ATKINSON COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2019

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Coastal CPAs, LLC

BEN P. LEE, CPA, CFE, CFF, CGMA, CGFM, CGFO
JAMES F. BARGER, CPA, CGMA
PAMELA A. MELTON, CPA, CGMA
JOSLYN SLOAN, CPA
TINA OWENS, CPA, CGMA
J. DENNIS SILVA, CPA, CGMA
DOUGLAS D. THORNTON, CPA
JAMIE B. CURTIS, CPA, CGMA
TRACY EVERLY
TAYLOR DREW

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Atkinson County, Georgia

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the aggregate discretely presented component unit (Atkinson County Board of Health), which represents 1.56%, 0.05% and 4.78%, respectively, of the total assets, net position and revenues of Atkinson County, Georgia. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented components unit (Atkinson County Board of Health), is based solely on the reports 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 auditors' 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 County'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 County'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.

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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 business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Atkinson County, Georgia, as of June 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-12 and 44-47, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Atkinson County's basic financial statements. The accompanying Schedules of Projects Constructed with Special Sales Tax Proceeds (page 64) and the Schedules of Projects Constructed with CDBG Grant Tax Proceeds (page 65) are presented for purposes of additional analysis as required by Georgia Statutes (48-8-121 OCGA) and are not a required part of the financial statements of Atkinson County, Georgia. Additionally, in the supplemental section, the combining and individual fund financial statements and schedules on pages 48-63 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual major, nonmajor and fiduciary fund financial statements and schedules, the Schedules of Projects Constructed with Special Sales Tax Proceeds and the Schedules of Projects Constructed with CDBG Grant Tax Proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor, major and fiduciary fund financial statements and schedules, the Schedules of Projects Constructed with Special Sales Tax Proceeds and the Schedules of Projects Constructed with CDBG Grant Tax Proceeds 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 29, 2020, on our consideration of Atkinson 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 Atkinson County, Georgia's internal control over financial reporting and compliance.

Coastal CPAs, LLC

Coastal CPAs, LLC
St. Simons Island, Georgia
June 29, 2020

ATKINSON COUNTY, GEORGIA
Management's Discussion and Analysis
Required Supplemental Information
For the Year Ended June 30, 2019

As Management of the Atkinson County, Georgia, we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the year ending June 30, 2019. We encourage our readers to consider the information presented within this Management's discussion and analysis in conjunction with the basic financial statements. The intent of this discussion and analysis is to look at the County's financial performance as a whole.

Financial Highlights

Key financial highlights for FY2019 are as follows:

The County's governmental fund assets exceeded its liabilities at June 30, 2019 by $15,413,997 (net position). Of this amount $1,345,165 (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current year, unassigned fund balance for the General Fund was $886,465.

Net position for business-type activities increased $76,363 from $1,684,682 to $1,761,045.

Overview of the Financial Statements

This annual report consists of a series of financial statements. These statements are organized so the reader can understand the County as a financial whole or as an entire operating entity. The statements also provide a detailed look at specific financial conditions.

The County's basic financial statements are comprised of three components: the government -wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The first two statements are government-wide financial statements that provide both long-term and short-term information about the County's overall financial status in a manner similar to a private-sector business.

The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail that the government-wide statements.

Government-Wide Financial Statements

The Government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

Statement of Net Position and the Statement of Activities

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. The statement of activities presents information showing how the County's net position changed during the current year. These statements are prepared using the accrual basis of accounting similar to the accounting method used by private sector companies. This basis of accounting takes into consideration all of the current year's revenues and expenses, regardless of when the cash is received or paid.

The change in net position is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, non-financial information such as changes in the County's tax base and the condition of the County's capital assets will also need to be evaluated.

In the statement of net position and the statement of activities, the County is divided into three kinds of activities:

Governmental Activities—Most of the County's programs and services are reported here, including general government, judicial, public safety, public works, health, human services, and culture and recreation. These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues.

Business-Type Activities—These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Landfill operations are reported here.

Component Units—The County's financial statements include financial data of the Solid Waste Management Authority of Atkinson County and the Atkinson County Board of Health. These component units are described in the notes to the financial statements. The component units are separate and may buy, sell, lease, and mortgage property in their own name and can sue or be sued in their own name.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental fund is General Fund.

Governmental Funds—Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds that focus on how money flows into and out of the funds and the year-end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided, along with the financial resources available.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements. By doing so, readers may better understand the long-term effect of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds— Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses an enterprise fund to account for the Landfill Fund.

Fiduciary Funds—Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the government-wide financial statements because the resources from those funds are not available to support the County's programs. The accounting method used for fiduciary funds is much like that used for the proprietary funds.

Notes to the Financial Statements—The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements.

Other Information—In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules.

Government-Wide Financial Analysis

The following table reflects the condensed Statement of Net Position:

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	Restated 2018	2019	2018	2019	2018	2019	2018-2019
Assets							
Current and other assets	$ 3,812,186	$ 3,908,410	$ 3,637,698	$ 4,145,053	$ 7,449,884	$ 8,053,463	8.10%
Capital assets, net	11,460,847	11,970,000	3,583,535	2,976,262	15,044,382	14,946,262	-0.65%
Total Assets	**15,273,033**	**15,878,410**	**7,221,233**	**7,121,315**	**22,494,266**	**22,999,725**	**2.25%**
Liabilities							
Current and other liabilities	523,986	255,685	489,189	563,314	1,013,175	818,999	-19.17%
Long-term liabilities	289,293	208,728	5,047,362	4,796,956	5,336,655	5,005,684	-6.20%
Total Liabilities	**813,279**	**464,413**	**5,536,551**	**5,360,270**	**6,349,830**	**5,824,683**	**-8.27%**
Net Position							
Net investment in capital assets	10,888,812	11,701,427	761,518	462,740	11,650,330	12,164,167	4.41%
Restricted	2,279,369	2,367,405	806,416	959,783	3,085,785	3,327,188	7.82%
Unrestricted	1,291,573	1,345,165	116,748	338,522	1,408,321	1,683,687	-19.55%
Total Net Position	**$ 14,459,754**	**$ 15,413,997**	**$ 1,684,682**	**$ 1,761,045**	**$ 16,144,436**	**$ 17,175,042**	**6.38%**

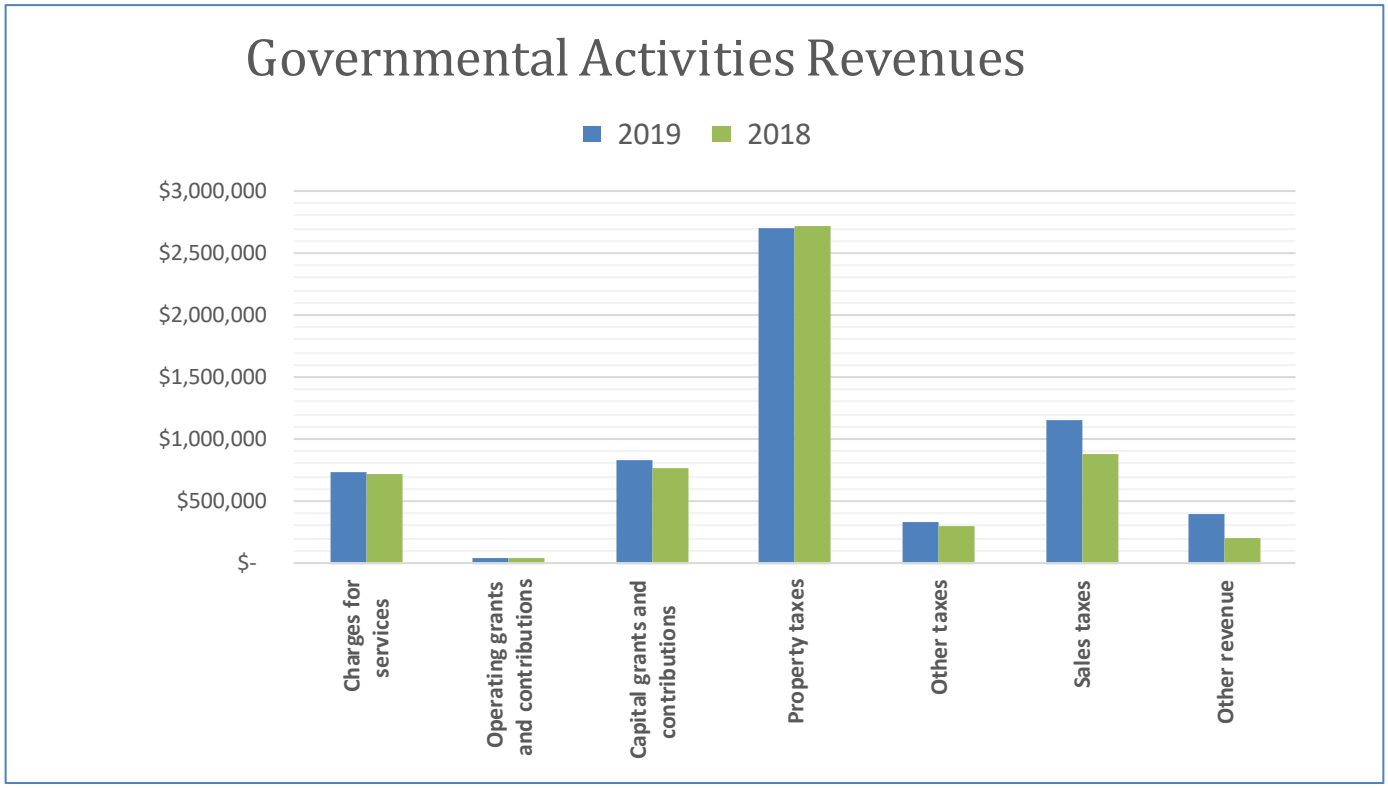
As noted earlier, the County's net position, when reviewed over time, may serve as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by $17,175,042, ($15,413,997 in governmental activities and $1,761,045 in business-type activities) as of June 30, 2019. A large portion of the County's net position (71 percent) reflects its investment in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position (14 percent) represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted net position, $1,706,157, may be used to meet the County's ongoing obligations to citizens and creditors.

The next table shows the changes in net position for the year ending June 30, 2019.

