Provided

The State OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for employees of State organizations (including technical colleges) and other entities authorized by law to contract with the Department of Community Health (DCH) for inclusion in the plan. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employee Retirement System (ERS), Georgia Judicial Retirement System (JRS), Legislative Retirement System (LRS), Teachers Retirement System (TRS), or Public School Employees. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement (HRA), Health Maintenance Organization (HMO) and High Deductible Health Plan (HDHP). The State OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the State OPEB Fund is permitted.

Contributions

As established by the Board, the State OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of provided benefits will be financed in the same year as claims occur. Contributions to the State OPEB Fund from the Employer Agency were \$4,827 for the year ended June 30, 2020. Active employees are not required to contribute to the State OPEB Fund.

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (continued)

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

2. State Health Benefits Plan (continued)

At June 30, 2020, the Calhoun County Health Department reported a liability of \$36,743 for its proportionate share of the OPEB liability. The net OPEB liability was measured as of June 30, 2019. The total OPEB liability (asset) used to calculate the net OPEB liability (asset) was based on an actuarial valuation as of June 30, 2018. An expected total OPEB liability (asset) as of June 30, 2019 was determined using standard roll-forward techniques. The Calhoun County Health Department’s proportion of the net OPEB liability was actuarially determined based on employer contributions during the fiscal year ended June 30, 2019. At June 30, 2019, the Calhoun County Health Department’s proportion was 0.002960%, which was an increase(decrease) of (0.000167%) from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the Calhoun County Health Department recognized OPEB expense of \$15,055. At June 30, 2020, the Calhoun County Health Department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

GASBS No. 75

The following schedules reflect GASBS No. 75 reporting information:

Contributions made during the measurement period (fiscal year ended June 30, 2019): \$ 15,828

Other Post-Employment Benefits (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs:

| | |
|---|-------------|
| Employer’s proportionate share of net pension liability | \$ 36,743 |
| Employer’s proportion of net OPEB liability | 0.002960% |
| Increase(decrease) from proportion measured as of June 30, 2018 | (0.000167)% |
| Employer’s recognized OPEB expense | \$ (15,055) |

**CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (continued)

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

2. State Health Benefits Plan (continued)

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ - | \$ 12,740 |
| Changes of assumptions | - | 34,294 |
| Net difference between projected and actual earnings on OPEB plan investments | 2,478 | - |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 3,463 | 13,205 |
| Employer contributions subsequent to the measurement date | 4,827 | - |
| Total | \$ 10,768 | \$ 60,239 |

Employer contributions subsequent to the measurement date of \$4,827 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in OPEB expenses as follows:

| Year Ended June 30, | |
|---------------------|-------------|
| 2021 | \$ (19,779) |
| 2022 | (19,772) |
| 2023 | (12,116) |
| 2024 | (2,631) |
| 2025 | - |
| Thereafter | - |

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (continued)

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

2. State Health Benefits Plan (continued)

Actuarial Assumptions

The total OPEB liability as of June 30, 2019, was determined by an actuarial valuation as of June 30, 2018 using the following actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2019:

| | |
|------------------------------|--|
| Inflation | 2.75% |
| Salary Increases | 3.25-7.00%, including inflation |
| Long-Term Rate of Return | 7.30%, compounded annually, net of investment expense, and including inflation |
| Healthcare Cost Trend Rate: | |
| Pre-Medicare Eligible | 7.250% |
| Medicare Eligible | 5.375% |
| Ultimate Trend Rate: | |
| Pre-Medicare Eligible | 4.75% |
| Medicare Eligible | 4.75% |
| Year of Ultimate Trend Rate: | |
| Pre-Medicare Eligible | 2028 |
| Medicare Eligible | 2022 |

Costs were determined using the Projected Unit Credit Actuarial Cost Method. The annual service cost is the present value of the portion of the projected benefit attributable to participation service during the upcoming year, and the actuarial accrued liability (AAL) is equal to the present value of the portion of the projected benefit attributable to service before the valuation date. Service from hire date through the date of full retirement was used in allocating costs.

Discount Rate

The discount rate has changed since the prior measurement date from 5.22% to 7.30%. In order to measure the total OPEB liability for the State OPEB Fund, a single equivalent interest rate of 7.30% was used as the discount rate. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current level as average over the last five years, adjusted for annual projected changes in headcount. Projected future benefit payments for all current plan members were projected through 2120. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make OPEB payments for inactive employees indefinitely. Therefore, the calculated discount rate of 7.30% was applied to all periods of projected benefit payments to determine the total OPEB liability.

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 5 – OPEB LIABILITIES, OPEB EXPENSES, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (continued)

Component Units (continued)

A. CALHOUN COUNTY BOARD OF HEALTH (continued)

2. State Health Benefits Plan (continued)

Sensitivity of the Employer’s proportionate share of the collective net OPEB liability to changes in the discount rate:

| | 1% Decrease (6.30%) | Current Discount Rate (7.30%) | 1% Increase (8.30%) |
|----------------------------|------------------------|----------------------------------|------------------------|
| Net OPEB Liability (Asset) | \$ 45,488 | \$ 36,743 | \$ 29,309 |

Sensitivity of the Employer’s proportionate share of the collective net OPEB liability to changes in the healthcare cost trend rate:

| | 1% Decrease | Current Healthcare Cost Trent Rate | 1% Increase |
|----------------------------|-------------|--|-------------|
| Net OPEB Liability (Asset) | \$ 28,235 | \$ 36,743 | \$ 46,840 |

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued ERS comprehensive financial report which is publicly available at www.sao.georgia.gov/comprehensive-annual-financial-reports.

NOTE 6 – TAX ABATEMENTS

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

The County offers a reduction in property taxes through the structure of these financing arrangements. Specifically, the Development Authority of Calhoun County, a tax-exempt public organization created independently from the County, may enter into agreements with private individuals or entities in order to incentivize businesses to build, relocate, expand, or renovate in Calhoun County. The agreements involve a bond issuance and sale-leaseback transaction, whereby the Development Authority of Calhoun County takes title to property and leases it back to the company. The company is responsible for making ad-valorem tax payments on the leasehold interest. The rental payments for the leasehold offset the debt service on the bonds over a 20-year term, so that at the end of the incentive period the bonds are fully retired and the company regains title of the property through an option to purchase.

CALHOUN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 6 – TAX ABATEMENTS (continued)

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

For the fiscal year ended December 31, 2020, Calhoun County abated property taxes that were levied on January 1, 2020 and due between October 20 and December 20, 2020 totaling \$0. As of and for the year ended December 31, 2020, the County had one tax abatement agreement for the acquisition and installation of a photovoltaic electrical generating facility (the Lancaster Solar, LLC Project).

NOTE 7 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. LITIGATION

No litigation is pending (or has been threatened) against the County as of December 31, 2020 that management believes will result in a negative outcome and that would be material to the financial statements.

B. CONTINGENCIES

1. Hospital Authority of Calhoun County

On December 31, 2009, the County entered into an agreement with the Hospital Authority of Calhoun County. Under this agreement, the Authority has issued a note in the aggregate principal amount of \$935,000 in order to finance the acquisition, construction and equipping certain capital improvements for the Hospital Authority of Calhoun County. In consideration of the Authority's doing so, the County has agreed to pay to the Authority amounts sufficient to pay the debt service on this note and to levy an ad-valorem property tax on all property in the County subject to such tax, in order to pay the debt service.

Under the terms of this agreement, these annual debt service payments are due in monthly installments beginning January 2010 and ending January 2020.

