CITY OF BARWICK, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2025

CITY OF BARWICK, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2025

TABLE OF CONTENTS

Page No.

FINANCIAL SECTION 1
- Independent Auditor's Report 2
- Basic Financial Statements: 5
  - Government-wide Financial Statements:
    - Statement of Net Position 6
    - Statement of Activities 7
  - Fund Financial Statements:
    - Balance Sheet – Governmental Funds 8
    - Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds 9
    - Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities 10
    - Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund 11
    - Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – ARPA Fund 12
    - Statement of Net Position – Proprietary Fund 13
    - Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Fund 14
    - Statement of Cash Flows – Proprietary Fund 15
  - Notes to the Financial Statements 16
- Non-major Governmental Funds 26
  - Combining Balance Sheet- Nonmajor Governmental Funds 27
  - Combining Statement of Revenues, Expenditures, and Changes In Fund Balances- Nonmajor Governmental Funds 28
  - Special Revenue Fund – Hotel/Motel Tax Fund – Budgetary Comparison Schedule 29
- Supplementary Information 30

TABLE OF CONTENTS (Continued)

Schedule of Projects Constructed with Special Purpose
Local Option Sales Tax Brooks County #7 31
Schedule of Projects Constructed with Special Purpose
Local Option Sales Tax Thomas County 2012 32
Schedule of Projects Constructed with Special Purpose
Local Option Sales Tax Thomas County 2017 33
Schedule of Projects Constructed with Special Purpose
Local Option Sales Tax Thomas County 2023 34
Schedule of Projects Constructed with Transportation Special Purpose
Local Option Sales Tax Brooks County 35
Compliance Section 36
Report on Compliance and on Internal Control over Financial Reporting Based
on an Audit of Financial Statements performed in Accordance with Government
Auditing Standards 37

FINANCIAL SECTION

John S. Buckhaulter, CPA, CFE
William J. Walker, Jr., CPA
Kayla K. Calhoun, CPA

J. Alvin Newton, Jr., CPA, JD
Dawn Daniels, EA
Magen Zorn, EA
William R. Burke, CPA, MAcc-
Of Counsel

Burke, Worsham & Harrell, LLC
Certified Public Accountants | Financial Consultants
Licensed in Georgia and Florida

Bainbridge Office
www.eburke.com

600 West Shotwell Street
Bainbridge, GA 39819
Telephone (229) 246-4011
Facsimile (229) 246-4022

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the
City Council
City of Barwick, Georgia

Report on the Audit of the Financial Statements Opinions

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Barwick, Georgia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City of Barwick, Georgia's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Barwick, Georgia as of June 30, 2025 and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, and the American Rescue Plan Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Barwick, Georgia and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

MEMBERS:
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS / GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Barwick, Georgia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting polices used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Barwick, Georgia's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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 missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Barwick, Georgia's basic financial statements. The non-major combining and individual fund financial statements and budgetary schedule found on pages 26-29 and the supplementary information found on pages 30-35 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the non-major combining and individual fund financial statements and budgetary schedule and supplementary information 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 June 15, 2026, on our consideration of the City of Barwick, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Barwick, Georgia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Barwick, Georgia's internal control over financial reporting and compliance.

Burke, Worsham & Harrell, LLC

Burke, Worsham & Harrell, LLC
Bainbridge, Georgia
June 15, 2026

BASIC FINANCIAL STATEMENTS

CITY OF BARWICK, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2025

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 1,288,303	$ 319,651	$ 1,607,954
Receivables (net of allowance for uncollectibles)	3,037	13,907	16,944
Intergovernmental receivables	15,995	-	15,995
Internal balances	38,544	(38,544)	-
Prepaid items	6,591	11,299	17,890
Restricted assets:			
Cash and cash equivalents	1,981	21,860	23,841
Capital assets (net of accumulated depreciation):			
Land	35,665	1,000	36,665
Buildings	40,511	-	40,511
Improvements	200,609	-	200,609
Infrastructure	-	659,590	659,590
Machinery and equipment	129,938	106,331	236,269
TOTAL ASSETS	**1,761,174**	**1,095,094**	**2,856,268**
LIABILITIES			
Accounts payable and other current liabilities	5,470	229	5,699
Liabilities payable from restricted assets	-	20,960	20,960
Unearned revenues	138,918	-	138,918
Noncurrent liabilities:			
Due within one year	-	14,636	14,636
Due in more than one year	-	260,489	260,489
TOTAL LIABILITIES	**144,388**	**296,314**	**440,702**
NET POSITION			
Net investment in capital assets	406,723	491,796	898,519
Restricted:			
ARPA purposes	8,758	-	8,758
Public Safety	15,170	-	15,170
Volunteer fire department	1,981	-	1,981
Capital projects	824,198	-	824,198
Unrestricted	359,956	306,984	666,940
TOTAL NET POSITION	**$ 1,616,786**	**$ 798,780**	**$ 2,415,566**

The notes to the financial statements are an integral part of this statement.