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	Restated 2018	2019	2018	2019	2018	2019	2018-2019
Revenues							
Program Revenues							
Charges for services	$ 710,364	$ 733,154	$ 2,152,960	$ 2,337,383	$ 2,863,324	$ 3,070,537	7.24%
Operating grants and contributions	36,885	37,225	-	-	36,885	37,225	0.92%
Capital grants and contributions	771,179	828,447	-	-	771,179	828,447	7.43%
Total Program Revenues	1,518,428	1,598,826	2,152,960	2,337,383	3,671,388	3,936,209	7.21%
General Revenues							
Property taxes	2,724,590	2,707,689	-	-	2,724,590	2,707,689	-0.62%
Alcoholic beverage taxes	11,422	9,186	-	-	11,422	9,186	-19.58%
Insurance premium taxes	291,775	314,612	-	-	291,775	314,612	7.83%
Sales taxes	875,653	1,148,957	-	-	875,653	1,148,957	31.21%
Rent	12,680	7,830	-	-	12,680	7,830	-38.25%
Gain (loss) on disposal of capital assets	138,282	117,563	2,313	-	140,595	117,563	-16.38%
Miscellaneous	46,788	270,331	-	-	46,788	270,331	477.78%
Interest	-	-	14,357	21,463	14,357	21,463	49.50%
Total General Revenues	4,101,190	4,576,168	16,670	21,463	4,117,860	4,597,631	11.65%
Total Revenues	**5,619,618**	**6,174,994**	**2,169,630**	**2,358,846**	**7,789,248**	**8,533,840**	**9.56%**
Expenses							
Governmental Activities:							
General Government							
Legislative and executive	$ 1,305,593	$ 1,293,548	$ -	$ -	$ 1,305,593	$ 1,293,548	-0.92%
Judicial	554,474	558,459	-	-	554,474	558,459	0.72%
Public safety	1,979,985	1,962,764	-	-	1,979,985	1,962,764	-0.87%
Public works	939,930	958,800	-	-	939,930	958,800	2.01%
Health and welfare	87,637	99,805	-	-	87,637	99,805	13.88%
Culture and recreation	15,250	15,250	-	-	15,250	15,250	0.00%
Community developments	82,726	90,196	-	-	82,726	90,196	9.03%
Intergovernmental	218,537	211,518	-	-	218,537	211,518	-3.21%
Interest on long-term debt	15,924	20,011	-	-	15,924	20,011	25.67%
Business-type Activities:							
Landfill	-	-	2,153,598	2,292,883	2,153,598	2,292,883	6.47%
Total Expenses	**5,200,056**	**5,210,351**	**2,153,598**	**2,292,883**	**7,353,654**	**7,503,234**	**2.03%**
Revenue Over (Under) Expenses	**419,562**	**964,643**	**16,032**	**65,963**	**435,594**	**1,030,606**	**136.60%**
Transfers In (Out)	(7,320)	(10,400)	7,320	10,400	-	-	0.00%
Increase (Decrease) in Net Position	**412,242**	**954,243**	**23,352**	**76,363**	**435,594**	**1,030,606**	**136.60%**
Net Position, Beginning, Restated	14,047,512	14,459,754	1,661,330	1,684,682	15,708,842	16,144,436	2.77%
Net Position, Ending	$ 14,459,754	$ 15,413,997	$ 1,684,682	$ 1,761,045	$ 16,144,436	$ 17,175,042	**6.38%**

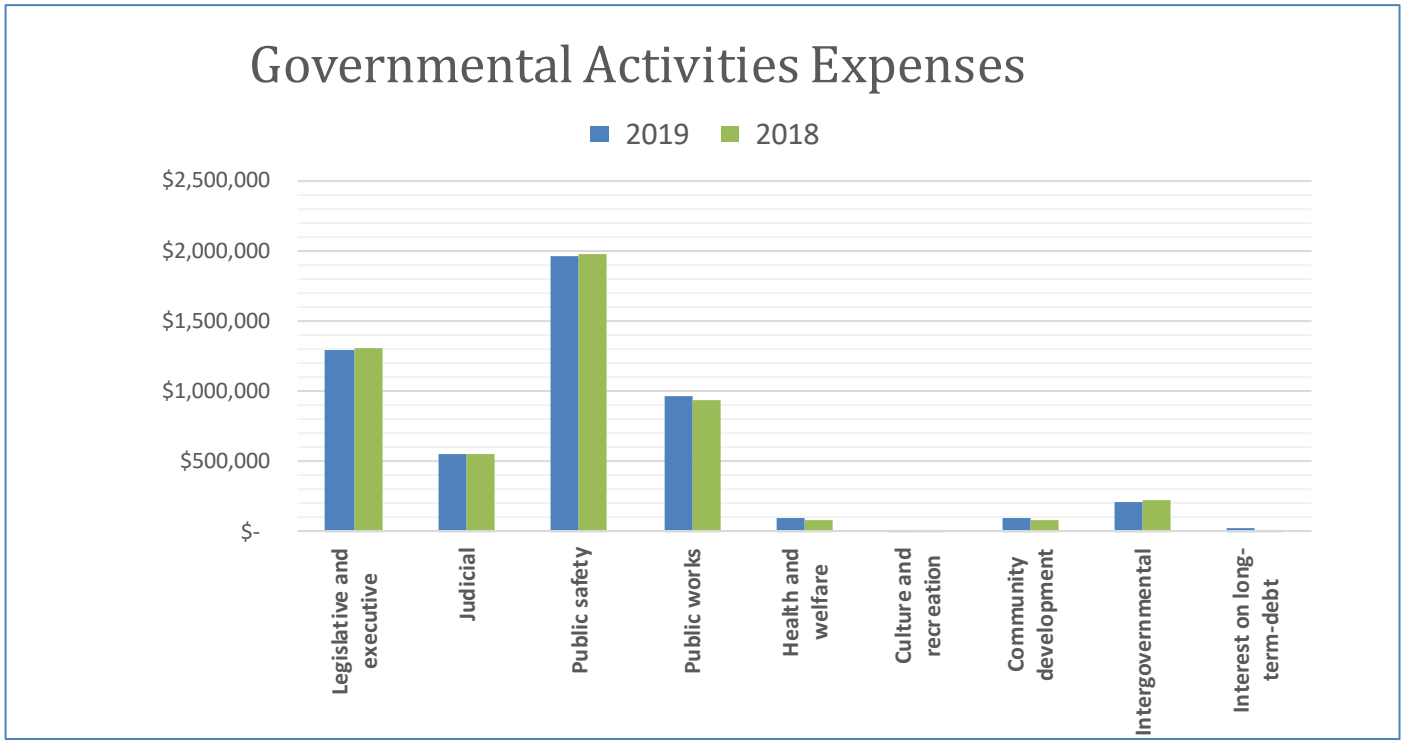
Governmental Activities



The County's program revenue from charges for services accounted for $733,154 or 46% of total program revenues. Capital grants accounted for $828,447 or 52% of total program revenues. These grants provided public works capital improvements.

Property tax revenues are the major contributor to general revenues and account for $2,707,689 or 59% of total general revenues. Another major component was sales taxes, which accounted for $1,148,957 or 25% of total general revenues.

Governmental Activities – Continued



The following table provides the total cost of services and the net cost of services for the governmental activities. The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting these services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Function	Total Cost of Services 2018	Total Cost of Services 2019	Percentage Change 2018-2019	Net Cost of Services 2018	Net Cost of Services 2019	Percentage Change 2018-2019
General Government						
Legislative and executive	$ 1,305,593	$ 1,293,548	-0.92%	$ 1,093,736	$ 1,081,869	-1.08%
Judicial	554,474	558,459	0.72%	75,538	111,817	48.03%
Public safety	1,979,985	1,962,764	-0.87%	1,947,858	1,871,424	-3.92%
Public works	939,930	958,800	2.01%	169,949	130,353	-23.30%
Health and welfare	87,637	99,805	13.88%	76,304	87,482	14.65%
Culture and recreation	15,250	15,250	0.00%	15,250	15,250	0.00%
Community development	82,726	90,196	9.03%	68,532	81,801	19.36%
Intergovernmental	218,537	211,518	-3.21%	218,537	211,518	-3.21%
Interest on long-term debt	15,924	20,011	25.67%	15,924	20,011	25.67%
Total	**$ 5,200,056**	**$ 5,210,351**	**0.20%**	**$ 3,681,628**	**$ 3,611,525**	**-1.90%**

Business-Type Activities

The net position for the business-type activities increased by $76,363 during the year ending June 30, 2019. The major source of revenue was from charges for services, which amounted to $ 2,337,383.

Financial Analysis of County Funds

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

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

As of June 30, 2019, the County's governmental funds reported a combined ending fund balance of $3,692,951 an increase of $246,848. Approximately 24% of this total ($886,465) represents unassigned fund balance, which is available for spending at the County's discretion but is currently held for adequate fund balance reserves for daily operations.

The General Fund is the primary operating fund of the County. At the end of June 30, 2019, the unassigned fund balance was $ 886,465.

Enterprise Funds

The County's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Pudding Creek Landfill Fund oversees the post-closure care of a landfill that has been closed.

The Solid Waste Management Authority Fund accounts for the operations of the County landfill through an Authority that is a component unit of the County.

Budgetary Highlights

By State statute, the Board of County Commissioners adopts the annual operating budget for the fiscal year on or before the first day of the fiscal year.

Capital Assets

The County's investment in capital assets for governmental and business-type activities as of June 30, 2019, was $14,946,262 (net of accumulated depreciation and related debt). This investment in capital assets includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment and vehicles.

Major capital asset events during FY2019 included construction in process for new jail facilities and other government offices, purchase of fire department and emergency service vehicles, road department equipment, and road construction.

Note7 (Capital Assets) provides additional information about capital asset activity during FY2019.

Debt

At June 30, 2019, the Solid Waste Management Authority of Atkinson County, a component unit of Atkinson County had total revenue obligation bonded debt outstanding of $1,885,000 and capital leases with an outstanding balance of $628,522.

The County's long-term obligations include notes payable, capital leases, compensated absences and closure/post-closure liability. Notes 9, 10 and 11 provide information regarding these liabilities.

Economic Factors

The County has improved the General Fund's fund balance over the last few years and now has approximately a 2.8 month's reserve based on the average monthly expenditures in unassigned fund balance.

The County taxable digest went up by 1.25% in FY2019.