In addition, on August 1, 2007, the County entered into an agreement with the Hospital Authority of Calhoun County. Under this agreement, the Authority has issued a note in the aggregate principal amount of \$1,247,500 in order to finance the acquisition, construction and equipping certain capital improvements for the Hospital Authority of Calhoun County. In consideration of the Authority's doing so, the County has agreed to pay to the Authority amounts sufficient to pay the debt service on this note and to levy an ad-valorem property tax on all property in the County subject to such tax, in order to pay the debt service.

Except for the joint venture relationship described in Note 1-B.3., the County has not entered into any arrangement under which the County would assume any actual or potential liability for the obligations of any governmental or private agency, authority, or instrumentality.

**CALHOUN COUNTY, GEORGIA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 7 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES (continued)

C. GRANTS

In the normal course of operations, the County receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds.

NOTE 7 - SUBSEQUENT EVENTS

There were no subsequent events, which would materially affect the financial statements and require disclosure.

NOTE 8 – CHANGE IN ACCOUNTING PRINCIPLE

As of January 1, 2020, the County adopted and implemented the provisions of GASBS No. 84, *Fiduciary Activities*, the purpose of which is to improve the guidance for the identification of, and accounting and financial reporting for, fiduciary activities. The application of the criteria contained in GASBS No. 84 results in the following restatement of beginning net position reported in the statement of changes in fiduciary net position:

| | <u>Custodial Funds</u> |
|--------------------------------------|------------------------|
| Net Position, as previously reported | \$ - |
| Adjustment for GASBS No. 84 | 73,915 |
| Net Position, as restated | \$ <u>73,915</u> |

NOTE 9 – RECLASSIFICATIONS

In the supplementary information presented, amounts from the fiscal year December 31, 2019 financial statements have been reclassified to conform to the fiscal year December 31, 2020 presentation.

CALHOUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2020

| | <u>Original</u> | <u>Final</u> | <u>Actual</u> <u>Amounts</u> | <u>Variance</u> <u>With Final</u> <u>Budget</u> |
|--|---------------------|---------------------|---------------------------------|---|
| REVENUES | | | | |
| Taxes | \$ 3,106,668 | \$ 3,106,668 | \$ 2,842,747 | \$ (263,921) |
| Licenses and Permits | 11,423 | 11,423 | 14,322 | 2,899 |
| Fines and Forfeitures | - | - | 66,406 | 66,406 |
| Charges for Services | 315,329 | 315,329 | 322,251 | 6,922 |
| Intergovernmental | 348,503 | 348,503 | 757,555 | 409,052 |
| Contributions and Donations from Private Sources | - | - | 2,250 | 2,250 |
| Miscellaneous | 194,533 | 194,533 | 122,661 | (71,872) |
| Total Revenues | <u>3,976,456</u> | <u>3,976,456</u> | <u>4,128,192</u> | <u>151,736</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General Government | 967,799 | 967,799 | 993,827 | (26,028) |
| Judicial | 439,053 | 439,053 | 404,317 | 34,736 |
| Public Safety | 1,019,929 | 1,019,929 | 911,466 | 108,463 |
| Public Works | 699,236 | 699,236 | 1,200,350 | (501,114) |
| Health and Welfare | 583,449 | 583,449 | 638,836 | (55,387) |
| Housing and Development | 72,719 | 72,719 | 61,155 | 11,564 |
| Capital Outlay | - | - | - | - |
| Debt Service: | | | | |
| Principal | 25,072 | 25,072 | 25,072 | - |
| Interest and Other Charges | 6,666 | 6,666 | 6,666 | - |
| Total Expenditures | <u>3,813,923</u> | <u>3,813,923</u> | <u>4,241,689</u> | <u>(427,766)</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>162,533</u> | <u>162,533</u> | <u>(113,497)</u> | <u>(276,030)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds on Disposal of Capital Assets | - | - | 9,902 | 9,902 |
| Insurance Recovery | - | - | 10,727 | 10,727 |
| Transfers In | - | - | 8,100 | 8,100 |
| Transfers Out | (162,533) | (162,533) | (98,977) | 63,556 |
| Total Other Financing Sources (Uses) | <u>(162,533)</u> | <u>(162,533)</u> | <u>(70,248)</u> | <u>(92,285)</u> |
| Net Change in Fund Balances | - | - | (183,745) | (183,745) |
| Fund Balances - | | | | |
| Beginning of Year | <u>3,301,075</u> | <u>3,301,075</u> | <u>3,301,075</u> | <u>-</u> |
| End of Year | <u>\$ 3,301,075</u> | <u>\$ 3,301,075</u> | <u>\$ 3,117,330</u> | <u>\$ (183,745)</u> |

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

CALHOUN COUNTY, GEORGIA
BUDGETARY COMPARISON SCHEDULES
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020

A. BUDGETARY INFORMATION

Annual budgets have been adopted on a basis consistent with generally accepted accounting principles for all governmental funds.

B. EXPENDITURES OVER APPROPRIATIONS

The County incurred expenditures, which exceeded appropriations, for the following departments and corresponding amounts:

| | |
|--------------------|-----------|
| General Government | \$ 26,028 |
| Public Works | 501,114 |
| Health and Welfare | 55,387 |

**CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
ERS EMPLOYER AGENCY
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
DECEMBER 31, 2020**

| | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|-------------|-------------|-------------|
| Employer's proportion of the net pension liability | 0.002920% | 0.351100% | 0.404800% |
| Employer's proportionate share of the net pension liability | \$ 120,495 | \$ 144,338 | \$ 164,403 |
| Employer's covered-employee payroll during the measurement period | \$ 95,093 | \$ 87,828 | \$ 91,017 |
| Employer's proportionate share of the net pension liability as a percentage of it covered-employee payroll | 126.71% | 164.34% | 180.63% |
| Plan fiduciary net position as a percentage of the total pension liability | 76.74% | 76.68% | 76.74% |

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

**CALHOUN COUNTY, GEORGIA
 CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
 ERS EMPLOYER AGENCY
 SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 DECEMBER 31, 2020**

| <u>2017</u> | <u>2016</u> | <u>2015</u> |
|-------------|-------------|-------------|
| 0.364100% | 0.426000% | 0.383700% |
| \$ 172,235 | \$ 172,590 | \$ 143,799 |
| \$ 101,316 | \$ 85,385 | \$ 100,856 |
| 170.00% | 202.13% | 142.58% |
| 72.34% | 76.20% | 77.99% |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
ERS EMPLOYER AGENCY
SCHEDULE OF CONTRIBUTIONS EMPLOYEES' RETIREMENT SYSTEM
DECEMBER 31, 2020

| | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|------------------|------------------|------------------|
| Contractually required contribution | \$ 23,166 | \$ 19,336 | \$ 22,271 |
| Contributions in relation to the contractually required contribution | <u>\$ 23,166</u> | <u>\$ 19,336</u> | <u>\$ 22,271</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered-employee payroll | \$ 95,093 | \$ 87,828 | \$ 91,017 |
| Contributions as a percentage of covered-employee payroll | 24.36% | 22.02% | 24.47% |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
ERS EMPLOYER AGENCY
SCHEDULE OF CONTRIBUTIONS EMPLOYEES' RETIREMENT SYSTEM
DECEMBER 31, 2020

| <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> |
|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| \$ 24,632 | \$ 20,928 | \$ 21,635 | \$ 15,137 | \$ 10,830 | \$ 13,371 | \$ 14,151 |
| <u>\$ 24,632</u> | <u>\$ 20,928</u> | <u>\$ 21,635</u> | <u>\$ 15,137</u> | <u>\$ 10,830</u> | <u>\$ 13,371</u> | <u>\$ 14,151</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| \$ 101,316 | \$ 85,385 | \$ 100,856 | \$ 83,330 | \$ 72,681 | \$ 114,974 | \$ 118,818 |
| 24.31% | 24.51% | 21.45% | 18.17% | 14.90% | 11.63% | 11.91% |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
SEAD - OPEB EMPLOYER
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
DECEMBER 31, 2020

| | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|-------------|-------------|-------------|
| Employer's proportion of the net OPEB liability (asset) | 0.003531% | 0.006230% | 0.005803% |
| Employer's proportionate share of the net OPEB liability (asset) | \$ (9,984) | \$ (16,850) | \$ (15,082) |
| Employer's covered-employee payroll | \$ 95,093 | \$ 87,828 | \$ 91,017 |
| Employer's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll | 10.50% | 19.19% | 16.57% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 129.73% | 129.46% | 130.17% |