CITY OF BARWICK, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business type Activities	Primary Government: Total
Primary government:							
Governmental activities:							
General government	$ 100,935	$ 2,168	$ -	$ 112,316	$ 13,549	$ -	$ 13,549
Public safety	71,313	-	-	-	(71,313)	-	(71,313)
Public works	85,607	-	-	-	(85,607)	-	(85,607)
Culture and recreation	14,367	-	5,000	-	(9,367)	-	(9,367)
Total governmental activities	**272,222**	**2,168**	**5,000**	**112,316**	**(152,738)**	**-**	**(152,738)**
Business-type activities:							
Water and garbage	213,969	189,843	-	-	-	(24,126)	(24,126)
Total business-type activities	**213,969**	**189,843**	**-**	**-**	**-**	**(24,126)**	**(24,126)**
Total primary government	**$ 486,191**	**$ 192,011**	**$ 5,000**	**$ 112,316**	**(152,738)**	**(24,126)**	**(176,864)**
General revenues:							
Property taxes					90,231	-	90,231
Sales and use taxes					57,419	-	57,419
Alcohol beverage taxes					1,836	-	1,836
Other taxes					42,415	-	42,415
Franchise fees					25,685	-	25,685
Investment earnings					4,927	1,381	6,308
Miscellaneous					401	(366)	35
Total general revenues and transfers					**222,914**	**1,015**	**223,929**
Change in net position					**70,176**	**(23,111)**	**47,065**
Net position - beginning					1,546,610	821,891	2,368,501
Net position - ending					**$ 1,616,786**	**$ 798,780**	**$ 2,415,566**

The notes to the financial statements are an integral part of this statement.

CITY OF BARWICK, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	MAJOR FUNDS				NONMAJOR FUNDS	
	GENERAL	SPLOST THOMAS CO 2012	SPLOST THOMAS CO 2017	ARPA	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS						
Cash and cash equivalents	$ 312,110	$ 315,180	$ 374,024	$ 147,676	$ 139,313	$ 1,288,303
Prepaid items	6,591	-	-	-	-	6,591
Receivables	3,037	-	-	-	-	3,037
Due from other funds	38,771	-	-	-	-	38,771
Intergovernmental receivables	4,917	-	-	-	11,078	15,995
Restricted assets						
Cash and cash equivalents	1,981	-	-	-	-	1,981
TOTAL ASSETS	**367,407**	**315,180**	**374,024**	**147,676**	**150,391**	**1,354,678**
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	1,110	-	-	-	-	1,110
Accrued liabilities	4,360	-	-	-	-	4,360
Unearned revenues	-	-	-	138,918	-	138,918
Due to other funds	-	-	-	-	227	227
Total liabilities	**5,470**	**-**	**-**	**138,918**	**227**	**144,615**
Deferred inflows of resources:						
Unavailable Revenue - Property Taxes	1,590	-	-	-	-	1,590
Total liabilities and deferred inflows of resources	7,060	-	-	138,918	227	146,205
FUND BALANCES						
Nonspendable:						
Prepaid items	6,591	-	-	-	-	6,591
Restricted for:						
ARPA purposes	-	-	-	8,758	-	8,758
Promotion of tourism	-	-	-	-	15,170	15,170
Volunteer fire department	1,981					1,981
Capital project expenditures	-	315,180	374,024	-	134,994	824,198
Unassigned:						
General fund	351,775	-	-	-	-	351,775
TOTAL FUND BALANCES	**360,347**	**315,180**	**374,024**	**8,758**	**150,164**	**1,208,473**
TOTAL LIABILITIES AND FUND BALANCES	**$ 367,407**	**$ 315,180**	**$ 374,024**	**$ 147,676**	**$ 150,391**	

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.	406,723
Other assets are not available to pay for current-period expenditures, and, therefore are deferred in the funds.	1,590
NET POSITION OF GOVERNMENTAL ACTIVITIES	**$ 1,616,786**

The notes to the financial statements are an integral part of this statement.

CITY OF BARWICK, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR YEAR ENDED JUNE 30, 2025

	MAJOR FUNDS				NONMAJOR FUNDS	
	GENERAL	SPLOST THOMAS CO 2012	SPLOST THOMAS CO 2017	ARPA	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES						
General property taxes	$ 89,121	$ -	$ -	$ -	$ -	$ 89,121
Franchise fees	25,993	-	-	-	-	25,993
Sales and use taxes	57,419	-	-	-	-	57,419
Alcoholic beverage excise	1,836	-	-	-	-	1,836
Other taxes	37,738	-	-	-	3,210	40,948
Licenses and permits	2,150	-	-		-	2,150
Intergovernmental income	6,467	-	51,656	-	57,816	115,939
Other charges for services	18	-	-	-	-	18
Interest income	797	563	-	4,115	2,414	7,889
Miscellaneous revenue	309	-	-	-	-	309
TOTAL REVENUES	**221,848**	**563**	**51,656**	**4,115**	**63,440**	**341,622**
EXPENDITURES						
Current:						
General government	82,404	-	-	-	2,489	84,893
Judicial	4,084	-	-	-	-	4,084
Public safety	57,234	-	-	-	-	57,234
Public works	57,724	-	-	-	-	57,724
Culture and recreation	12,674	-	-	-	-	12,674
Capital outlay:						
Public works	12,458	-	51,080	-	3,500	67,038
TOTAL EXPENDITURES	**226,578**	**-**	**51,080**	**-**	**5,989**	**283,647**
EXCESS OF REVENUES OVER EXPENDITURES	**(4,730)**	**563**	**576**	**4,115**	**57,451**	**57,975**
FUND BALANCE - BEGINNING OF YEAR	**365,077**	**314,617**	**373,448**	**4,643**	**92,713**	**1,150,498**
FUND BALANCE - END OF YEAR	**$ 360,347**	**$ 315,180**	**$ 374,024**	**$ 8,758**	**$ 150,164**	**$ 1,208,473**