Local Option Sales tax collections decreased by 6.06% in FY2019.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Atkinson County, Georgia, County Clerk, P.O. Box 518, Pearson, Georgia 31642

ATKINSON COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2019

	Primary Government		
	Governmental Activities	Business-Type Activities	Total Primary Government
ASSETS			
Cash and cash equivalents	2,521,998	$ 2,975,621	$ 5,497,619
Certificate of deposit	356,181	-	356,181
Receivables (net of allowance for doubtful accounts):			
Taxes	92,760	-	92,760
Accounts	62,982	200,929	263,911
Sales tax	108,566	-	108,566
Revolving fund	591,871	-	591,871
Due from other governments	201	-	201
Materials and supplies inventory	34,096	-	34,096
Prepaid items	139,755	4,404	144,159
Restricted cash	-	964,099	964,099
Nondepreciable capital assets	2,015,208	1,150,024	3,165,232
Depreciable capital assets, net	9,954,792	1,826,238	11,781,030
TOTAL ASSETS	$ 15,878,410	$ 7,121,315	$ 22,999,725
DEFERRED OUTFLOWS OF RESOURCES			
Proportionate share of collective deferred outflows of resources	-	-	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -	$ -

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

Component Unit	
Atkinson County Board of Health	Total Reporting Entity
$ 331,868	$ 5,829,487
-	356,181
-	92,760
-	263,911
-	108,566
-	591,871
32,379	32,580
-	34,096
-	144,159
-	964,099
-	3,165,232
-	11,781,030
$ 364,247	$ 23,363,972
106,536	106,536
$ 106,536	$ 106,536

ATKINSON COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2019

	Primary Government		
	Governmental Activities	Business-Type Activities	Total Primary Government
LIABILITIES			
Accounts payable	$ 89,433	$ 18,974	$ 108,407
Accrued liabilities	20,365	59,897	80,262
Due to other governments	42,026	-	42,026
Payable from restricted assets:			
Customer deposits	-	4,316	4,316
Current portion of bonds payable	-	160,000	160,000
Long-term liabilities:			
Due within one year:			
Compensated absences payable	22,008	-	22,008
Capital lease obligations	81,853	196,044	277,897
Landfill closure and postclosure cost	-	124,083	124,083
Due in more than one year			
Compensated absences payable	22,008	-	22,008
Net pension obligation liability	-	-	-
Net OPEB liability	-	-	-
Capital lease obligations	186,720	432,478	619,198
Bonds payable	-	1,725,000	1,725,000
Landfill closure and postclosure cost	-	2,639,478	2,639,478
TOTAL LIABILITIES	464,413	5,360,270	5,824,683
DEFERRED INFLOWS OF RESOURCES			
Proportionate share of collective deferred inflows of resources	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	$ -	$ -	$ -
NET POSITION			
Net investments in capital assets	11,701,427	462,740	12,164,167
Restricted for:			
Drug enforcement operations	10,046	-	10,046
Drug education	22,470	-	22,470
Law library operations	55,123	-	55,123
Jail operations	31,142	-	31,142
Capital projects	1,613,544	-	1,613,544
Juvenile services	21,533	-	21,533
Revolving loan fund	613,547	-	613,547
Post closure cost	-	959,783	959,783
Prior year program income	-	-	-
Unrestricted	1,345,165	338,522	1,683,687
TOTAL NET POSITION	$ 15,413,997	$ 1,761,045	$ 17,175,042

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

Component Unit	
Atkinson County Board of Health	Total Reporting Entity
$ -	$ 108,407
-	80,262
-	42,026
-	4,316
-	160,000
8,865	30,873
-	277,897
-	124,083
8,865	30,873
244,812	244,812
124,609	124,609
-	619,198
-	1,725,000
-	2,639,478
387,151	6,211,834
74,970	74,970
$ 74,970	$ 74,970
-	12,164,167
-	10,046
-	22,470
-	55,123
-	31,142
-	1,613,544
-	21,533
-	613,547
-	959,783
54,082	54,082
(45,420)	1,638,267
$ 8,662	$ 17,183,704

ATKINSON COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2019

Function/Program	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants, Contributions, and Interest	Program Revenues: Capital Grants, Contributions, and Interest
Governmental Activities				
General Government				
Legislative and Executive	$ 1,293,548	196,570	15,109	-
Judicial	558,459	446,515	127	-
Public Safety	1,962,764	90,069	1,271	-
Public Works	958,800		-	828,447
Health and Welfare	99,805	-	12,323	-
Culture and Recreation	15,250	-	-	-
Community Development	90,196	-	8,395	-
Intergovernmental	211,518	-	-	-
Interest on long-term debt	20,011	-	-	-
Total Governmental Activities	5,210,351	733,154	37,225	828,447
Business-Type Activities				
Pudding Creek Landfill	-	-	-	-
Solid Waste Management Authority	2,292,883	2,337,383	-	-
Total Business-Type Activities	2,292,883	2,337,383	-	-
Total Primary Government	$ 7,503,234	$ 3,070,537	$ 37,225	$ 828,447
Component Units				
Atkinson County Board of Health	$ 331,767	$ 88,752	$ 318,402	$ -
Total Component Unit	$ 331,767	$ 88,752	$ 318,402	$ -
General Revenues				
Property Taxes Levied for:				
General Operating				
Alcoholic Beverage Taxes				
Insurance Premium Taxes				
Sales Taxes				
Rent				
Net Gain on Disposal of Capital Assets				
Miscellaneous				
Interest				
Total General Revenues				
Transfers in (out)				
Total General Revenues and Transfers				
Change in Net Position				
Net Position, Restated				
Net Position, End of Year				

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

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	Atkinson County Board of Health
$ (1,081,869)	$ -	$ (1,081,869)	$ -
(111,817)	-	(111,817)	-
(1,871,424)	-	(1,871,424)	-
(130,353)	-	(130,353)	-
(87,482)	-	(87,482)	-
(15,250)	-	(15,250)	-
(81,801)	-	(81,801)	-
(211,518)	-	(211,518)	
(20,011)	-	(20,011)	-
(3,611,525)	-	(3,611,525)	-
-	-	-	-
-	44,500	44,500	-
-	44,500	44,500	-
$ (3,611,525)	$ 44,500	$ (3,567,025)	$ -
$ -	$ -	$ -	$ 75,387
$ -	$ -	$ -	$ 75,387
2,707,689	-	2,707,689	-
9,186	-	9,186	-
314,612	-	314,612	-
1,148,957	-	1,148,957	-
7,830	-	7,830	-
117,563	-	117,563	
270,331	-	270,331	
-	21,463	21,463	-
4,576,168	21,463	4,597,631	-
(10,400)	10,400	-	-
4,565,768	31,863	4,597,631	-
954,243	76,363	1,030,606	75,387
14,459,754	1,684,682	16,144,436	(66,725)
$ 15,413,997	$ 1,761,045	$ 17,175,042	$ 8,662

ATKINSON COUNTY, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2019

	General	Capital Project Funds: 2017 SPLOST Fund	Capital Project Funds: Public Roads Fund	Special Revenue RLF-EIP	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	$ 765,010	$ 228,115	$ 738,822	21,675	$ 768,375	$ 2,521,997
Certificate of deposit	356,181	-	-	-	-	356,181
Receivables (net of allowance for doubtful accounts):						
Taxes	92,760	-	-	-	-	92,760
Accounts	61,400	-	-	591,872	38,912	692,184
Sales Tax	22,782	48,455	-	-	-	71,237
Due from other governments	-	-	-	-	201	201
Inventory	34,096	-	-	-	-	34,096
Prepaid items	139,755	-	-	-	-	139,755
TOTAL ASSETS	1,471,984	276,570	738,822	613,547	807,488	3,908,411
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 62,438	$ 9,685	$ -	$ -	$ 14,695	$ 86,818
Accrued liabilities	20,365	-	-	-	-	20,365
Due to other governments	-	36,883	-	-	7,759	44,642
TOTAL LIABILITIES	82,803	46,568	-	-	22,454	151,825
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	63,635	-	-	-	-	63,635
TOTAL DEFERRED INFLOWS OF RESOURCES	63,635	-	-	-	-	63,635
FUND BALANCES						
Nonspendable for:						
Inventory	34,096	-	-	-	-	34,096
Prepaid items	139,755	-	-	-	-	139,755
Restricted for:						
Capital projects	-	230,002	738,822	-	644,720	1,613,544
Jail operations	-	-	-	-	31,142	31,142
Drug enforcement operations	-	-	-	-	10,046	10,046
Drug education	-	-	-	-	22,470	22,470
Law library	-	-	-	-	55,123	55,123
Juvenile services	-	-	-	-	21,533	21,533
Revolving loan fund	-	-	-	613,547	-	613,547
Assigned for:						
Property tax roll back	265,230	-	-	-	-	265,230
Unassigned reported in:						
General Fund	886,465	-	-	-	-	886,465
TOTAL FUND BALANCES	1,325,546	230,002	738,822	613,547	785,034	3,692,951
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 1,471,984	$ 276,570	$ 738,822	$ 613,547	$ 807,488	$ 3,908,411

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

ATKINSON COUNTY, GEORGIA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
June 30, 2019

Total Governmental Funds Balances		$ 3,692,951
Amounts reported for governmental activities on the statement of net position are different because of the following:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		11,970,000
Other long-term assets are not available to pay for current period expenditures and, therefore, are not reported in the funds.		
Deferred property taxes		63,635
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences	(44,016)	
Capital leases payable	(268,573)	
		(312,589)
Net Position of Governmental Activities		$ 15,413,997