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

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
SEAD - OPEB EMPLOYER
SCHEDULE OF CONTRIBUTIONS OTHER POST-EMPLOYMENT BENEFITS
DECEMBER 31, 2020

| | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|---|--------------------|--------------------|--------------------|
| Contractually required contribution | \$ - | \$ - | \$ - |
| Contributions in relation to the contractually required contribution | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Contribution deficiency (excess) | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |
| Agency's covered-employee payroll | \$ 95,093 | \$ 87,828 | \$ 91,017 |
| Plan fiduciary net position as a percentage of the total OPEB liability | 0.00% | 0.00% | 0.00% |

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

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
SHBP - OPEB EMPLOYER
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
DECEMBER 31, 2020

| | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|-------------|-------------|-------------|
| Employer's proportion of the net OPEB liability (asset) | 0.002960% | 0.003127% | 0.003486% |
| Employer's proportionate share of the net OPEB liability (asset) | \$ 36,743 | \$ 81,789 | \$ 142,027 |
| Employer's covered-employee payroll | \$ 95,093 | \$ 87,828 | \$ 91,017 |
| Employer's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll | 38.64% | 93.12% | 156.04% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 56.57% | 31.48% | 17.34% |

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

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
SHBP - OPEB EMPLOYER
SCHEDULE OF CONTRIBUTIONS OTHER POST-EMPLOYMENT BENEFITS
DECEMBER 31, 2020

| | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|---|-----------------|------------------|------------------|
| Contractually required contribution | \$ 4,827 | \$ 15,282 | \$ 15,685 |
| Contributions in relation to the contractually required contribution | <u>\$ 4,827</u> | <u>\$ 15,282</u> | <u>\$ 15,685</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Agency's covered-employee payroll | \$ 95,093 | \$ 87,828 | \$ 91,017 |
| Plan fiduciary net position as a percentage of the total OPEB liability | 5.08% | 17.40% | 17.23% |

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

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH – COMPONENT UNIT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020

A. CHANGES OF ASSUMPTIONS

1. ERS Employer Agency

On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among these changes were the updates to rates of mortality, retirement, disability, withdrawal, and salary increases.

On March 15, 2018, the Board adopted a new funding policy. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for June 30, 2017 actuarial valuation. In addition, based on the Board's new funding policy, the assumed investment rate of return was further reduced by 0.10% from 7.40% to 7.30% as of the June 30, 2018 measurement date.

2. SEAD-OPEB Employer

On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among these changes were the updates to rates of mortality, retirement, disability, withdrawal, and salary increases.

On March 15, 2018, the Board adopted a new funding policy. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for June 30, 2017 actuarial valuation. In addition, based on the Board's new funding policy, the assumed investment rate of return was further reduced by 0.10% from 7.40% to 7.30% as of the June 30, 2018 measurement date.

3. SHBP-OPEB Employer

June 30, 2017 valuation: The June 30, 2017 actuarial valuation was revised, for various factors, including the methodology used to determine how employees and retirees were assigned to each of the OPEB Funds and anticipated participation percentages. Current and former employees of State organizations (including technical colleges, community services board and public health departments) are no assigned to the State OPEB fund based on their last employer payroll location: irrespective of retirement affiliation.

The discount rate was updated from 3.09% as of June 30, 2016 to 3.60% as of June 30, 2017; to 5.22% as of June 30, 2018; and to 7.30% as of June 30, 2019.

B. CHANGES IN BENEFIT TERMS

There have been no changes in benefit terms.

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS**

| | AS OF DECEMBER 31, | |
|---|---------------------------|---------------------|
| | 2020 | 2019 |
| ASSETS | | |
| Cash and Cash Equivalents | \$ 3,053,321 | \$ 3,250,969 |
| Property Taxes Receivable | 242,602 | 277,867 |
| Local Option Sales Tax Receivable | 23,015 | 19,782 |
| Alcoholic Beverages Taxes Receivable | - | 224 |
| Accounts Receivable - Ambulance Charges | 7,115 | 25,565 |
| Due from Other Agencies and Individuals | 51,490 | 48,562 |
| | <u>3,377,543</u> | <u>3,622,969</u> |
| Total Assets | <u>3,377,543</u> | <u>3,622,969</u> |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | 93,379 | 179,913 |
| Payroll Taxes and Withholdings Payable | 2,430 | - |
| Tax Sale Escrow - Reserved for Claims | 16,344 | 16,344 |
| | <u>112,153</u> | <u>196,257</u> |
| Total Liabilities | <u>112,153</u> | <u>196,257</u> |
| Deferred Inflows of Resources: | | |
| Unavailable Revenue - Property Tax | 148,060 | 125,637 |
| | <u>148,060</u> | <u>125,637</u> |
| Total Deferred Inflows of Resources | <u>148,060</u> | <u>125,637</u> |
| Fund Balance: | | |
| Unassigned | 3,117,330 | 3,301,075 |
| | <u>3,117,330</u> | <u>3,301,075</u> |
| Total Fund Balance | <u>3,117,330</u> | <u>3,301,075</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balance | <u>\$ 3,377,543</u> | <u>\$ 3,622,969</u> |

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|--|---|---------------------|
| | 2020 | 2019 |
| REVENUES | | |
| Taxes | \$ 2,842,747 | \$ 2,915,584 |
| Licenses and Permits | 14,322 | 11,946 |
| Fines and Forfeitures | 66,406 | 79,309 |
| Charges for Services | 322,251 | 360,010 |
| Intergovernmental | 757,555 | 1,226,614 |
| Contributions and Donations from Private Sources | 2,250 | - |
| Miscellaneous | 122,661 | 76,699 |
| | <u>4,128,192</u> | <u>4,670,162</u> |
| EXPENDITURES | | |
| Current: | | |
| General Government | 993,827 | 991,409 |
| Judicial | 404,317 | 387,851 |
| Public Safety | 911,466 | 950,155 |
| Public Works | 1,200,350 | 196,894 |
| Health and Welfare | 638,836 | 788,688 |
| Housing and Development | 61,155 | 113,795 |
| Debt Service: | | |
| Principal Retirement | 25,072 | - |
| Interest | 6,666 | - |
| | <u>4,241,689</u> | <u>3,428,792</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>(113,497)</u> | <u>1,241,370</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Proceeds on Disposal of Capital Assets | 9,902 | 5,862 |
| Insurance Recovery | 10,727 | 209,658 |
| Face Amount of Long-Term Debt | - | 138,064 |
| Transfers In | 8,100 | - |
| Transfers Out | (98,977) | (144,189) |
| | <u>(70,248)</u> | <u>209,395</u> |
| Net Change in Fund Balance | (183,745) | 1,450,765 |
| Fund Balances - Beginning of Year | <u>3,301,075</u> | <u>1,850,310</u> |
| End of Year | <u>\$ 3,117,330</u> | <u>\$ 3,301,075</u> |