The notes to the financial statements
are an integral part of this statement.

CITY OF BARWICK, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR YEAR ENDED JUNE 30, 2025

Amounts reported for governmental activities in the statement of activities (pages 10 and 11) are different because:

Net change in fund balances - total governmental funds (page 13)		**$ 57,975**
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Depreciation expense	$ (51,654)	
Capital outlays	63,054	
		11,400
Net change in revenues reported in the Statement of Activities that are earned but unavailable and are not reported in the governmental funds		
Change in deferred inflows		801
Change in net position of governmental activities (pages 10 and 11)		**$ 70,176**

CITY OF BARWICK, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
FOR YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET-POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
General property taxes	$ 127,000	$ 109,000	$ 89,121	$ (19,879)
Franchise fees	-	-	25,993	25,993
Sales and use taxes	45,000	55,000	57,419	2,419
Alcoholic beverage excise	900	900	1,836	936
Other taxes	28,000	28,000	37,738	9,738
Licenses and permits	2,800	3,000	2,150	(850)
Intergovernmental income	5,000	20,000	6,467	(13,533)
Other charges for services	-	-	18	18
Interest income	240	300	797	497
Miscellaneous revenue	6	305	309	4
TOTAL REVENUES	**208,946**	**216,505**	**221,848**	**5,343**
EXPENDITURES				
Current:				
General government	88,000	85,000	82,404	2,596
Judicial	6,000	6,000	4,084	1,916
Public safety	111,000	91,000	57,234	33,766
Public works	90,000	77,542	57,724	19,818
Culture and recreation	15,500	15,500	12,674	2,826
Capital outlay:				
Public works	-	12,458	12,458	-
Culture and recreation	20,000	-	-	-
TOTAL EXPENDITURES	**330,500**	**287,500**	**226,578**	**60,922**
EXCESS OF REVENUES OVER EXPENDITURES	**(121,554)**	**(70,995)**	**(4,730)**	**66,265**
OTHER FINANCING SOURCES (USES)				
Reserves	121,554	70,995	-	(70,995)
TOTAL FINANCING USES	**121,554**	**70,995**	**-**	**(70,995)**
NET CHANGE IN FUND BALANCES	**-**	**-**	**(4,730)**	**(4,730)**
FUND BALANCE - BEGINNING OF YEAR	**365,077**	**365,077**	**365,077**	**-**
FUND BALANCE - END OF YEAR	**$ 365,077**	**$ 365,077**	**$ 360,347**	**$ (4,730)**

The notes to the financial statements
are an integral part of this statement.

CITY OF BARWICK, GEORGIA
ARPA FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
FOR YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET-POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Investment income	$ 900	$ 2,000	$ 4,115	$ 2,115
TOTAL REVENUES	**70,359**	**2,000**	**4,115**	**2,115**
EXPENDITURES				
Current:				
Public works	-	-	-	-
TOTAL EXPENDITURES	**-**	**-**	**-**	**-**
EXCESS OF REVENUES OVER EXPENDITURES	**70,359**	**2,000**	**4,115**	**2,115**
OTHER FINANCING SOURCES (USES)				
Reserves	(139,968)	140,000	-	(140,000)
Transfers out	-	(142,000)	-	142,000
TOTAL FINANCING USES	**(139,968)**	**(2,000)**	**-**	**2,000**
NET CHANGE IN FUND BALANCES	**(69,609)**	**-**	**4,115**	**4,115**
FUND BALANCE - BEGINNING OF YEAR	**4,643**	**4,643**	**4,643**	**-**
FUND BALANCE - END OF YEAR	**$ (64,966)**	**$ 4,643**	**$ 8,758**	**$ 4,115**

The notes to the financial statements are an integral part of this statement.