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

ATKINSON COUNTY, GEORGIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2019

	General	Capital Projects Fund: 2017 SPLOST Fund	Capital Projects Fund: Public Roads Fund	Special Revenue RLF-EIP	Other Governmental Funds	Total
REVENUES						
Taxes	$ 3,155,439	$ 559,572	$ -	$ -	$ 326,380	$ 4,041,391
Licenses and permits	5,635	-	-	-	-	5,635
Intergovernmental revenues	110,571	149,107	484,403	-	-	744,081
Charges for services	106,447	-	-	-	490,800	597,247
Fines and forfeitures	401,200	-	-	-	71,744	472,944
Investment income	6,454	716	2,302	8,396	2,747	20,615
Miscellaneous	220,022	47,035	-	-	11,105	278,162
TOTAL REVENUES	$ 4,005,768	$ 756,430	$ 486,705	$ 8,396	$ 902,776	$ 6,160,075
EXPENDITURES						
Current						
General Government						
Legislative and executive	1,043,341	-	-	-	-	1,043,341
Judicial	548,230	-	-	-	3,294	551,524
Public safety	1,512,205	-	-	-	244,928	1,757,133
Public works	578,615	142,527	5,510	-	45,652	772,304
Health and welfare	71,623	-	-	-	28,182	99,805
Culture and recreation	15,250	-	-	-	-	15,250
Housing and development	88,670	-	-	760	-	89,430
Intergovernmental	-	211,518	-	-	-	211,518
Capital outlay	-	227,953	486,132	-	575,558	1,289,643
Debt Service						
Principal retirement	-	52,868	-	-	-	52,868
Interest	-	20,011	-	-	-	20,011
TOTAL EXPENDITURES	3,857,934	654,877	491,642	760	897,614	5,902,827
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	147,834	101,553	(4,937)	7,636	5,162	257,248
OTHER FINANCING SOURCES (USES)						
Transfer in	45,000	-	-	-	-	45,000
Transfer out	(10,400)	-	-	-	(45,000)	(55,400)
TOTAL OTHER FINANCING SOURCES (USES)	34,600	-	-	-	(45,000)	(10,400)
NET CHANGES IN FUND BALANCE	182,434	101,553	(4,937)	7,636	(39,838)	246,848
FUND BALANCE, RESTATED	1,143,112	128,449	743,759	605,911	824,872	3,446,103
FUND BALANCES AT END OF YEAR	$ 1,325,546	$ 230,002	$ 738,822	$ 613,547	$ 785,034	$ 3,692,951

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

ATKINSON 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 June 30, 2019

Net Change in Fund Balances - Total Governmental Funds		$	246,848
Amounts reported for governmental activities on the statement of activities are different because of the following:			
Governmental funds report capital outlays as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year:			
Capital outlay - depreciable capital assets	297,218		
Capital outlay - nondepreciable capital assets	899,646		
Disposal of capital assets	117,563		
Depreciation	(554,680)		
			759,747
Revenues on the statement of activities that do no provide current financial resources are not reported as revenues in governmental funds:			
Net change in deferred revenues - property taxes			(102,642)
Repayment of principle is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of activities.			
Capital lease payments			52,868
Some expense reported on the statement of activities do not require the use of current financial resources and, therefore, are not, reported as expenditures in governmental funds:			
Compensated absences			(2,578)
Changes in Net Position of Governmental Activities		$	954,243

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
June 30, 2019

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority	Pudding Creek Landfill	Total
ASSETS			
CURRENT ASSETS			
Cash	$ 2,975,621	$ -	$ 2,975,621
Accounts receivable (net of allowance for doubtful accounts)	200,929	-	200,929
Prepaid expense	4,404	-	4,404
Restricted Assets			
Cash	964,099	-	964,099
TOTAL CURRENT ASSETS	4,145,053	-	4,145,053
NONCURRENT ASSETS			
Capital Assets			
Nondepreciable capital assets	1,150,024	-	1,150,024
Depreciable capital assets, net	1,826,238	-	1,826,238
TOTAL NONCURRENT ASSETS	2,976,262	-	2,976,262
TOTAL ASSETS	$ 7,121,315	$ -	$ 7,121,315

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION - CONTINUED
June 30, 2019

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority	Pudding Creek Landfill	Total
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	$ 18,974	$ -	$ 18,974
Accrued liabilities	59,897	-	59,897
Current portion of closure and post closure cost	113,683	10,400	124,083
Payable from restricted cash:			
Deposits	4,316	-	4,316
Current portion of lease payable	196,044	-	196,044
Current portion of bonds payable	160,000	-	160,000
TOTAL CURRENT LIABILITIES	552,914	10,400	563,314
LONG-TERM LIABILITIES			
Lease payable, net of current portion	432,478	-	432,478
Bonds payable, net of current portion	1,725,000	-	1,725,000
Closure and post closure care costs	2,159,967	479,511	2,639,478
TOTAL LONG-TERM LIABILITIES	4,317,445	479,511	4,796,956
TOTAL LIABILITIES	4,870,359	489,911	5,360,270
NET POSITION			
Net investment in capital assets	462,740	-	462,740
Restricted for:			
Closure and postclosure cost	959,783	-	959,783
Unrestricted	828,433	(489,911)	338,522
TOTAL NET POSITION	$ 2,250,956	$ (489,911)	$ 1,761,045

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
For the Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority	Pudding Creek Landfill	Total
OPERATING REVENUE			
Charges for services	$ 2,337,383	$ -	$ 2,337,383
TOTAL OPERATING REVENUE	2,337,383	-	2,337,383
OPERATING EXPENSES			
Salaries and wages	398,824	-	398,824
Payroll taxes	28,452	-	28,452
Employee benefits	67,153	-	67,153
Supplies and other expenses	911,828	-	911,828
Depreciation	654,672	-	654,672
TOTAL OPERATING EXPENSES	2,060,929	-	2,060,929
OPERATING INCOME	276,454	-	276,454
NON-OPERATING REVENUES (EXPENSES)			
Interest income	21,463	-	21,463
Interest expense	(106,566)	-	(106,566)
Closure and postclosure care cost reduction	(125,388)	-	(125,388)
TOTAL NON-OPERATING REVENUE (EXPENSES)	(210,491)	-	(210,491)
NET INCOME BEFORE TRANSFERS	65,963	-	65,963
Transfer in	-	10,400	10,400
CHANGE IN NET POSITION	65,963	10,400	76,363
NET POSITION, BEGINNING OF YEAR	2,184,993	(500,311)	1,684,682
NET POSITION, END OF YEAR	$ 2,250,956	$ (489,911)	$ 1,761,045

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
SCHEDULE OF CASH FLOWS
For the Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority of Atkinson County	Pudding Creek Landfill	Total
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows From Operating Activities			
Cash received from customers, including cash deposits	$ 2,377,636	$ -	$ 2,377,636
Cash payments for personal services	(495,307)	-	(495,307)
Cash payments for materials and supplies	(897,744)	(10,400)	(908,144)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	984,585	(10,400)	974,185
Cash Flows From Noncapital Financing Activities			
Cash received from transfer in	-	10,400	10,400
NET CASH PROVIDED BY NON CAPITAL FINANCING ACTIVITIES	-	10,400	10,400
Cash Flows From Capital and Related Financing Activities			
Cash payments for acquisition and construction of capital assets	(47,399)	-	(47,399)
Cash payments for interest and principle	(415,061)	-	(415,061)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(462,460)	-	(462,460)
Cash Flows From Investing Activities			
Cash received from interest	21,463	-	21,463
NET CASH PROVIDED BY INVESTING ACTIVITIES	21,463	-	21,463
NET INCREASE IN CASH	543,588	-	543,588
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	3,396,132	-	3,396,132
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 3,939,720	$ -	$ 3,939,720
Cash	$ 2,975,621	$ -	$ 2,975,621
Restricted Cash	964,099	-	964,099
Total Cash	$ 3,939,720	$ -	$ 3,939,720

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
SCHEDULE OF CASH FLOWS - CONTINUED
For the Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority of Atkinson County	Pudding Creek Landfill	Total
Reconciliation of Operating Income (Loss) To Net Cash Provided By (Used For) Operating Activities			
Operating income	$ 276,454	$ -	$ 276,454
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided By (Used For) Operating Activities			
Depreciation	654,672	-	654,672
Change in assets and liabilities			
Decrease in accounts receivable	40,253	-	40,253
Increase in prepaid expenses	(4,020)	-	(4,020)
Increase in accrued liabilities	9,639	-	9,639
Increase in accounts payable	7,587	(10,400)	(2,813)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$ 984,585	$ (10,400)	$ 974,185

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

ATKINSON COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2019

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 365,596
TOTAL ASSETS	365,596
LIABILITIES	
Due to others	365,596
TOTAL LIABILITIES	365,596
NET POSITION	$ -

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

Note 1 – Summary of Significant Accounting Policies

The financial statements of Atkinson County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body of establishing governmental accounting and financial reporting principles.

The Reporting Entity

These financial statements present Atkinson County, Georgia (the primary government) which is governed by an elected board, the Solid Waste Management Authority, a blended component unit and the Atkinson County Board of Health, a discretely presented component unit. The component units discussed below are included in the County's reporting entity because of the significance of their operational and financial relationships with the County. In conformity with GAAP, as set forth in the Statement of Governmental Accounting Standard No. 14, *The Financial Reporting Entity* and amended by GASB Statement No. 61, the component units' financial statements have been included as blended and discretely presented component units. The discretely presented component unit, on the other hand, is reported separately in the government-wide financial statements from the most recently audited financial statements. The following is a brief review of each component unit addressed in defining the government's reporting entity.

Solid Waste Management Authority of Atkinson County

The Solid Waste Management Authority of Atkinson County is a component unit based on the criteria of fiscal dependency and a majority of the board members are County Commissioners. The Solid Waste Management Authority financial statements have been blended with those of the County. Although the component unit is legally separate from the County, a majority of its transactions were directly with the County. A complete set of financial statements for the Solid Waste Management Authority of Atkinson County is presented in a separate report and can be obtained from the Solid Waste Management Authority of Atkinson County.

Atkinson County Board of Health

The Atkinson County Board of Health is a component unit based on the criteria of the County appointing a voting majority to the board, the County's ability to impose its will and fiscal dependency. The balance sheet and statement of revenues, expenditures, and changes in fund balance for Atkinson County Board of Health are presented in these financial statements using the method of discrete presentation. A complete set of financial statements for the Atkinson County Board of Health is presented in a separate report and can be obtained from the Atkinson County Board of Health, Pearson, Georgia. Atkinson County provided $45,000 in funding to the Board of Health for the year ending June 30, 2019.

Joint Ventures

The County, in conjunction with cities and counties in the (18) county Southern Georgia area are members of the Southern Georgia Regional Commission. Membership in a Regional Commission is automatic for each municipality and county in the state. The official Code Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the Regional Commission's. Each county and municipality in the state is required by law to pay minimum annual dues to the Regional Commission. The County paid annual dues in the amount of $6,063 to the Regional Commission for the year ended June 30, 2019. The Regional Commission Board membership includes the Chief elected official of each county and municipality. The County Board members and municipal Board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of the County or municipality) to serve as the non-public Board member from the County.