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|---|---|---------------------|
| | 2020 | 2019 |
| TAXES | | |
| Ad-Valorem Taxes and Commissions | \$ 2,395,471 | \$ 2,505,080 |
| Local Option Sales Taxes | 290,256 | 265,282 |
| Insurance Premiums Tax | 116,813 | 111,424 |
| Alcoholic Beverage Taxes | 1,948 | 2,153 |
| Real Estate Transfer Tax | 5,887 | 2,082 |
| Railroad Equipment Tax | 32,372 | 29,563 |
| Total Taxes | 2,842,747 | 2,915,584 |
| LICENSES AND PERMITS | | |
| Business Licenses and Permits | 14,322 | 11,946 |
| Total Licenses and Permits | 14,322 | 11,946 |
| FINES AND FORFEITURES | | |
| Fines and Forfeitures | 66,406 | 79,309 |
| CHARGES FOR SERVICES | | |
| Mapping Fees | 275 | 165 |
| Landfill Fees | 1,383 | 483 |
| Ambulance Charges | 172,530 | 209,593 |
| Sheriff Fees | 118,684 | 122,956 |
| Magistrate Court Fees | 3,086 | 10,080 |
| Clerk of Superior Court Fees | 26,293 | 16,733 |
| Total Charges for Services | 322,251 | 360,010 |
| INTERGOVERNMENTAL REVENUE | | |
| Federal Government | 81,202 | - |
| State Government | 676,353 | 1,226,614 |
| Other Local Governments | - | - |
| Total Intergovernmental Revenue | 757,555 | 1,226,614 |
| CONTRIBUTIONS AND DONATIONS FROM PRIVATE SOURCES | | |
| Donations | 2,250 | - |
| Total Contributions and Donations from Private Sources | 2,250 | - |
| MISCELLANEOUS REVENUE | | |
| Rents and Deposits | 47,500 | 46,500 |
| Sale of Pipe | 27,600 | 15,814 |
| Other | 47,561 | 14,385 |
| Total Miscellaneous Revenue | 122,661 | 76,699 |
| GRAND TOTAL REVENUES | \$ 4,128,192 | \$ 4,670,162 |

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF EXPENDITURES**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|---|---|-------------------|
| | 2020 | 2019 |
| GENERAL GOVERNMENT | | |
| General Administration: | | |
| Personal Services and Employee Benefits | \$ 404,170 | \$ 396,295 |
| Purchased/Contracted Services | 135,120 | 128,674 |
| Supplies | 5,430 | 7,372 |
| Capital Outlay | - | - |
| Other Costs | 1,401 | 33,512 |
| Total General Administration | 546,121 | 565,853 |
| Tax Commissioner | | |
| Personal Services and Employee Benefits | 94,897 | 89,871 |
| Purchased/Contracted Services | 14,792 | 17,847 |
| Supplies | 9,580 | 6,676 |
| Capital Outlay | - | - |
| Other Costs | - | 176 |
| Total Tax Commissioner | 119,269 | 114,570 |
| Tax Appraiser and Assessors: | | |
| Personal Services and Employee Benefits | 97,494 | 87,259 |
| Purchased/Contracted Services | 9,200 | 26,312 |
| Supplies | 13,527 | 13,755 |
| Capital Outlay | - | - |
| Other Costs | - | - |
| Total Tax Appraiser and Assessors | 120,221 | 127,326 |
| Public Buildings: | | |
| Personal Services and Employee Benefits | 21,508 | 19,222 |
| Purchased/Contracted Services | 66,969 | 42,966 |
| Supplies | 52,467 | 51,696 |
| Capital Outlay: | - | - |
| Generator at Courthouse | - | 9,170 |
| Air Conditioner at Courthouse | - | 18,922 |
| Other Costs | 25,000 | 1,689 |
| Total Public Buildings | 165,944 | 143,665 |
| Board of Registrars: | | |
| Personal Services and Employee Benefits | 22,610 | 29,143 |
| Purchased/Contracted Services | 14,639 | 9,350 |
| Supplies | 5,023 | 1,502 |
| Capital Outlay | - | - |
| Other Costs | - | - |
| Total Board of Registrars | 42,272 | 39,995 |
| Total General Government | \$ 993,827 | \$ 991,409 |

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF EXPENDITURES**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|---|---|-------------|
| | 2020 | 2019 |
| JUDICIAL | | |
| Probate and Magistrate Court: | | |
| Personal Services and Employee Benefits | \$ 126,816 | \$ 119,614 |
| Purchased/Contracted Services | 41,347 | 15,735 |
| Supplies | 12,691 | 9,952 |
| Capital Outlay | - | - |
| Other Costs | - | 17,334 |
| Total Probate and Magistrate Court | 180,854 | 162,635 |
| Superior Court: | | |
| Personal Services and Employee Benefits | 126,142 | 122,778 |
| Purchased/Contracted Services | 50,090 | 64,104 |
| Supplies | 47,231 | 31,861 |
| Capital Outlay | - | - |
| Other Costs | - | 6,473 |
| Total Superior Court | 223,463 | 225,216 |
| Total Judicial | 404,317 | 387,851 |
| PUBLIC SAFETY | | |
| Sheriff's Department: | | |
| Personal Services and Employee Benefits | 333,158 | 330,514 |
| Purchased/Contracted Services | 46,705 | 53,659 |
| Supplies | 39,052 | 50,620 |
| Capital Outlay: | | |
| Roof for Sheriff's Office | - | 4,509 |
| (2) Patrol Vehicles | 20,621 | - |
| Other Costs | 1,323 | - |
| Total Sheriff's Department | 440,859 | 439,302 |
| Jail: | | |
| Personal Services and Employee Benefits | 240,366 | 229,600 |
| Purchased/Contracted Services | 152,648 | 192,098 |
| Supplies | 22,257 | 13,470 |
| Capital Outlay: | | |
| Roof for Jail | - | 20,200 |
| Other Costs | - | - |
| Total Jail | \$ 415,271 | \$ 455,368 |

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF EXPENDITURES**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|--|---|-------------------|
| | 2020 | 2019 |
| PUBLIC SAFETY (continued) | | |
| Emergency Management / Fire Department: | | |
| Personal Services and Employee Benefits | \$ 16,148 | \$ 10,765 |
| Purchased/Contracted Services | 14,994 | 15,793 |
| Supplies | 12,394 | 11,427 |
| Capital Outlay | - | - |
| Other Costs | 11,800 | 17,500 |
| Total Emergency Management / Fire Department | <u>55,336</u> | <u>55,485</u> |
| Total Public Safety | <u>911,466</u> | <u>950,155</u> |
| PUBLIC WORKS | | |
| Roads and Bridges: | | |
| Personal Services and Employee Benefits | 184,777 | 193,401 |
| Purchased/Contracted Services | 312 | 314 |
| Supplies | 30 | 2,373 |
| Capital Outlay: | | |
| Road Resurfacing | 1,004,460 | - |
| Other Costs | - | 806 |
| Total Roads and Bridges | <u>1,189,579</u> | <u>196,894</u> |
| Solid Waste: | | |
| Supplies | 10,771 | - |
| Total Solid Waste | <u>10,771</u> | <u>-</u> |
| Total Public Works | <u>1,200,350</u> | <u>196,894</u> |
| HEALTH AND WELFARE | | |
| Emergency Medical Service: | | |
| Personal Services and Employee Benefits | 317,788 | 304,970 |
| Purchased/Contracted Services | 41,931 | 39,076 |
| Supplies | 34,890 | 32,315 |
| Capital Outlay: | | |
| Type 1 Chevrolet 3500HD Ambulance | - | 138,064 |
| Stryker Power Load System | 15,291 | - |
| Stryker Power Pro XT Ambulance Cot | 14,745 | - |
| LUCAS 3 Chest Compression System | 14,216 | - |
| Other Costs | 5,977 | 6,737 |
| Total Emergency Medical Service | <u>\$ 444,838</u> | <u>\$ 521,162</u> |

**CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF EXPENDITURES**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|---|---|---------------------|
| | 2020 | 2019 |
| HEALTH AND WELFARE (continued) | | |
| Health Department: | | |
| Purchased/Contracted Services | \$ 2,840 | \$ 3,315 |
| Capital Outlay: | | |
| Roof for Health Department Building | - | 24,500 |
| Other Costs | 29,783 | 58,366 |
| Total Health Department | <u>32,623</u> | <u>86,181</u> |
| Public Health and Welfare: | | |
| Personal Services and Employee Benefits | 42,682 | 42,008 |
| Purchased/Contracted Services | 559 | 6,194 |
| Supplies | 3,721 | - |
| Capital Outlay: | | |
| Roof for DFCS Building | - | 15,461 |
| Other Costs | 114,413 | 117,682 |
| Total Public Health and Welfare | <u>161,375</u> | <u>181,345</u> |
| Total Health and Welfare | <u>638,836</u> | <u>788,688</u> |
| HOUSING AND DEVELOPMENT | | |
| Extension Service: | | |
| Personal Services and Employee Benefits | 37,626 | 45,263 |
| Purchased/Contracted Services | 11,602 | 7,095 |
| Supplies | 4,117 | 7,540 |
| Capital Outlay: | | |
| 2019 Ford Van | - | 40,944 |
| Other Costs | - | 5,143 |
| Total Extension Service | <u>53,345</u> | <u>105,985</u> |
| Forestry: | | |
| Purchased/Contracted Services | <u>7,810</u> | <u>7,810</u> |
| Total Forestry | <u>7,810</u> | <u>7,810</u> |
| Total Housing and Development | <u>61,155</u> | <u>113,795</u> |
| DEBT SERVICE | | |
| Principal Retirement | 25,072 | - |
| Interest | 6,666 | - |
| Total Debt Service | <u>31,738</u> | <u>-</u> |
| GRAND TOTAL EXPENDITURES | <u>\$ 4,241,689</u> | <u>\$ 3,428,792</u> |

**CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS**

| | AS OF DECEMBER 31, | |
|---|---------------------------|-------------------|
| | 2020 | 2019 |
| ASSETS | | |
| Cash and Cash Equivalents | \$ 193,661 | \$ 307,186 |
| Taxes Receivable | 44,634 | 41,054 |
| | <u>238,295</u> | <u>348,240</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | 37,344 | 36,155 |
| Due to Calhoun County Transportation Special Purpose Local Option Sales Tax | - | 201,320 |
| | <u>37,344</u> | <u>237,475</u> |
| Fund Balance: | | |
| Restricted for SPLOST Projects | <u>200,951</u> | <u>110,765</u> |
| | <u>200,951</u> | <u>110,765</u> |
| Total Liabilities and Fund Balance | <u>\$ 238,295</u> | <u>\$ 348,240</u> |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

| | FOR THE YEARS ENDED | |
|--|----------------------------|-------------|
| | DECEMBER 31, | |
| | 2020 | 2019 |
| REVENUES | | |
| Taxes: | | |
| Special Purpose Local Option Sales Tax | \$ 463,329 | \$ 466,608 |
| Intergovernmental: State of Georgia STAR Program | 12,920 | - |
| | <hr/> | <hr/> |
| Total Revenues | 476,249 | 466,608 |
| | <hr/> | <hr/> |
| EXPENDITURES | | |
| Current: | | |
| Public Works: | | |
| Roads and Bridges: | | |
| Repairs and Maintenance | 81,135 | 101,645 |
| Hardware, Tools, & Supplies | - | 59,970 |
| Gas and Oil | 39,875 | 52,004 |
| Road Maintenance | - | 105,036 |
| Uniforms | 7,517 | 6,539 |
| Miscellaneous | 21,527 | - |
| Landfill | 40,967 | 53,471 |
| | <hr/> | <hr/> |
| Total Current Expenditures | 191,021 | 378,665 |
| | <hr/> | <hr/> |
| Capital Outlay: | | |
| Public Works: | | |
| 2019 JD 6120M Tractor | - | 88,820 |
| Road Department Tin Roofing | - | 3,337 |
| Road Resurfacing | 36,515 | - |
| | <hr/> | <hr/> |
| Total Capital Outlay Expenditures | 36,515 | 92,157 |
| | <hr/> | <hr/> |
| Debt Service: | | |
| Principal Retirement | 49,780 | 37,106 |
| Interest | 3,527 | 3,937 |
| | <hr/> | <hr/> |
| Total Debt Service Expenditures | 53,307 | 41,043 |
| | <hr/> | <hr/> |
| Intergovernmental: | | |
| Distributions to Morgan | 19,692 | 21,088 |
| Distributions to Leary | 20,850 | 24,231 |
| Distributions to Edison | 40,541 | 43,985 |
| Distributions to Arlington | 34,750 | 37,702 |
| | <hr/> | <hr/> |
| Total Intergovernmental Expenditures | 115,833 | 127,006 |
| | <hr/> | <hr/> |
| Total Expenditures | \$ 396,676 | \$ 638,871 |
| | <hr/> | <hr/> |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

| | FOR THE YEARS ENDED | |
|---|----------------------------|--------------------------|
| | DECEMBER 31, | |
| | <u>2020</u> | <u>2019</u> |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 79,573 | \$ (172,263) |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Face Amount of Long-Term Debt | - | 61,320 |
| Sale of Capital Assets | <u>10,613</u> | <u>27,500</u> |
| Total Other Financing Sources (Uses) | <u>10,613</u> | <u>88,820</u> |
| Net Change in Fund Balance | 90,186 | (83,443) |
| Fund Balance - Beginning of Year | <u>110,765</u> | <u>194,208</u> |
| Fund Balance - End of Year | <u><u>\$ 200,951</u></u> | <u><u>\$ 110,765</u></u> |

**CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS**

| | AS OF DECEMBER 31, | |
|---|---------------------------|-------------------|
| | 2020 | 2019 |
| ASSETS | | |
| Cash and Cash Equivalents | \$ 151,770 | \$ - |
| Taxes Receivable | 41,141 | 38,135 |
| Due from Calhoun County Special Purpose Local Option Sales Tax Fund | - | 201,320 |
| | <u>192,911</u> | <u>239,455</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | <u>18,152</u> | <u>8,981</u> |
| Total Liabilities | <u>18,152</u> | <u>8,981</u> |
| Fund Balance: | | |
| Restricted for TSPLOST Projects | <u>174,759</u> | <u>230,474</u> |
| Total Fund Balance | <u>174,759</u> | <u>230,474</u> |
| Total Liabilities and Fund Balance | <u>\$ 192,911</u> | <u>\$ 239,455</u> |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

| | FOR THE YEARS ENDED | |
|---|----------------------------|----------------|
| | DECEMBER 31, | |
| | 2020 | 2019 |
| REVENUES | | |
| Taxes: | | |
| Transportation Special Purpose Local Option Sales Tax | \$ 421,857 | \$ 307,298 |
| Total Revenues | <u>421,857</u> | <u>307,298</u> |
| EXPENDITURES | | |
| Current: | | |
| Roads and Bridges: | | |
| Road Maintenance | 26,820 | - |
| Hardware, Tools and Supplies | <u>58,453</u> | <u>-</u> |
| Total Current Expenditures | <u>85,273</u> | <u>-</u> |
| Capital Outlay: | | |
| Public Works: | | |
| JD M15 Flex Wing Rotary Cutter | 17,450 | |
| Storm Pipe Repair - Dickie Bypass | 6,815 | |
| 2020 CAT 306-07CR Hydraulic Excavator | 79,107 | |
| Road Resurfacing | <u>252,570</u> | <u>-</u> |
| Total Capital Outlay Expenditures | <u>355,942</u> | <u>-</u> |
| Debt Service: | | |
| Principal Retirement | 9,474 | - |
| Interest | <u>526</u> | <u>-</u> |
| Total Debt Service Expenditures | <u>10,000</u> | <u>-</u> |
| Intergovernmental: | | |
| Distributions to Morgan | 17,929 | 13,060 |
| Distributions to Leary | 18,984 | 13,828 |
| Distributions to Edison | 36,912 | 26,889 |
| Distributions to Arlington | <u>31,639</u> | <u>23,047</u> |
| Total Intergovernmental Expenditures | <u>105,464</u> | <u>76,824</u> |
| Total Expenditures | <u>556,679</u> | <u>76,824</u> |