CITY OF BARWICK, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2025

	Business-type Activities Enterprise Fund Water and Garbage Fund
ASSETS	
Current assets:	
Cash	$ 319,651
Accounts receivable (net of allowance for doubtful accounts)	13,907
Prepaid items	11,299
Restricted cash - customer deposits	21,860
Total current assets	**366,717**
Capital assets:	
Land	1,000
Buildings	14,450
Equipment	255,996
Infrastructure	1,347,820
Less accumulated depreciation	(852,345)
Total capital assets (net of accumulated deprecation)	766,921
Total capital assets	**766,921**
Total assets	**1,133,638**
LIABILITIES	
Current liabilities:	
Accounts payable	200
Due to General Fund	38,544
Accrued interest payable	29
Note payable	14,636
Current liabilities payable from restricted assets:	
Customer deposits	20,960
Total current liabilities	**74,369**
Noncurrent liabilities	
Note payable	260,489
Total liabilities	**334,858**
NET POSITION	
Net investment in capital assets	491,796
Unrestricted	306,984
Total net position	**$ 798,780**

The notes to the financial statements
are an integral part of this statement.

CITY OF BARWICK, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Fund	
	Water and Garbage Fund	
Operating revenues:		
Charges for services - water	$	119,330
Charges for services - solid waste		64,826
Miscellaneous		5,687
Total operating revenues		**189,843**
Operating expenses:		
Water:		
Personal services		51,707
Purchased/contracted services		22,999
Supplies		21,501
Depreciation		48,375
Solid waste:		
Purchased/contracted services		69,387
Total operating expenses		**213,969**
Operating income		**(24,126)**
Non-operating revenues (expenses):		
Interest income		1,381
Interest expense		(366)
Total non-operating revenues (expenses)		**1,015**
Change in net position		**(23,111)**
Total net position beginning of the year		821,891
Total net position ending of the year	**$**	**798,780**

The notes to the financial statements
are an integral part of this statement.

CITY OF BARWICK, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Fund Water and Garbage Fund
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers	$ 196,720
Cash payments for goods and services	(108,292)
Cash payments to employees	(51,707)
Net cash provided by operating activities	**36,721**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Principal payments on debt	(14,617)
Interest paid	(366)
Net cash provided by capital and related financing activities	**(14,983)**
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest received	1,381
Net cash provided by investing activities	**1,381**
Net decrease in cash and cash equivalents	**23,119**
Cash and cash equivalents - beginning of the year	318,392
Cash and cash equivalents - ending of the year	**$ 341,511**
RECONCILIATION OF OPERATING INCOME TO NET CASH USED FOR OPERATING ACTIVITIES:	
Operating income	$ (24,126)
Adjustments to reconcile operating income to net cash used for operating activities:	
Depreciation	48,375
Change in assets and liabilities:	
Decrease (increase) in accounts receivable	5,827
Decrease (increase) in prepaid items	246
Increase (decrease) in due to other funds	11,874
Increase (decrease) in accounts payable	(6,525)
Increase (decrease) in customer deposits	1,050
Total adjustments	**60,847**
Net cash provided by operating activities	**$ 36,721**

Note:
Cash and cash equivalents - ending of year reconciled to the Statement of Net Position, page 16.

Cash and cash equivalents	$ 319,651
Restricted cash-customer deposits	21,860
Cash and cash equivalents - ending of year	$ 341,511

The notes to the financial statements are an integral part of this statement.

NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City operates under a council/mayor form of government and provides the following services: public safety (volunteer fire department), highways and streets, culture and recreation, public improvements, and general and administrative services. In addition, the City operates a public utility (water and sanitation) for the incorporated and immediate surrounding areas.

Component Units. The City of Barwick has no component units, blended or discretely presented.

B. Government- wide and fund financial statements

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

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

The City does not allocate indirect costs.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting and financial statement presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following *major* government funds:

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

The *Special Purpose Local Option Sales Tax Fund – Thomas County 2012* is a major fund that accounts for all taxes collected as well as the outlays as specified by the referendum.

The *Special Purpose Local Option Sales Tax Fund – Thomas County 2017* is a major fund that accounts for all taxes collected as well as the outlays as specified by the referendum.

The *ARPA Fund* is used for the use of the American Rescue Plan Act (ARPA) Local Fiscal Recovery Funds.

The government reports the following *nonmajor* government funds:

The *Hotel/Motel Fund* is a nonmajor fund used to account for the Hotel/Motel tax received. This tax is to be used for the promotion of tourism in the City.

The *Special Purpose Local Option Sales Tax Fund – Brooks County #7* is a nonmajor fund that accounts for all taxes collected as well as the outlays as specified by the referendum.

The *Special Purpose Local Option Sales Tax Fund – Thomas County 2023* is a nonmajor fund that accounts for all taxes collected as well as the outlays as specified by the referendum.

The *Transportation Special Purpose Local Option Sales Tax Fund* is a nonmajor fund that accounts for all taxes collected as well as the outlays as specified by the referendum.

The government reports the following *major* proprietary funds:

The *Water and Garbage Fund* operates the water distribution system and the sanitation collection within the City.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* in the statement of activities include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Taxes and other items not properly included as program revenues are reported as general revenues.

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

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, liabilities and net position or equity

1. Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from date of acquisition.
State statutes authorize the government and the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and the State Treasurer's Investment Pool.