Note 1 – Summary of Significant Accounting Policies - Continued

A. The Reporting Entity - Continued

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines a Regional Commission as "public agencies and instrumentality's of their members". Georgia laws also provide that the member governments are liable for any debts or obligations of a Regional Commission beyond its resources. (O.C.G. A. 50-8-39.1)

A copy of the financial report can be obtained at the following address:

Southern Georgia Regional Commission
327 West Savannah Avenue
Valdosta. Georgia 31603

Related Organization

The County appoints one member to the Board of the Atkinson County Housing Authority.

B. Basis of Presentation

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

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental in nature and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the County at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and business-type activities. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the County.

Net gains from the disposal of capital assets that are reflected in the general revenues of the government-wide financial statements are not reflected in the governmental financial statements and are accounted for in the reconciliation of the net changes of fund balance to the net position of governmental activities.

Note 1 - Summary of Significant Accounting Policies - Continued

Fund Financial Statements

During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

C. Fund Accounting

The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds

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

General Fund. The General Fund accounts for all financial resources, except those required to be accounted for in another fund. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the General Fund.

Special Revenue Revolving Loan Fund. The Revolving Loan Fund accounts for financing of various projects with economic development impact on the citizens of Atkinson County. The fund was established initially through federal and state grants.

Capital Projects 2017 SPLOST Fund. The Capital Projects 2017 Special Purpose Sales Tax Fund accounts for the special purpose local option sales tax that was renewed by referendum. The revenue is restricted to the stated purposes of the referendum.

Capital Projects Public Roads Fund. The Public Roads Fund accounts for the Georgia Department of Transportation road funds designated to submitted projects. The revenue is restricted to the stated purposes of the road projects submitted.

The other governmental funds of the County account for grants and other resources whose use is restricted for a particular purpose; the accumulation of resources for, and the payment of debt, and the acquisition or construction of major capital facilities.

Note 1 - Summary of Significant Accounting Policies - Continued

Governmental Funds – Continued

Proprietary Funds

Proprietary Fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The County's enterprise funds may be used to account for any activity for which a fee is charged to external users of goods or services. The following are the County's major enterprise funds:

Pudding Creek Landfill Fund. Accounts for the closed County landfill.
Solid Waste Management Authority Fund. Accounts for the operations of the active County landfill.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The County's agency funds account for assets held by the County's Tax Commissioner, Clerk of Court, Sheriff, Magistrate Court and Probate Court for other governments or individuals.

D. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

Like the government-wide financial statements, the enterprise funds are accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in revenues, expenses, and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows reflects how the County finances and meets the cash flow needs of its enterprise activities.

Note 1 - Summary of Significant Accounting Policies - Continued

Fund Financial Statements - Continued

E. Basis of Accounting

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

Revenues—Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recognized in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within sixty days after year end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from sales taxes is recognized in the period in which the sales are made. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the County must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes, charges for services, fines and forfeitures, grants, interest, and rent.

Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has unavailable revenue, with arises only under the modified accrual basis of accounting, that qualifies for reporting in this category on the governmental fund balance sheet

Property taxes for which there was an enforceable legal claim at June 30, 2019, but were levied to finance FY2019 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements were met have also been recorded as deferred revenue.

Note 1 - Summary of Significant Accounting Policies – Continued

Deferred Inflows of Resources - Continued

On governmental fund financial statements, receivables that were not collected within the available period are recorded as deferred revenue.

Expenses/Expenditures

On the accrual basis, expenses are recognized at the time they are incurred. Prepaid expenditures in governmental funds are recognized during the benefiting period.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

F. Budgetary Process

The County adopts annual budgets for the General and Special Revenue Funds. The proposed budgets are prepared by the County Clerk and submitted to the County Commissioners, who advertise the proposed budgets and conduct public hearings on the proposed budgets as required by local ordinance, state law, and federal program requirements. Subsequent to meeting the various requirements the County Commissioners adopt the budgets for the fiscal year. The annual budgets for the funds are prepared in accordance with the basis of accounting utilized by that fund. Departments, with the County Clerks approval, can amend their budgets without Board approval on all expenditures excluding personal services. Budgets cannot be changed above the department level without Board approval.

G. Encumbrances

The County does not use the encumbrance system of accounting.

H. Cash and Investments

Cash and cash equivalents are defined as short-term, highly liquid investments with a maturity of three months or less when purchased, that are readily convertible to know amounts of cash, and so near their maturity that they present insignificant rates of changes in value because of changes in interest rates.

The County's deposit policy limits deposit choices to checking accounts, money market accounts and certificates of deposits with local banks. All deposits are to be secured as required by state statutes. The state statute requires the deposits to be secured at an amount equal to the total deposits less FDIC insurance, and then multiplied by 110 percent.

The County is authorized to invest in funds in (1) obligations which constitute direct obligations of, or are unconditionally guaranteed by, the United States of America; (2) certificates of deposit issued by state and national banks located in the state of Georgia when secured by acceptable collateral; (3) obligations of the Federal Land Bank, the Federal Home Loan Bank, the Federal Intermediate Credit Bank and Federal Bank of Cooperatives; and (4) bonds or other obligations issued by any public housing agency or municipality which are served by a pledge of annual contributors under contract with the United States Government, or project notes secured by a payment agreement with the United States Government.

Note 1 - Summary of Significant Accounting Policies - Continued

I. Inventory

Inventory is presented at cost on a first-in, first-out basis and is expensed when used. Inventory consists of expendable supplies held for consumption.

J. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Certain resources set aside for the payment of bond debt and customer deposits for the Solid Waste Management Authority Fund are classified as restricted assets on the balance sheet because their use is limited.

K. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets used by the enterprise funds are reported in both the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market value on the date donated. The County maintains a capitalization threshold of $5,000. The County's infrastructure consists of roads, bridges, and culverts for which the County chose to include all such items regardless of their acquisition date. The County was able to estimate the historical cost of the governmental activities infrastructure for the initial reporting of those assets. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land and improvements and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Buildings and Building Improvements	40–100 years
Improvements Other Than Buildings	40 years
Machinery and Equipment	5–20 years
Vehicles	6–20 years
Infrastructure	5-50 years
Landfill	10-50 years

Capital assets include some prior additions to public domain (infrastructure) general capital assets consisting of certain improvements including roads and bridges for which historical cost information was available.

Note 1 - Summary of Significant Accounting Policies - Continued

L. Inter-fund Receivables/Payables

On fund financial statements, receivables and payables resulting from short-term inter-fund loans or inter-fund services provided and used are classified as "Inter-fund Receivables/Payables." Inter-fund balances within governmental activities and within business-type activities are eliminated on the government-wide statement of net position. The only inter-fund balances which remain on the government-wide statement of net position are those between governmental and business-type activities. These amounts are reflected as "Internal Balances."

M. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable the County will compensate the employees for the benefits through paid time off or some other means. The County records a liability for accumulated unused vacation time when earned for all employees.

Sick leave benefits are not accrued as a liability.

The entire compensated absences liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are not recognized as a liability and expenditure. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

N. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the enterprise funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities are recognized as fund liabilities when incurred. However, required pension contributions that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Loans and capital leases are recognized as a liability on the fund financial statements when due.

O. Net Position

Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus.Net investment in capital assets consist of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The County's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

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

Note 1 - Summary of Significant Accounting Policies - Continued

P. Fund Balances

The County has implemented GASB No. 54, Fund Balance Report and Governmental Fund Type Definitions. Under GASB Statement No. 54, fund balances are required to be reported in the following classifications:

Non-spendable fund balance – Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact.

Restricted fund balance – Constraints placed on the use of these resources are either externally imposed by creditors, grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

Committed fund balance – Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the County's highest level of decision-making authority, the County Board of Commissioners.

Assigned fund balance – Amounts that are constrained by the County's intent to be used for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the County Board of Commissioners or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.

Unassigned fund balances – This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

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

Q. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the County, these revenues are charges for services for sanitary landfill and recycling services and rent. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as non-operating.

R. Inter-fund Transactions

Transfers between governmental and business-type activities on the government-wide financial statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as Inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Note 1 - Summary of Significant Accounting Policies - Continued

S. Estimates

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

T. New Fund

The county established a new fund during FY2019 to account for the new T-SPLOST taxes.

Note 2 – Accountability

Generally accepted accounting principles require disclosure, as part of the Combined Statements – Overview, of certain information concerning individual funds, such as a deficit – retained earnings/fixed balances:

Pudding Creek Landfill Fund $ (489,911)

The fund deficit is due to post closure cost and will be funded with general fund transfers.

Note 3 - Deposits and Investments

The County maintains separate checking and investment accounts for each fund. The County's cash in bank balances represent balances in all accounts including General Fund, Special Revenue Funds, Capital Projects Funds, Proprietary Funds and Fiduciary Funds.

At June 30, 2019 all deposits were collateralized by FDIC insurance and pledged securities by the banking entities.

Interest Rate Risk. The County has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U. S. government or by a government agency of the United States; obligations of any corporation of the U. S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. The County has no policy for credit risk beyond the types of investments authorized by state statute.

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 County 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. The County has no custodial credit risk policies requiring additional collateral.

Note 3 - Deposits and Investments - Continued

Custodial Credit Risk – Investments. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require all 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. The County has no custodial credit risk policies requiring additional collateral

Note 4- Property Taxes

Property taxes attach as an enforceable lien on property as of January 1st. The County levies property taxes by September 15th of each year. The due date of these taxes is November 15th. County property tax revenues are recorded when levied. An allowance for uncollectible taxes is established for delinquent taxes to the extent that their collectability is improbable.

Deferred Revenue - Delinquent property taxes not collected within sixty (60) days after year-end is recognized as deferred revenue.