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

| | FOR THE YEARS ENDED | |
|---|----------------------------|-------------------|
| | DECEMBER 31, | |
| | 2020 | 2019 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (134,822) | \$ 230,474 |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Face Amount of Long-Term Debt | 79,107 | - |
| Sale of Capital Assets | - | - |
| | <u>79,107</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | 79,107 | - |
| Net Change in Fund Balance | (55,715) | 230,474 |
| Fund Balance - Beginning of Year | <u>230,474</u> | <u>-</u> |
| Fund Balance - End of Year | <u>\$ 174,759</u> | <u>\$ 230,474</u> |

**CALHOUN COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2020**

| | Special Revenue Funds | | | |
|--|------------------------------|-----------------------|--|--|
| | Jail Fund | E-911 Fund | Condemnation of Controlled Substance Money Fund | Drug Abuse Treatment and Education Fund |
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 25,924 | \$ 192,106 | \$ - | \$ 28,071 |
| Accounts Receivable | - | 7,375 | - | - |
| Due from Other Agencies and Individuals | 127 | - | 4,821 | - |
| Total Assets | <u>26,051</u> | <u>199,481</u> | <u>4,821</u> | <u>28,071</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts Payable | - | 3,710 | - | - |
| Total Liabilities | <u>-</u> | <u>3,710</u> | <u>-</u> | <u>-</u> |
| Fund Balance: | | | | |
| Restricted for Jail | 26,051 | - | - | - |
| Restricted for E-911 | - | 195,771 | - | - |
| Restricted for Law Enforcement | - | - | 4,821 | - |
| Restricted for Drug Abuse Treatment and Education | - | - | - | 28,071 |
| Total Fund Balance | <u>26,051</u> | <u>195,771</u> | <u>4,821</u> | <u>28,071</u> |
| Total Liabilities and Fund Balance | <u>\$ 26,051</u> | <u>\$ 199,481</u> | <u>\$ 4,821</u> | <u>\$ 28,071</u> |

**CALHOUN COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2020**

**Total
Nonmajor
Governmental
Funds**

\$ 246,101
7,375

4,948

258,424

3,710

3,710

26,051
195,771
4,821

28,071

254,714

\$ 258,424

CALHOUN COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| | Special Revenue Funds | | | |
|--|------------------------------|-----------------------|--|--|
| | Jail Fund | E-911 Fund | Condemnation of Controlled Substance Money Fund | Drug Abuse Treatment and Education Fund |
| REVENUES | | | | |
| Fines and Forfeitures | \$ 6,259 | \$ - | \$ - | \$ 1,173 |
| Charges for Services | - | 101,926 | - | |
| Miscellaneous | - | - | 12,607 | - |
| Total Revenues | <u>6,259</u> | <u>101,926</u> | <u>12,607</u> | <u>1,173</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety | 45 | - | 5,489 | - |
| Health and Welfare | - | 146,250 | - | - |
| Total Expenditures | <u>45</u> | <u>146,250</u> | <u>5,489</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>6,214</u> | <u>(44,324)</u> | <u>7,118</u> | <u>1,173</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | - | 98,977 | - | - |
| Transfers Out | - | - | (8,100) | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>98,977</u> | <u>(8,100)</u> | <u>-</u> |
| Net Change in Fund Balance | 6,214 | 54,653 | (982) | 1,173 |
| Fund Balance - Beginning of Year | <u>19,837</u> | <u>141,118</u> | <u>5,803</u> | <u>26,898</u> |
| Fund Balance - End of Year | <u>\$ 26,051</u> | <u>\$ 195,771</u> | <u>\$ 4,821</u> | <u>\$ 28,071</u> |

**CALHOUN COUNTY, GEORGIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

**Total
 Nonmajor
 Governmental
 Funds**

| | |
|----|-----------------------|
| \$ | 7,432 |
| | 101,926 |
| | <u>12,607</u> |
| | <u>121,965</u> |
| | |
| | 5,534 |
| | <u>146,250</u> |
| | <u>151,784</u> |
| | |
| | <u>(29,819)</u> |
| | |
| | 98,977 |
| | <u>(8,100)</u> |
| | <u>90,877</u> |
| | |
| | 61,058 |
| | <u>193,656</u> |
| | |
| \$ | <u><u>254,714</u></u> |

**CALHOUN COUNTY, GEORGIA
JAIL
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS**

| | AS OF DECEMBER 31, | |
|---|---------------------------|------------------|
| | 2020 | 2019 |
| ASSETS | | |
| Cash and Cash Equivalents | \$ 25,924 | \$ 19,415 |
| Due from Other Agencies and Individuals | 127 | 422 |
| | <u>26,051</u> | <u>19,837</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| | <u>-</u> | <u>-</u> |
| Fund Balance: | | |
| Restricted for Jail Purposes | 26,051 | 19,837 |
| | <u>26,051</u> | <u>19,837</u> |
| Total Liabilities and Fund Balance | <u>\$ 26,051</u> | <u>\$ 19,837</u> |

**CALHOUN COUNTY, GEORGIA
JAIL
SPECIAL REVENUE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|----------------------------------|---|-------------------------|
| | <u>2020</u> | <u>2019</u> |
| REVENUES | | |
| Fines and Forfeitures: | | |
| Probate Court | \$ 4,399 | \$ 6,659 |
| Clerk of Superior Court | <u>1,860</u> | <u>936</u> |
| Total Revenues | <u>6,259</u> | <u>7,595</u> |
| EXPENDITURES | | |
| Current: | | |
| Public Safety: | | |
| Bank Charges | <u>45</u> | <u>-</u> |
| Total Current Expenditures | <u>45</u> | <u>-</u> |
| Net Change in Fund Balance | 6,214 | 7,595 |
| Fund Balance - Beginning of Year | <u>19,837</u> | <u>12,242</u> |
| Fund Balance - End of Year | <u><u>\$ 26,051</u></u> | <u><u>\$ 19,837</u></u> |

CALHOUN COUNTY, GEORGIA
E-911
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS

| | AS OF DECEMBER 31, | |
|-------------------------------------|---------------------------|-------------------|
| | 2020 | 2019 |
| ASSETS | | |
| Cash and Cash Equivalents | \$ 192,106 | \$ 141,118 |
| Accounts Receivable | 7,375 | - |
| | <u>199,481</u> | <u>141,118</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | 3,710 | - |
| | <u>3,710</u> | <u>-</u> |
| Fund Balance: | | |
| Restricted for E-911 Purposes | 195,771 | 141,118 |
| | <u>195,771</u> | <u>141,118</u> |
| Total Liabilities and Fund Balance | <u>\$ 199,481</u> | <u>\$ 141,118</u> |