The City has authorized its governing officials to maintain deposit investments with financial institutions. There were no legal or contractual violations in regard to these investments during the year.

2. Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "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."

All trade receivables are shown net of allowance for uncollectibles. Trade accounts receivable in excess of 120 days comprise the trade accounts receivable allowance for uncollectibles.

Property taxes attach as an enforceable lien on property as of January 1. Property taxes are levied as of September 14th each year and are payable by December 20. At June 30, 2025, uncollected property taxes amounted to $3,037. The City estimates that substantially all of the remaining balances will be received in the subsequent period. After December 20, applicable property will be subject to liens, penalty and interest.

3. Inventories and prepaid items

Expendable supplies are recorded as expenditures at the time items are purchased. The City does not record inventories or supplies on the books. At June 30, 2025, the City had prepaid items amounting to $17,890.

4. Restricted assets

The City's restricted assets are cash. They consist of volunteer fire department cash and Water & Garbage customer deposits.

5. Capital assets

Capital Assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business type activities columns in the government-wide financial statements. The city had historical cost records of its infrastructure, thereby allowing us to record infrastructure acquired prior to implementing Statement 34. Capital assets are defined by the government as assets with a useful life of more than one year and a cost greater than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized on assets.

Property, plant, and equipment of the primary government are depreciated using the straight-line method

over the following estimated useful lives:

Assets	Years
Buildings/Building Improvements	15-50 years
Infrastructure	20-50 years
Machinery and Equipment	3-15 years

The water system capital assets are stated at cost. Minor renewals are expensed as incurred. Property retired or sold and the related accumulated depreciation is removed from the accounts. Depreciation is determined under the straight-line method.

6. Compensated absences

Cost of vacation pay is not recorded until such benefits are paid. GASB standards require that such benefits be accrued when: (1) the employer's obligation to employees' right to receive compensation for future benefits is attributable to employees' service already rendered; (2) the obligation relates to rights that vest or accumulate; (3) payment of the compensation is probable; and (4) the amount can be reasonably estimated. The City did not pay vacation pay during 2025. Accrued vacation does not accumulate.

Accumulated sick pay benefits have not been recorded as a liability because no material amount is expected to be used.

7. Long-term obligation

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

8. Categories and classifications of Fund Balance

GASB 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, under GASB 54, are Nonspendable, Restricted, Committed, Assigned and Unassigned.

The City uses restricted amounts to be spent first when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balance, such as grant agreements that require a dollar match. Additionally, the City would then use committed, assigned and lastly unassigned amounts from the unrestricted fund balance when expending funds. The City does not have a formal minimum fund balance policy.

9. Net position

Investment in capital assets – This amount consists of capital assets net of accumulated depreciation.

Restricted net position – This amount is restricted by external creditors, grantors, contributors or laws or regulations of other governments.

Unrestricted net position – This amount is all net position that does not meet the definition of "net investment in capital assets" or "restricted net position".

NOTE II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, the ARPA fund and the proprietary fund. The City's annual budget is prepared based on anticipated revenues and appropriated expenditures. Revenue anticipations, generally conservative, are designed to help insure fiscal responsibility and maintain a balanced budget.

The legal level of budgetary controls is the department level subject to approval by the Mayor and City Council Members. Budgetary appropriations lapse at the end of the fiscal year.

B. Excess of expenditures over appropriation

For the year ended June 30, 2025, expenditures exceeded appropriations in the Hotel/Motel fund.

Hotel/Motel fund $89

C. Deficit fund equity

All funds operated by the City of Barwick had positive fund balances as of June 30, 2025.

NOTE III. DETAILED NOTES ON ALL FUNDS

A. Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities combined in the aggregate totaling not less than 110% of the public funds held. As of June 30, 2025, the City's bank balances of deposits are entirely covered under insurance or collateralization with securities held by the City's agent in the City's name.

The City does not have a formal policy addressing credit risk.

B. Receivables

The receivables as of June 30, 2025 for the City's individual funds are as follows:

	General Fund	SPLOST Fund	Hotel/ Motel Tax Fund	TSPLOST Fund	Water & Garbage Fund	Total
Receivables:						
Taxes	$ 3,037	$ -	$ -	$ -	$ -	$ 3,037
Accounts	-	-	-	-	16,907	16,907
Intergovernmental	4,917	9,444	955	679	-	15,995
Gross receivables	7,954	9,444	955	679	16,907	35,939
Less: Allowances for doubtful accounts	-	-	-	-	(3,000)	(3,000)
Net total receivables	$ 7,954	$ 9,444	$ 955	$ 679	$ 13,907	$ 32,939

C. Capital assets

Capital assets for the year ended June 30, 2025 was as follows:

	Balance July 1	Additions	Adjustment/ Deletions	Balance June 30
Governmental activities				
Capital assets not being depreciated				
Land	$ 35,665	$ -	$ -	$ 35,665
Total capital assets not being depreciated	35,665	-	-	35,665
Capital assets being depreciated				
Buildings	53,458	-	-	53,458
Improvements	269,146	12,000	-	281,146
Equipment	285,853	51,054	-	336,907
Total capital assets being depreciated	608,457	63,054	-	671,511
Less accumulated depreciation for:				
Buildings	11,050	1,897	-	12,947
Improvements	67,219	13,319	-	80,538
Equipment	170,530	36,438	-	206,968
Total accumulated depreciation	248,799	51,654	-	300,453
Total capital assets being depreciated, net	359,658	11,400	-	371,058
Governmental activities capital assets, net	$ 395,323	$ 11,400	$ -	$ 406,723

	Balance July 1	Additions	Adjustment/ Deletions	Balance June 30
Business-type activities				
Capital assets not being depreciated				
Land	$ 1,000	$ -	$ -	$ 1,000
Total capital assets not being depreciated	1,000	-	-	1,000
Capital assets being depreciated				
Buildings	14,450	-	-	14,450
Equipment	255,996	-	-	255,996
Infrastructure	1,347,820	-	-	1,347,820
Total capital assets being depreciated	1,618,266	-	-	1,618,266
Less accumulated depreciation for:				
Buildings	14,450	-	-	14,450
Equipment	131,728	17,937	-	149,665
Infrastructure	657,792	30,438	-	688,230
Total accumulated depreciation	803,970	48,375	-	852,345
Total capital assets being depreciated, net	814,296	(48,375)	-	765,921
Business-type activities capital assets, net	$ 815,296	$ (48,375)	$ -	$ 766,921

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

Governmental activities:	
General government	$ 11,957
Public safety	14,078
Public works	23,925
Culture and recreation	1,694
Total depreciation expense - Governmental activities	$ 51,654
Business-type activities:	
Water & Garbage	$ 48,375
Total depreciation expense - Business-type activities	$ 48,375

D. Interfund receivables, payables and transfers

The composition of interfund balances as of June 30, 2025 is as follows:

Fund	Interfund Receivables	Interfund Payables	Transfers In	Transfers Out
General Fund	$ 38,771	$ -	$ -	$ -
Water & Garbage Fund	-	38,544	-	-
Hotel/Motel Fund	-	227	-	-
Total	$ 38,771	$ 38,771	$ -	$ -

The interfund receivable and payable is for water & garbage fund expenditures paid out of the general fund that will be reimbursed by the water & garbage fund.

E. Leases

The City of Barwick has no leases.

F. Long-term debt

At June 30, 2025, the City had the following notes payable:

Business-type Activities

Note Payable - Drinking Water State Revolving Fund, administered by Georgia Environmental Finance Authority (GEFA) - The City signed this note for $500,000 dated November 17, 2020. The purpose of this loan is to finance water system infrastructure improvements. The loan requires a 1% origination fee. The loan is scheduled for repayment over a 20-year period at an interest rate of 0.13%. Annual debt requirements to maturity, including interest, are as follows:

Year Ending	Principal	Interest	Total
2026	14,636	350	$ 14,986
2027	14,655	331	14,986
2028	14,674	312	14,986
2029	14,694	292	14,986
2030	14,712	274	14,986
2031-2035	73,850	1,076	74,926
2036-2040	74,331	595	74,926
2041-2044	53,573	125	53,698
	$ 275,125	$ 3,355	$ 278,480

Note Payable - Drinking Water State Revolving Fund, administered by Georgia Environmental Finance Authority (GEFA) - The City signed a note for an amount up to $30,750 dated January 5, 2024. The purpose of this loan is to finance the lead service lines inventory project. The City voted in April 2024 not to use this loan.

The following is a summary of changes in long-term debt for the year ended June 30, 2025:

	Balance July 1	Additions	Reductions	Balance June 30	Due Within One Year
Business-type activities:					
Note payable - Drinking Water State Revolving Fund	$ 289,742	$ -	$ 14,617	$ 275,125	$ 14,636
Total business-type activities	289,742	-	14,617	275,125	14,636
Total government	$ 289,742	$ -	$ 14,617	$ 275,125	$ 14,636

G. Restricted assets

Restricted assets reported in the General fund are comprised of the following:

Cash - volunteer fire department $ 1.981

Restricted assets reported in the Water & Garbage fund are comprised of the following

Cash - customer deposits $ 21,860

NOTE IV. OTHER INFORMATION

A. Risk management

The City of Barwick is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlock Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of these risk pools, the City is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss.

The City is also to allow the pool's agents and attorneys to represent the City in investigation, settlement discussions and all events of litigation arising out of any claim made against the City within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the worker's compensation law of Georgia. The funds are to pay all cost 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.

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia municipalities to form interlocal risk management agencies. The Georgia Interlocal Risk Management Agency (GIRMA) is a municipal interlocal risk management agency to function as an unincorporated nonprofit instrumentality of its member municipalities – GIRMA establishes and administers one or more group self-insurance funds

and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability or loss.