Note 5 – Capital Assets

	Balance at July 1, 2018	Additions	Reductions	Balance at June 30, 2019
Primary Government				
Governmental Activities:				
Nondepreciable Capital Assets:				
Land and improvements	$ 1,245,082	$ -	$ -	$ 1,245,082
Construction in progress	868,732	242,234	340,840	770,126
Total Nondepreciable Capital Assets	2,113,814	242,234	340,840	2,015,208
Depreciable Capital Assets:				
Buildings and building improvements	$ 2,164,647	$ -	$ -	$ 2,164,647
Machinery and equipment	1,551,845	201,255	510,701	1,242,399
Office equipment	62,272	-	16,865	45,407
Transportation equipment	1,402,931	124,787	105,404	1,422,314
Infrastructure	11,940,181	969,430	-	12,909,611
Total Depreciable Capital Assets	17,121,876	1,295,472	632,970	17,784,378
Less Accumulated Depreciation for:				
Buildings and building improvements	1,028,043	38,118	-	1,066,161
Machinery and equipment	975,037	188,183	392,934	770,286
Office equipment	57,805	777	16,865	41,717
Transportation equipment	933,503	132,378	90,138	975,743
Infrastructure	4,780,455	195,224	-	4,975,679
Total Accumulated Depreciation	7,774,843	554,680	499,937	7,829,586
Total Depreciable Capital Assets, Net	9,347,033	740,792	133,033	9,954,792
Governmental Activities Capital Assets, Net	$ 11,460,847	$ 983,026	$ 473,873	$ 11,970,000

Note 5 – Capital Assets – Continued

Depreciation was charged to governmental functions as follows:

Governmental activities		
General Government		
Legislative and Executive	$	222,073
Judicial		7,674
Public Safety		158,234
Public Works		166,699
Total Depreciation Expense - Governmental Activities	$	554,680

	Balance at July 1, 2018	Additions	Reductions	Balance at June 30, 2019
Business Type Activities:				
Nondepreciable Capital Assets:				
Land	$ 400,024	$ -	$ -	$ 400,024
Landfill - residual value	750,000	-	-	750,000
Total Nondepreciable Capital Assets	1,150,024	-	-	1,150,024
Depreciable Capital Assets:				
Buildings	$ 90,141	$ -	$ 4,350	$ 85,791
Landfill	9,278,587	-	-	9,278,587
Office equipment	29,489	-	-	29,489
Vehicles and equipment	2,308,940	47,399	7,500	2,348,839
Total Depreciable Capital Assets	11,707,157	47,399	11,850	11,742,706
Less Accumulated Depreciation for:				
Buildings	40,491	3,580	4,350	39,721
Landfill	7,915,967	384,055	-	8,300,022
Office equipment	29,489	-	-	29,489
Vehicles and equipment	1,287,699	267,037	7,500	1,547,236
Total Accumulated Depreciation	9,273,646	654,672	11,850	9,916,468
Total Depreciable Capital Assets, Net	2,433,511	(607,273)	-	1,826,238
Business Type Activities Capital Assets, Net	$ 3,583,535	$ (607,273)	$ -	$ 2,976,262

Note 6 – Inter-fund Balances and Transfers

The composition of Inter-fund transfers as of June 30, 2019, is as follows:

	Transfer In	Transfer Out
General Fund		
Jail Fee Fund	$ -	$ 45,000
Pudding Creek Landfill Fund	-	10,400
	-	55,400
Capital Projects Funds		
Jail Fee Fund		
General Fund	45,000	-
Total Governmental Funds	45,000	55,400
Enterprise Funds		
Pudding Creek Landfill Fund		
General Fund	10,400	-
Total Enterprise Funds	10,400	-
Total All Funds	$ 55,400	$ 55,400

The General Fund pays for any post-closure care cost of the Pudding Creek Landfill. The General Fund transferred funds to the Jail Construction Fund to assist in the funding of the new jail in the prior year and some of those funds were transferred back during the current year.

Note 7 – Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused leave benefits. Unused leave benefits will be paid to employees upon separation from County services. The General Fund pays for any used compensated absences during a fiscal year.

	Balance at July 1, 2018	Additions	Reductions	Balance at June 30, 2019	Due Within One Year
Primary Government:					
Governmental Activities:					
Compensated absences	$ 41,438	$ 23,297	$ 20,719	$ 44,016	$ 22,008
Total Primary Government	$ 41,438	$ 23,297	$ 20,719	$ 44,016	$ 22,008

Note 8 - Debt

Long Term Debt

The following is a summary of the debt transactions of the County for the fiscal year ended June 30, 2019:

	Balance at July 1, 2018	Additions	Reductions	Balance at June 30, 2019	Amount Due In One Year
Governmental Activities					
Capital leases	$ 572,035	$ -	$ 303,462	$ 268,573	$ 81,853
Total Governmental Activities	$ 572,035	$ -	$ 303,462	$ 268,573	$ 81,853

	Balance at July 1, 2018	Additions	Reductions	Balance at June 30, 2019	Amount Due In One Year
Business - Type Activities					
Capital lease	$ 782,017	$ -	$ 153,495	$ 628,522	$ 196,044
Revenue bonds	2,040,000	-	155,000	1,885,000	160,000
Total Business-Type Activities	$ 2,822,017	$ -	$ 308,495	$ 2,513,522	$ 356,044

The original issue date, interest rate and original issue amount for the County's long-term obligations are as follows:

	Purpose	Original Issue Date	Interest Rate	Original Issue Amount	Maturity Date
Governmental Activities					
Capital Lease	Excavator	2014	2.00%	$ 156,596	2020
Capital Lease	Motor Grader	2017	5.31%	$ 209,820	2022
Business Activities					
Revenue Bonds	Landfill Construction	2011	Fixed	$ 3,500,000	2029
Capital Lease	Landfill Equipment	2015	2.20%	$ 120,098	2020
Capital Lease	Landfill Equipment	2015	2.30%	$ 892,050	2020
Capital Lease	Landfill Equipment	2017	2.00%	$ 240,320	2021

The following is a summary of the County's future annual debt service requirements on long-term obligations:

Note 8 - Debt - Continued

Long Term Debt - Continued

The following is a summary of the County's future annual debt service requirements on long-term obligations:

	Governmental Activities Capital Leases	
Year Ending June 30,	Principal	Interest
2020	81,853	10,531
2021	9,433	9,688
2022	9,946	9,174
2023	167,343	4,386
Total	$ 268,575	$ 33,779

	Business Activities			
	Revenue Bonds		Capital Lease	
Year Ending June 30,	Principal	Interest	Principal	Interest
2020	160,000	99,778	196,043	13,808
2021	165,000	94,578	432,479	7,866
2022	170,000	88,803	-	-
2023	175,000	82,513	-	-
2024	180,000	75,688	-	-
2025-2029	1,035,000	256,105	-	-
	$ 1,885,000	$ 697,465	$ 628,522	$ 21,674

The assets acquired through capital leases are as follows:

	Governmental Activities	Business Activities
Asset:		
Equipment	$ 366,416	$ 1,252,448
Less: accumulated depreciation	(172,704)	(667,899)
Total	$ 193,712	$ 584,549

Amortization expense for governmental activities amount to $64,335 and for business activities amount to $181,595 for FY2019 was included in depreciation.

Note 9 – Landfill Post-closure Cost

State and Federal laws and regulations require Atkinson County to perform certain maintenance and monitoring functions at the closed Pudding Creek Landfill site for thirty years after closure. These same regulations require the County to accrue post-closure care costs for The Solid Waste Management Authority of Atkinson County. That recognition of a liability for closure and post-closure care costs is based on landfill capacity used to date. This estimate is subject to change due to inflation or deflation or based on changes in technology or applicable laws or regulations. The Pudding Creek Landfill is closed and accrued cost of $489,911 reflects the remaining post-closure cost.

The accrual for closure and post-closure costs for the Solid Waste Management at June 30, 2019 is $2,273,650. The estimated total current cost of closure and post-closure care to be recognized is $3,621,170. The landfill capacity used to date is 45.03% of MSW cell space and 72.65% of C&D cell space. The current estimated remaining life for MSW is 30.81 years and for C&D is 5.43 years.

The following reflects changes in closure and post-closure care cost:

	Balance at July 1, 2018	Additions	Reductions	Balance at June 30, 2019	Amount Due In One Year
Business Type Activities:					
Solid Waste Management Authority	$ 2,148,262	$ 125,388	$ -	$ 2,273,650	$ 113,683
Pudding Creek Landfill	500,311	-	10,400	489,911	10,400
	$ 2,648,573	$ 125,388	$ 10,400	$ 2,763,561	$ 124,083

Note 10 – Contingent Liabilities

There was no pending litigation, claims, or assessments against the County at June 30, 2019. In the opinion of County management, there were no unasserted claims or assessments that might have a material effect on the financial condition of the County.

The County receives Federal and State Grants for specific purposes that are subject to review and audit by Federal and State agencies. Such audits could result in a request for reimbursement by the Federal and State Governments for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of County management, such disallowances, if any, will not be significant.

Note 11 – Retirement Benefits

Atkinson County Retirement Benefits

The County provides a defined contribution pension plan through the Association of County Commissioners of Georgia ("ACCG") Defined Contribution Plan ("Plan"), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The County Commission provides for the benefits and funding policy through a County ordinance and maintains the authority to change the policy.

The plan is open to all full-time employees with more than one year of service. To participate, employees have to contribute a percentage of compensation and the County will match up to 3 percent. Employees are fully vested for County contributions after four years. Employees contributed $48,938 and the County contributed $19,751.

The Plan is administered by GEBCorp.
Any information related to the plan can be obtained at the following address:

GEBCorp
1100 Circle 75 Parkway
Suite 300
Atlanta, Georgia 30339

The elected officials are covered under plans offered by the State of Georgia, such as the Magistrates Retirement Fund, the Clerks' of Superior Court Retirement Fund, and the Sheriff's Retirement Fund. These plans are administered by the State, are separate legal entities, and are not included in the County's financial statements. Information concerning these retirement plans can be located on the respective web sites including GASB 68 information where applicable.

Note 12 – Risk Financing Activities

The County may be subject to risk of loss due to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County covers these risks through the purchase of insurance coverage through the ACCG – Group Self-Insurance Workers' Compensation Fund and the ACCG – Interlocal Risk Management Agency. These are public entity risk pools currently operating as common risk management and insurance programs for member local governments.

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

Note 12 – Risk Financing Activities - Continued

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 expense incurred for investigation, negotiation or defense.

Settled claims in the past three years have not exceeded the coverage. There was no significant reduction in insurance coverage from the prior year. The County's deductibles for commercial insurance coverage range from $250 to $25,000 with various limits of liability ranging from $5,000 to $2,000,000.