CALHOUN COUNTY, GEORGIA
E-911
SPECIAL REVENUE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

| | FOR THE YEARS ENDED | |
|---|----------------------------|-------------------|
| | DECEMBER 31, | |
| | 2020 | 2019 |
| REVENUES | | |
| Charges for Services: | | |
| Telephone Surcharges | \$ 101,926 | \$ 98,802 |
| | | |
| Total Revenues | <u>101,926</u> | <u>98,802</u> |
| EXPENDITURES | | |
| Current: | | |
| Health and Welfare: | | |
| Salaries | 94,469 | 94,243 |
| Payroll Taxes | 7,029 | 6,553 |
| Supplies | 4,883 | 2,515 |
| Repairs and Maintenance | 2,360 | 3,339 |
| Telephone Service Charges | 36,384 | 34,779 |
| Training | 1,125 | - |
| Miscellaneous | - | - |
| | | |
| Total Current Expenditures | <u>146,250</u> | <u>141,429</u> |
| Debt Service: | | |
| Principal Retirement | - | 48,601 |
| Interest | - | 1,658 |
| | | |
| Total Debt Service Expenditures | <u>-</u> | <u>50,259</u> |
| | | |
| Total Expenditures | 146,250 | 191,688 |
| Excess (Deficiency) of Revenues Over Expenditures | <u>(44,324)</u> | <u>(92,886)</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Tranfers In | 98,977 | 144,189 |
| Transfers Out | - | - |
| | | |
| Total Other Financing Source (Uses) | <u>98,977</u> | <u>144,189</u> |
| Net Change in Fund Balance | 54,653 | 51,303 |
| Fund Balance - Beginning of Year | <u>141,118</u> | <u>89,815</u> |
| Fund Balance - End of Year | <u>\$ 195,771</u> | <u>\$ 141,118</u> |

**CALHOUN COUNTY, GEORGIA
 CONDEMNATION OF CONTROLLED SUBSTANCE MONEY
 SPECIAL REVENUE FUND
 COMPARATIVE BALANCE SHEETS**

| | AS OF DECEMBER 31, | |
|---|---------------------------|-------------|
| | 2020 | 2019 |
| ASSETS | | |
| Due from Other Agencies and Individuals | \$ 4,821 | \$ 5,803 |
| Total Assets | 4,821 | 5,803 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Total Liabilities | - | - |
| Fund Balance: | | |
| Restricted for Law Enforcement Purposes | 4,821 | 5,803 |
| Total Fund Balance | 4,821 | 5,803 |
| Total Liabilities and Fund Balance | \$ 4,821 | \$ 5,803 |

**CALHOUN COUNTY, GEORGIA
 CONDEMNATION OF CONTROLLED SUBSTANCE MONEY
 SPECIAL REVENUE FUND
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|---|---|-----------------|
| | 2020 | 2019 |
| REVENUES | | |
| Miscellaneous: | | |
| Seizures | \$ - | \$ - |
| Inmate Phone Commissions | 12,607 | 6,305 |
| Other Private Donations | - | 570 |
| | <u>-</u> | <u>570</u> |
| Total Revenues | <u>12,607</u> | <u>6,875</u> |
| EXPENDITURES | | |
| Current: | | |
| Public Safety: | | |
| Supplies | 100 | 3,902 |
| Telephone | 4,468 | 5,189 |
| Repairs and Maintenance | - | - |
| Training | 751 | 450 |
| Miscellaneous | 170 | 2,496 |
| Capital Outlay: | | |
| 2018 F-150 | - | 8,000 |
| | <u>-</u> | <u>8,000</u> |
| Total Current Expenditures | <u>5,489</u> | <u>20,037</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>7,118</u> | <u>(13,162)</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Tranfers In | - | - |
| Transfers Out | (8,100) | - |
| | <u>(8,100)</u> | <u>-</u> |
| Total Other Financing Source (Uses) | <u>(8,100)</u> | <u>-</u> |
| Net Change in Fund Balance | (982) | (13,162) |
| Fund Balance - Beginning of Year | <u>5,803</u> | <u>18,965</u> |
| Fund Balance - End of Year | <u>\$ 4,821</u> | <u>\$ 5,803</u> |

**CALHOUN COUNTY, GEORGIA
 DRUG ABUSE TREATMENT AND EDUCATION
 SPECIAL REVENUE FUND
 COMPARATIVE BALANCE SHEETS**

| | AS OF DECEMBER 31, | |
|--|---------------------------|-------------|
| | 2020 | 2019 |
| ASSETS | | |
| Cash and Cash Equivalents | \$ 28,071 | \$ 26,898 |
| Total Assets | 28,071 | 26,898 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Total Liabilities | - | - |
| Fund Balance: | | |
| Restricted for Drug Abuse and Education Purposes | 28,071 | 26,898 |
| Total Fund Balance | 28,071 | 26,898 |
| Total Liabilities and Fund Balance | \$ 28,071 | \$ 26,898 |

**CALHOUN COUNTY, GEORGIA
 DRUG ABUSE TREATMENT AND EDUCATION
 SPECIAL REVENUE FUND
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE**

| | FOR THE YEARS ENDED DECEMBER 31, | |
|----------------------------------|---|------------------|
| | 2020 | 2019 |
| REVENUES | | |
| Fines and Forfeitures: | | |
| Probate Court | \$ 198 | \$ 401 |
| Clerk of Superior Court | 975 | 1,284 |
| Municipal Courts | - | - |
| | <hr/> | <hr/> |
| Total Revenues | 1,173 | 1,685 |
| | <hr/> | <hr/> |
| EXPENDITURES | | |
| Total Expenditures | - | - |
| | <hr/> | <hr/> |
| Net Change in Fund Balance | 1,173 | 1,685 |
| Fund Balance - Beginning of Year | 26,898 | 25,213 |
| | <hr/> | <hr/> |
| Fund Balance - End of Year | <u>\$ 28,071</u> | <u>\$ 26,898</u> |

CALHOUN COUNTY, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
AS OF DECEMBER 31, 2020

| | <u>Tax Commissioner</u> | <u>Probate Court</u> | <u>Clerk of Court</u> | <u>Sheriff</u> |
|--|-----------------------------|--------------------------|---------------------------|----------------|
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 77,929 | \$ 2,424 | \$ 38,523 | \$ 4,731 |
| Taxes Receivable for Other Governments | <u>272,473</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Additions | <u>350,402</u> | <u>2,424</u> | <u>38,523</u> | <u>4,731</u> |
| LIABILITIES | | | | |
| Accounts Payable and Other Liabilities | 43,432 | - | 11,211 | 3,820 |
| Uncollected Taxes Due Other Governments | <u>272,473</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Deductions | <u>315,905</u> | <u>-</u> | <u>11,211</u> | <u>3,820</u> |
| NET POSITION | | | | |
| Restricted: | | | | |
| Individuals, Organizations, and Other Governments | <u>\$ 34,497</u> | <u>\$ 2,424</u> | <u>\$ 27,312</u> | <u>\$ 911</u> |

CALHOUN COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| <u>Magistrate Court</u> | <u>Totals</u> |
|-----------------------------|------------------|
| \$ 10,164 | \$ 133,771 |
| <u>-</u> | <u>272,473</u> |
| 10,164 | 406,244 |
| - | 58,463 |
| <u>-</u> | <u>272,473</u> |
| <u>-</u> | <u>330,936</u> |
| | |
| <u>\$ 10,164</u> | <u>\$ 75,308</u> |