The City of Barwick retains the first $1,000 of each risk of loss in the form of a deductible. The City files all claims with GIRMA. GIRMA bills the City for any risk of loss up to the $1,000 deductible.

No provisions have been made in the financial statements for the years ended June 30, 2025 for any estimate of potential unpaid claims.

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the City of Barwick became a member of the Georgia Municipal Association Workers' Compensation Self Insurance Fund. The liability of the Fund to the employees of any employer (City of Barwick) is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability.

The Fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false or fraudulent. The Fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

B. Related party transaction

The City of Barwick had no related party transactions.

C. Subsequent events

Management has evaluated subsequent events through the date on which the financial statements were available to be issued. No subsequent events have occurred that require disclosure.

D. Contingent liabilities

The City is not aware of any contingent liabilities.

E. Retirement plans

The City of Barwick started a Simple IRA plan in calendar year 2024 for employees who make at least $5,000 in compensation during the calendar year. The City will contribute an amount equal to 2% of the employee's compensation during the calendar year. The City contributed $2,313 during the fiscal year ending June 30, 2025 for five participants.

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Hotel/Motel Fund- This fund is used to account for the monies received in taxes from the local hotels and motels. These taxes are used for economic development.

Capital Project Funds

Capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds

SPLOST BROOKS CO #7 - This fund is used for the collection of special purpose local option sales tax to be used on capital purchases for the city.

SPLOST THOMAS CO 2023 - This fund is used for the collection of special purpose local option sales tax to be used on capital purchases for the city.

TSPLOST - This fund is used for the collection of transportation special purpose local option sales tax to be used on capital purchases for the city.

CITY OF BARWICK, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025

	SPECIAL REVENUE FUNDS	CAPITAL PROJECT FUNDS			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	HOTEL/MOTEL	SPLOST BROOKS CO #7	SPLOST THOMAS CO 23	TSPLOST	
ASSETS					
Cash and cash equivalents	$ 14,442	$ 82,632	$ 23,301	$ 18,938	$ 139,313
Receivables	955	3,534	5,910	679	11,078
TOTAL ASSETS	**15,397**	**86,166**	**29,211**	**19,617**	**150,391**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to General Fund	227	-	-	-	227
Total liabilities	**227**	**-**	**-**	**-**	**227**
FUND BALANCES					
Restricted for:					
Promotion of tourism	15,170	-	-	-	15,170
Capital project expenditures	-	86,166	29,211	19,617	134,994
TOTAL FUND BALANCES	**15,170**	**86,166**	**29,211**	**19,617**	**150,164**
TOTAL LIABILITIES AND FUND BALANCES	**$ 15,397**	**$ 86,166**	**$ 29,211**	**$ 19,617**	**$ 150,391**

CITY OF BARWICK, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR YEAR ENDED JUNE 30, 2025

	SPECIAL REVENUE FUNDS	CAPITAL PROJECT FUNDS			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	HOTEL/MOTEL	SPLOST BROOKS CO #7	SPLOST THOMAS CO 23	TSPLOST	
REVENUES					
Hotel/Motel taxes	$ 3,210	$ -	$ -	$ -	$ 3,210
Intergovernmental income	-	20,808	29,093	7,915	57,816
Investment income	15	2,036	118	245	2,414
TOTAL REVENUES	**3,225**	**22,844**	**29,211**	**8,160**	**63,440**
EXPENDITURES					
Current:					
General Government	2,489	-	-	-	2,489
Capital outlay:					
Public works	-	-	-	3,500	3,500
TOTAL EXPENDITURES	**2,489**	**-**	**-**	**3,500**	**5,989**
EXCESS OF REVENUES OVER EXPENDITURES	**736**	**22,844**	**29,211**	**4,660**	**57,451**
NET CHANGE IN FUND BALANCES	**736**	**22,844**	**29,211**	**4,660**	**57,451**
FUND BALANCE - BEGINNING OF YEAR	**14,434**	**63,322**	**-**	**14,957**	**92,713**
FUND BALANCE - END OF YEAR	**$ 15,170**	**$ 86,166**	**$ 29,211**	**$ 19,617**	**$ 150,164**

CITY OF BARWICK, GEORGIA
SPECIAL REVENUE FUND - HOTEL/MOTEL TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUE				
Hotel/Motel taxes	$ 1,700	$ 2,400	$ 3,210	$ 810
Investment income	12	10	15	5
Total Revenue	**1,712**	**2,410**	**3,225**	**815**
EXPENDITURES				
Economic development	1,960	2,400	2,489	(89)
Total Expenditures	**1,960**	**2,400**	**2,489**	**(89)**
OTHER FINANCING SOURCES (USES)				
Reserves	248	(10)	-	10
Total other financing sources (uses)	**248**	**(10)**	**-**	**10**
Excess (deficient) of revenues over expenditures	-	-	736	736
Net change in fund balance	-	-	736	736
Fund balances - beginning	-	-	14,434	(14,434)
Fund balances - ending	**$ -**	**$ -**	**$ 15,170**	**$ (13,698)**