For its workers compensation coverage, the County is a member of the Association of County Commissioners of Georgia-Group Self-Insurance Workers' Compensation Fund (ACCG-GSIWCF). The ACCG-GSIWCF operated under the authority of O.C.G.A. 34-9-150 *et Seq.* The County pays into the fund its share of the fund's projected obligation for workers' compensation liability, administrative expenses, and other cost incurred by the fund. The County's share is adjusted by the board of the fund according to the claims experience of each participating member in accordance with criteria set forth in the bylaws of the fund. The fund makes payments to the employees of the members for workers compensation benefits pursuant to and in accordance with the claim procedures set for in title 34, chapter 9 of O.C.G.A. The County is jointly and severally liable for all legal obligations of the fund, including, but not limited to, any obligations of the fund to pay claims against the fund arising out of any occurrence, incident or accident covered under title 34, chapter 9 of O.C.G.A.

Note 13 – Restatement of FY2018 Fund Balance and Net Position

	General Fund	Governmental Funds
Fund Balance/Net Position, Beginning of Year	$ 1,244,024	$ 14,560,666
Fuel Inventory Correction	(100,912)	(100,912)
Fund Balance/Net Position, Restated	$ 1,143,112	$ 14,459,754

Note 14 – Subsequent Events

Management has evaluated events and transactions subsequent to the balance sheet date through June 29, 2020 (the date the financial statements were available to be issued) for potential recognition or disclosure in the financial statements. Management has not identified any items requiring recognition or disclosure.

REQUIRED SUPPLEMENTAL INFORMATION

ATKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ending June 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Taxes	$ 3,094,369	$ 3,126,480	$ 3,155,439	$ 28,959
Licenses and permits	20,200	20,200	5,635	(14,565)
Intergovernmental revenues	9,500	9,500	110,571	101,071
Charges for services	131,000	131,000	106,447	(24,553)
Fines and forfeitures	426,000	426,000	401,200	(24,800)
Investment income	7,500	7,500	6,454	(1,046)
Miscellaneous	255,570	282,364	220,022	(62,342)
Total Revenues	3,944,139	4,003,044	4,005,768	2,724
EXPENDITURES				
GENERAL GOVERNMENT				
Legislative and executive				
Board of Commissioners	$ 334,426	$ 334,426	$ 324,600	$ (9,826)
Board of Elections	84,059	97,059	96,960	(99)
Tax Commissioner	195,536	203,946	195,899	(8,047)
Tax Assessor	130,503	130,503	123,490	(7,013)
Board of Equalization	2,750	2,750	1,526	(1,224)
General Administration	417,460	306,871	300,866	(6,005)
Total General Government	1,164,734	1,075,555	1,043,341	(32,214)
JUDICIAL				
Clerk of Court	187,174	187,174	179,933	(7,241)
Superior Court	52,190	52,190	30,668	(21,522)
District Attorney	35,746	35,946	35,920	(26)
Magistrate Court	128,154	128,154	123,303	(4,851)
Probate Court	129,482	130,682	130,591	(91)
Juvenile Court	-	12,000	11,880	(120)
Public Defender	40,487	40,487	35,935	(4,552)
Total Judicial	573,233	586,633	548,230	(38,403)
PUBLIC SAFETY				
Sheriff	567,963	617,757	607,290	(10,467)
Emergency Medical Service	206,950	208,950	208,876	(74)
Jail	456,617	526,617	519,811	(6,806)
E-911 Service	140,000	140,100	140,000	(100)
Emergency Management Agency	53,167	53,167	25,631	(27,536)
Coroner Office	15,096	15,096	10,597	(4,499)
Total Public Safety	1,439,793	1,561,687	1,512,205	(49,482)
PUBLIC WORKS				
Road Department	591,581	591,581	578,615	(12,966)
Total Public Works	591,581	591,581	578,615	(12,966)

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ending June 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
HEALTH AND WELFARE				
Health Department	45,000	45,000	45,000	-
Concerted Services	6,220	6,220	6,147	(73)
Department of Family and Children Services	8,000	8,000	3,736	(4,264)
Satilla Mental Health	1,000	1,000	1,000	-
Meals on Wheels	14,476	14,776	14,740	(36)
Family Connections	1,000	1,000	1,000	-
Total Health and Welfare	75,696	75,996	71,623	(4,373)
CULTURE AND RECREATION				
Satilla Regional Library	15,250	15,250	15,250	-
Total Culture and Recreation	15,250	15,250	15,250	-
COMMUNITY DEVELOPMENT				
Extension Office	85,502	85,502	78,346	(7,156)
Business Appreciation	3,350	6,350	3,450	(2,900)
Building Inspector	-	9,490	6,874	(2,616)
Total Community Development	88,852	101,342	88,670	(12,672)
TOTAL EXPENDITURES	3,949,139	4,008,044	3,857,934	(150,110)
EXCESS OF REVENUES UNDER EXPENDITURES	(5,000)	(5,000)	147,834	152,834
OTHER FINANCING SOURCES (USES)				
Transfers in	5,000	5,000	45,000	40,000
Transfers out	-	-	(10,400)	(10,400)
TOTAL OTHER FINANCING SOURCES (USES)	5,000	5,000	34,600	29,600
NET CHANGE IN FUND BALANCE	-	-	182,434	182,434
FUND BALANCES				
FUND BALANCE, RESTATED	-	-	1,143,112	1,143,112
FUND BALANCE, END OF YEAR	$ -	$ -	$ 1,325,546	$ 1,325,546

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
REVOLVING LOAN FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ending June 30, 2019

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Investment income	$ 50,075	$ 50,075	$ 8,396	$ (41,679)
TOTAL REVENUE	50,075	50,075	8,396	(41,679)
EXPENDITURES				
Current				
Housing and development	50,075	50,075	760	(49,315)
TOTAL EXPENDITURES	50,075	50,075	760	(49,315)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	7,636	7,636
FUND BALANCE, BEGINNING OF YEAR	-	-	605,911	605,911
FUND BALANCE, END OF YEAR	$ -	$ -	$ 613,547	$ 613,547

See independent auditor's report.

Note 1 – Budgetary Basis of Accounting

While reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the Budgetary Basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the general and major capital projects funds are presented on the Budgetary Basis to provide a meaningful comparison of actual results with the budget. There were not differences between the Budgetary Basis and the GAAP Basis for this fiscal year.

COMBINING AND INDIVIDUAL FUND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

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

2017 Special Purpose Sales Tax – To account for funds remaining from the fourth special purpose local option sales tax restricted for road improvements.

Public Roads – To account for the Georgia Department of Transportation road funds designated to submitted projects. The revenue is restricted to the stated purposes of the road projects submitted.

ATKINSON COUNTY, GEORGIA
CAPITAL PROJECTS FUND 2017 SPECIAL PURPOSE SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ending June 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Taxes	$ 550,250	$ 550,250	$ 559,572	$ 9,322
Intergovernmental revenue	-	110,000	149,107	39,107
Investment income	-	-	716	716
Miscellaneous income	-	-	47,035	47,035
TOTAL REVENUE	550,250	660,250	756,430	96,180
EXPENDITURES				
Current				
Public works	550,250	220,250	215,406	(4,844)
Intergovernmental expense	-	212,000	211,518	(482)
Capital outlay	-	228,000	227,953	(47)
TOTAL EXPENDITURES	550,250	660,250	654,877	(5,373)
EXCESS OF EXPENDITRES OVER REVENUE	-	-	101,553	101,553
FUND BALANCE, BEGINNING OF YEAR	-	-	128,449	128,449
FUND BALANCE, END OF YEAR	$ -	$ -	$ 230,002	$ 230,002

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
CAPITAL PROJECTS FUND PUBLIC ROADS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ending June 30, 2019

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget Over (Under)
REVENUES				
Intergovernmental revenue	$ 350,000	$ 489,500	$ 484,403	$ (5,097)
Investment income	-	2,300	2,302	2
TOTAL REVENUE	350,000	491,800	486,705	(5,095)
EXPENDITURES				
Current				
Public works	-	5,600	5,510	(90)
Capital outlay	350,000	486,200	486,132	(68)
TOTAL EXPENDITURES	350,000	491,800	491,642	(158)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	(4,937)	(4,937)
FUND BALANCE, BEGINNING OF YEAR	-	-	743,759	743,759
FUND BALANCE, END OF YEAR	$ -	$ -	$ 738,822	$ 738,822

See independent auditor's report.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted for specific purposes.

Drug Enforcement Fund– To account for funds received through drug seizures and drug fines.

Law Library Fund – To account for funds accessed with fines and designated for the maintenance of a law library.

Jail Fee Fund – To account for funds accessed with fines and designated for the operations of jails.

Drug Education Fund – To account for fine income dedicated to drug education.

Juvenile Services Fund – To account for fine income dedicated to juvenile services.

Insurance Premium Fund – To account for insurance premium tax funds used for fire services.

CAPITAL PROJECTS FUND

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

2016 CDBG Grant Fund – The 2016 CDBG Fund accounts for grant funds provided for the road.

2001 SPLOST F**und**– To account for SPLOST funds for projects from the second SPLOST referendum.

2012 SPLOST F**und**– To account for SPLOST funds for projects from the third SPLOST referendum.

Capital Projects Jail Construction – To account for the funds designated for the construction of jail facilities and other government offices.

ATKINSON COUNTY, GEORGIA
ALL NON-MAJOR FUNDS
COMBINING BALANCE SHEET
June 30, 2018

	Special Revenue					
	Drug Enforcement	Law Library	Jail Fee Fund	Drug Education Fund	Juvenile Service Fund	Insurance Premium Fund
ASSETS						
Cash	$ 10,046	$ 54,688	$ 32,409	$ 27,613	$ 21,533	$ 211,914
Accounts receivable	-	435	1,148	-	-	-
Due from other governments	-	-	201	-	-	-
TOTAL ASSETS	$ 10,046	$ 55,123	$ 33,758	$ 27,613	$ 21,533	$ 211,914
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ 13,374
Due to other governments	-	-	2,616	5,143	-	-
TOTAL LIABILITIES	-	-	2,616	5,143	-	13,374
FUND BALANCES						
Restricted for drug enforcement	10,046	-	-	-	-	-
Restricted for law library	-	55,123	-	-	-	-
Restricted for jail operations	-	-	31,142	-	-	-
Restricted for drug education	-	-	-	22,470	-	-
Restricted for juvenile services	-	-	-	-	21,533	-
Restricted for capital projects	-	-	-	-	-	198,540
TOTAL FUND BALANCE	10,046	55,123	31,142	22,470	21,533	198,540
TOTAL LIABILITIES AND FUND BALANCE	$ 10,046	$ 55,123	$ 33,758	$ 27,613	$ 21,533	$ 211,914

See independent auditor's report.