CALHOUN COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| | <u>Tax Commissioner</u> | <u>Probate Court</u> | <u>Clerk of Court</u> | <u>Sheriff</u> |
|--|-----------------------------|--------------------------|---------------------------|----------------|
| ADDITIONS | | | | |
| Taxes | \$ 6,454,595 | \$ - | \$ - | \$ - |
| Fines and Fees | - | 90,833 | 88,797 | 126,581 |
| Other Custodial Collectons | 2,367 | 7,200 | - | - |
| Total Additions | <u>6,456,962</u> | <u>98,033</u> | <u>88,797</u> | <u>126,581</u> |
| DEDUCTIONS | | | | |
| Taxes | 6,425,579 | - | - | - |
| Other Custodial Disbursements | 31,383 | 102,591 | 88,797 | 126,581 |
| Total Deductions | <u>6,456,962</u> | <u>102,591</u> | <u>88,797</u> | <u>126,581</u> |
| Net Increase in Fiduciary Net Position | - | (4,558) | - | - |
| Net Position, Beg of Year - restated | <u>34,497</u> | <u>6,982</u> | <u>27,312</u> | <u>911</u> |
| Net Position, End of Year | <u>\$ 34,497</u> | <u>\$ 2,424</u> | <u>\$ 27,312</u> | <u>\$ 911</u> |

CALHOUN COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

| <u>Magistrate Court</u> | <u>Totals</u> |
|-----------------------------|------------------|
| \$ - | \$ 6,454,595 |
| 74,945 | 381,156 |
| <u>-</u> | <u>9,567</u> |
| <u>74,945</u> | <u>6,845,318</u> |
| - | 6,425,579 |
| <u>68,994</u> | <u>418,346</u> |
| <u>68,994</u> | <u>6,843,925</u> |
| 5,951 | 1,393 |
| <u>4,213</u> | <u>73,915</u> |
| <u>\$ 10,164</u> | <u>\$ 75,308</u> |

CALHOUN COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
2019-2024 SPECIAL PURPOSE LOCAL OPTION SALES TAX
FOR THE YEAR ENDED DECEMBER 31, 2020

| Project | Original Estimated Cost * | Expenditures | | Total | Estimated Percentage of Completion |
|--|--|------------------------|-------------------------|-------------------|---|
| | | Prior Years | Current Year | | |
| Road, Street, and Bridge Purposes | \$ 2,475,000 | \$ 35,081 | \$ 227,536 | \$ 262,617 | 10.61% |
| Capital Outlay Projects for the Following Municipalities: | | | | | |
| Edison | 288,750 | 17,015 | 40,541 | 57,556 | 19.93% |
| Arlington | 247,500 | 14,585 | 34,750 | 49,335 | 19.93% |
| Leary | 148,500 | 8,751 | 20,850 | 29,601 | 19.93% |
| Morgan | 140,250 | 8,265 | 19,692 | 27,957 | 19.93% |
| Total Project Costs | 3,300,000 | 83,697 | 343,369 | 427,066 | 12.94% |
| Reconciling Items: | | | | | |
| Debt Service: | | | | | |
| Principal | - | - | 49,780 | 49,780 | |
| Interest | - | - | 3,527 | 3,527 | |
| Total Expenditures | \$ 3,300,000 | \$ 83,697 | \$ 396,676 | \$ 480,373 | |

* There have been no changes in original estimated costs.

CALHOUN COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
2019-2024 TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
FOR THE YEAR ENDED DECEMBER 31, 2020

| Project | Original Estimated Cost * | Expenditures | | Total | Estimated Percentage of Completion |
|---|--|------------------------|-------------------------|-------------------|---|
| | | Prior Years | Current Year | | |
| Resurface and Pave Road, Replace and Repair Gravel on County Roads, and Acquisition of Equipment to Repair and Maintain Roads | \$ 975,000 | \$ - | \$ 441,215 | \$ 441,215 | 45.25% |
| Capital Outlay Projects for the Following Municipalities: | | | | | |
| Edison | 113,750 | 26,889 | 36,912 | 63,801 | 56.09% |
| Arlington | 97,500 | 23,047 | 31,639 | 54,686 | 56.09% |
| Leary | 58,500 | 13,828 | 18,984 | 32,812 | 56.09% |
| Morgan | 55,250 | 13,060 | 17,929 | 30,989 | 56.09% |
| Totals | <u>1,300,000</u> | <u>76,824</u> | <u>546,679</u> | <u>623,503</u> | <u>47.96%</u> |
| Reconciling Items: | | | | | |
| Debt Service: | | | | | |
| Principal | - | - | 10,000 | 10,000 | |
| Interest | - | - | - | - | |
| Total Expenditures | <u>\$ 1,300,000</u> | <u>\$ 76,824</u> | <u>\$ 556,679</u> | <u>\$ 633,503</u> | |

* There have been no changes in original estimated costs.

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**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 Board of County Commissioners
Calhoun 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 Calhoun county, Georgia, as of and for the year ended December 31, 2020, and the related notes to the financial statements which collectively comprise Calhoun County, Georgia's basic financial statements and have issued our report thereon dated October 7, 2021. Our report includes a reference to other auditors who audited the financial statements of the Calhoun County Board of Health Component Unit, as described in our report on Calhoun County, Georgia's financial statements. This report does not include the results of the other auditor's 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 Calhoun 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 of the effectiveness of Calhoun County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Calhoun 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Calhoun County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as item(s) 2020-001.

Calhoun County, Georgia's Response to Findings

Calhoun County, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. Calhoun 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.

/s/ Brown & McDaniel, CPAs

Albany, Georgia
October 7, 2021

**CALHOUN COUNTY, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2020**

FINANCIAL STATEMENT FINDINGS:

Internal Control Over Financial Reporting

None.

Compliance

2019-001. Prior Audit Finding: Expenditures over Appropriations

Status and/or Corrective Action: The County concurred with this finding and continues to address the need for budget-actual comparisons for the purpose of determining whether or not budget revisions are necessary.

2019-002. Prior Audit Finding: Commingled SPLOST and TSPLOST

Status and/or Corrective Action: This finding has been resolved.

**CALHOUN COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2020**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? ___yes x no

Significant deficiencies identified? ___yes x none reported

Noncompliance material to financial statements noted? x yes ___no

Section II – Financial Statement Findings

COMPLIANCE

2020-001. Expenditures Exceeded Appropriations (repeat finding)

Criteria: O.C.G.A. §36-81-3(b)(1) states that “each unit of local government shall adopt and operate under an annual balanced budget for the general fund, each special revenue fund, and each debt service fund in use by the local government. The annual balanced budget shall be adopted by ordinance or resolution and administered in accordance with this article”.

Condition: Several County departments (the legal level of control) had expenditures which exceeded their appropriations.

Context: Expenditures exceeded appropriations for the following departments in the corresponding amounts and by \$427,766 in the aggregate:

| | | |
|--------------------|----|---------|
| General Government | \$ | 26,028 |
| Public Works | | 501,114 |
| Health and Welfare | | 55,387 |

Effect: The County is in violation of state statutes.

Cause: With respect to Public Works (i.e., Roads and Bridges), the County had expenditures for the resurfacing of roads during the fiscal year. A substantial portion of the resources necessary to fund the general fund portion of these expenditures had been accumulated in prior fiscal years but were not re-appropriated from the fund balance as a part of the current year’s budget. Regarding the general government and health and welfare departments, the excess expenditures derived from a general increase in costs and unanticipated additional costs not foreseen at the time of budget preparation. Even still, the overages represent less than 3 percent and 10 percent, respectively of those department’s budgets.

**CALHOUN COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2020**

Section II – Financial Statement Findings (continued)

COMPLIANCE (continued)

2020-001. Expenditures Exceeded Appropriations (repeat finding) (continued)

Recommendation: The County governing authority should periodically review budgeted revenues and expenditures with actual revenues and expenditures and determine whether, and to what extent, or any budget revisions are appropriate. Alternatively, the governing authority may delegate by annual resolution the authority to make such reviews to a member of the County’s management, such as the County Clerk.

Views of Responsible Officials: The County concurs with this finding and will continue to address the need for periodic reviews of budget-to-actual comparisons of financial data for all County departments and recommend amendments, when necessary, whether in the form of re-allocating existing budgetary line items or incorporating the availability of additional resources which become available after the original budget’s adoption.