SUPPLEMENTARY INFORMATION

CITY OF BARWICK, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX - BROOKS COUNTY #7
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Special Purpose Local Option Sales Tax

Project No.	Project Description	Original Estimated Costs	Current Estimated Costs	Prior Years	Current Year	Total
1	Roads/Streets/Drainage	$ 7,205	$ 7,205	$ -	$ -	$ -
2	Water System Improvements	100,000	100,000	-	-	-
		$ 107,205	**$ 107,205**	**$ -**	**$ -**	**$ -**

CITY OF BARWICK, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX - THOMAS COUNTY 2012
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Special Purpose Local Option Sales Tax

Project No.	Project Description	Original Estimated Costs	Current Estimated Costs	Prior Years	Current Year	Total
1	Government Buildings	$ 315,000	$ 77,500	$ 47,012	$ -	$ 47,012
2	Roads & street projects	-	77,500	27,309	-	27,309
3	Misc Water & Sanitation Projects	-	160,000	-	-	-
		$ 315,000	**$ 315,000**	**$ 74,321**	**$ -**	**$ 74,321**

CITY OF BARWICK, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX - THOMAS COUNTY 2017
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Special Purpose Local Option Sales Tax

Project No.	Project Description	Original Estimated Costs	Current Estimated Costs	Prior Years	Current Year	Total
1	Street repairs	$ 75,000	$ 75,000	$ 16,715	$ -	$ 16,715
2	Public works equipment	78,000	78,000	39,413	51,080	90,493
3	Water system	225,000	150,000	-	-	-
4	Police equipment	-	93,066	72,512	-	72,512
		$ 378,000	**$ 396,066**	**$ 128,640**	**$ 51,080**	**$ 179,720**

CITY OF BARWICK, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX - THOMAS COUNTY 2023
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Special Purpose Local Option Sales Tax

Project No.	Project Description	Original Estimated Costs	Current Estimated Costs	Prior Years	Current Year	Total
1	Roads/Streets	$ 143,800	$ 143,800	$ -	$ -	$ -
2	Water System	100,000	100,000	-	-	-
3	Public Works Equipment	78,000	78,000	-	-	-
4	Public Safety Equipment	75,000	75,000	-	-	-
		$ 396,800	**$ 396,800**	**$ -**	**$ -**	**$ -**

CITY OF BARWICK, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX - BROOKS COUNTY
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Transportation Special Purpose Local Option Sales Tax

Project No.	Project Description	Original Estimated Costs	Current Estimated Costs	Prior Years	Current Year	Total
1	Road improvements	$ 63,214	$ 63,214	$ 22,708	$ 3,500	$ 26,208
		$ 63,214	**$ 63,214**	**$ 22,708**	**$ 3,500**	**$ 26,208**

COMPLIANCE SECTION

John S. Buckhaulter, CPA, CFE
William J. Walker, Jr., CPA
Kayla K. Calhoun, CPA

J. Alvin Newton, Jr., CPA, JD
Dawn Daniels, EA
Magen Zorn, EA
William R. Burke, CPA, MAcc-
Of Counsel

Burke, Worsham & Harrell, LLC
Certified Public Accountants | Financial Consultants
Licensed in Georgia and Florida

Bainbridge Office
www.eburke.com

600 West Shotwell Street
Bainbridge, GA 39819
Telephone (229) 246-4011
Facsimile (229) 246-4022

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*

Honorable Mayor and Members
Of the City Council
City of Barwick, Georgia

We have audited, 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 United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the remaining fund information of the City of Barwick, Georgia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City of Barwick, Georgia's basic financial statements and have issued our report thereon dated June 2, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Barwick, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Barwick, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Barwick, 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. We consider the deficiencies described below to be significant deficiencies. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Item 2025-1

Finding: Inadequate separation of duties in the Governmental Funds and the Proprietary Fund.

Cause: The City does not have enough staff to segregate the various functions.

Effect: This could result in misappropriation of assets.

Planned Corrective Action: The Mayor and Council take an active role in reviewing the monthly financials and other monthly checks and balances.

Response by Responsible Officials: The Mayor and Council are aware of this issue, but it is not economically feasible to correct.

MEMBERS:
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS / GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

Item 2025-2

Finding: Expenditures exceeded the budget in the Hotel/Motel Fund.

Cause: The City amended the 2025 budgets, but did not consider year-end accruals of expenses.

Effect: Expenditures for the year exceeded the appropriations in the Hotel/Motel Fund.

Planned Corrective Action: The Mayor and Council will review and amend the budgets closer to year-end and will consider each department's appropriation needs.

Response by Responsible Officials: The Mayor and Council are aware of this finding and will strive to maintain sufficient budgetary appropriations for all departments.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Barwick, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

City of Barwick, Georgia's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City of Barwick, Georgia's responses to the findings identified in our audit and described previously. The City of Barwick, 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

This purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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

Burke, Worsham & Harrell, LLC

Burke, Worsham & Harrell, LLC

June 15, 2026