Capital Projects				
2016 CDBG Grant Fund	2001 SPLOST Fund	T-SPLOST Fund	Jail Constuction Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ 243,689	$ 166,483	$ 768,375
-	-	37,329	-	38,912
-	-	-	-	201
$ -	$ -	$ 281,018	$ 166,483	$ 807,488
$ -	$ -	$ -	$ 1,321	$ 14,695
-	-	-	-	7,759
-	-	-	1,321	22,454
-	-	-	-	10,046
-	-	-	-	55,123
-	-	-	-	31,142
-	-	-	-	22,470
-	-	-	-	21,533
-	-	281,018	165,162	644,720
-	-	281,018	165,162	785,034
$ -	$ -	$ 281,018	$ 166,483	$ 807,488

ATKINSON COUNTY, GEORGIA
ALL NON-MAJOR FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2019

	Special Revenue					
	Drug Enforcement	Law Library	Jail Fee Fund	Drug Education Fund	Juvenile Service Fund	Insurance Premium Fund
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	341,104
Fines and forfeitures	3,065	8,693	30,515	27,030	2,441	-
Investment income	28	-	127	-	-	1,244
Miscellaneous income	-	-	-	-	-	11,018
TOTAL REVENUES	3,093	8,693	30,642	27,030	2,441	353,366
EXPENDITURES						
Current						
Judicial	-	3,294	-	-	-	-
Public safety	3,005	-	33,707	-	-	208,216
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	28,182	-	-
Capital outlay	-	-	-	-	-	172,431
TOTAL EXPENDITURES	3,005	3,294	33,707	28,182	-	380,647
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	88	5,399	(3,065)	(1,152)	2,441	(27,281)
OTHER FINANCING USES						
Transfer out	-	-	-	-	-	-
TOTAL OTHER FINANCING USES	-	-	-	-	-	-
NET CHANGE IN FUND BALANCE	88	5,399	(3,065)	(1,152)	2,441	(27,281)
FUND BALANCE, BEGINNING OF YEAR	9,958	49,724	34,207	23,622	19,092	225,821
FUND BALANCE, END OF YEAR	$ 10,046	$ 55,123	$ 31,142	$ 22,470	$ 21,533	$ 198,540

See independent auditor's report.

Capital Projects				
2016 CDBG Fund	2001 SPLOST Fund	T-SPLOST Fund	Jail Constuction Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ 326,380	$ -	$ 326,380
149,696	-	-	-	490,800
-	-	-	-	71,744
-	2	274	1,072	2,747
-	-	-	87	11,105
149,696	2	326,654	1,159	902,776
-	-	-	-	3,294
-	-	-	-	244,928
-	16	45,636	-	45,652
-	-	-	-	28,182
149,696	11,196	-	242,235	575,558
149,696	11,212	45,636	242,235	897,614
-	(11,210)	281,018	(241,076)	5,162
-	-	-	(45,000)	(45,000)
-	-	-	(45,000)	(45,000)
-	(11,210)	281,018	(286,076)	(39,838)
-	11,210	-	451,238	824,872
$ -	$ -	$ 281,018	$ 165,162	$ 785,034

ATKINSON COUNTY, GEORGIA
DRUG ENFORCEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Fines and forfeitures	$ -	$ 3,100	$ 3,065	$ (35)
Investment income	-	-	28	28
TOTAL REVENUES	-	3,100	3,093	(7)
EXPENDITURES				
Current				
Public safety	-	3,100	3,005	(95)
TOTAL EXPENDITURES	-	3,100	3,005	(95)
EXCESS OF EXPENDITURES OVER REVENUES	-	-	88	88
FUND BALANCE, BEGINNING OF YEAR	-	-	9,958	9,958
FUND BALANCE, END OF YEAR	$ -	$ -	$ 10,046	$ 10,046

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget Over (Under)
REVENUES				
Fines and forfeitures	$ 10,000	$ 10,000	$ 8,693	$ (1,307)
TOTAL REVENUES	10,000	10,000	8,693	(1,307)
EXPENDITURES				
Current				
Judicial	10,000	10,000	3,294	(6,706)
TOTAL EXPENDITURES	10,000	10,000	3,294	(6,706)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	5,399	5,399
FUND BALANCE, BEGINNING OF YEAR	-	-	49,724	49,724
FUND BALANCE, END OF YEAR	$ -	$ -	$ 55,123	$ 55,123

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
JAIL FEE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Fines and forfeitures	$ 25,100	$ 30,100	$ 30,515	$ 415
Investment income	-	-	127	127
TOTAL REVENUES	25,100	30,100	30,642	542
EXPENDITURES				
Current				
Public safety	25,100	34,100	33,707	(393)
TOTAL EXPENDITURES	25,100	34,100	33,707	(393)
EXCESS OF EXPENDITURES OVER REVENUE	-	(4,000)	(3,065)	935
FUND BALANCE, BEGINNING OF YEAR	-	4,000	34,207	30,207
FUND BALANCE, END OF YEAR	$ -	$ -	$ 31,142	$ 31,142

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
DRUG EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget Over (Under)
REVENUES				
Fines and forfeitures	$ 15,000	$ 28,500	$ 27,030	$ (1,470)
TOTAL REVENUES	15,000	28,500	27,030	(1,470)
EXPENDITURES				
Current				
Health and welfare	15,000	28,500	28,182	(318)
TOTAL EXPENDITURES	15,000	28,500	28,182	(318)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	(1,152)	(1,152)
FUND BALANCE, BEGINNING OF YEAR	-	-	23,622	23,622
FUND BALANCE, END OF YEAR	$ -	$ -	$ 22,470	$ 22,470

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
JUVENILE SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ -	$ 1,000	$ 2,441	$ 1,441
TOTAL REVENUES	-	1,000	2,441	1,441
EXPENDITURES				
Current				
Judicial	-	1,000	-	(1,000)
TOTAL EXPENDITURES	-	1,000	-	(1,000)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	2,441	2,441
FUND BALANCE, BEGINNING OF YEAR	-	-	19,092	19,092
FUND BALANCE, END OF YEAR	$ -	$ -	$ 21,533	$ 21,533

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
INSURANCE PREMIUM FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget Over (Under)
REVENUES				
Taxes	$ 280,000	$ 316,000	$ 314,612	$ (1,388)
Investment income	-	1,200	1,244	44
Intergovernmental revenue	-	26,500	26,492	(8)
Miscellaneous	-	11,000	11,018	18
TOTAL REVENUE	280,000	354,700	353,366	(1,334)
EXPENDITURES				
Current				
Public safety	280,000	280,000	208,216	(71,784)
Capital Outlay	-	74,700	172,431	97,731
TOTAL EXPENDITURES	280,000	354,700	380,647	25,947
EXCESS OF EXPENDITURES OVER REVENUE	-	-	(27,281)	(27,281)
FUND BALANCE, BEGINNING OF YEAR	-	-	225,821	225,821
FUND BALANCE, END OF YEAR	$ -	$ -	$ 198,540	$ 198,540

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
2016 CDBG FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental funds	$ -	$ 150,000	$ 149,696	$ (304)
TOTAL REVENUES	-	150,000	149,696	(304)
EXPENDITURES				
Current				
Public works	-	150,000	149,696	(304)
TOTAL EXPENDITURES	-	150,000	149,696	(304)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
2001 SPLOST FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Investment income	$ -	$ -	$ 2	$ 2
TOTAL REVENUE	-	-	2	2
EXPENDITURES				
Public works	-	-	16	16
Capital outlay	-	12,000	11,196	(804)
TOTAL EXPENDITURES	-	12,000	11,212	(788)
EXCESS OF EXPENDITURES OVER REVENUE	-	(12,000)	(11,210)	790
FUND BALANCE, BEGINNING OF YEAR	-	12,000	11,210	(790)
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
CAPITAL PROJECTS FUND - JAIL
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget Over (Under)
REVENUES				
Investment income	$ -	$ 1,200	$ 1,072	$ (128)
Miscellaneous income	-	-	87	87
TOTAL REVENUE	-	1,200	1,159	(41)
EXPENDITURES				
Capital Outlay	-	242,500	242,235	(265)
TOTAL EXPENDITURES	-	242,500	242,235	(265)
EXCESS OF EXPENDITURES OVER REVENUE	-	(241,300)	(241,076)	224
OTHER FINANCING SOURCES				
Transfer out	-	(45,000)	(45,000)	-
TOTAL OTHER FINANCING SOURCES	-	(45,000)	(45,000)	-
NET CHANGE IN FUND BALANCE	-	(286,300)	(286,076)	224
FUND BALANCE, BEGINNING OF YEAR	-	286,300	451,238	164,938
FUND BALANCE, END OF YEAR	$ -	$ -	$ 165,162	$ 165,162

See independent auditor's report.

FIDUCIARY FUNDS

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

Tax Commissioner - to account for the collection of property taxes, motor vehicle tax and title fees and mobile home fees, etc. which are disbursed to various taxing units.

Clerk of Superior Court - to account for the collection of various fines, forfeitures, jury fund receipts, real estate transfer taxes, recording of intangibles, fees, civil awards, etc. which are disbursed to other parties.

Magistrate Court - to account for the collection of fees in jurisdiction of small claims courts, which are disbursed to other parties.

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

Probate Court - to account for the collection of fees for a probate of wills, administration of estates, issuance of marriage licenses and maintenance of other vital records which are disbursed to other parties.

ATKINSON COUNTY, GEORGIA
AGENCY FUNDS
COMBINING SCHEDULE OF ASSETS AND LIABILITIES
June 30, 2019

	AGENCY FUNDS					
	Office of Tax Commissioner	Clerk of Court	Magistrate Court	Office of Sheriff	Probate Court	Total
ASSETS						
Cash	$ 251,444	$ 51,729	$ 19,742	$ 10,584	$ 32,097	$ 365,596
TOTAL ASSETS	$ 251,444	$ 51,729	$ 19,742	$ 10,584	$ 32,097	$ 365,596
LIABILITIES						
Due to others	$ 251,444	$ 51,729	$ 19,742	$ 10,584	$ 32,097	$ 365,596
TOTAL LIABILITIES	$ 251,444	$ 51,729	$ 19,742	$ 10,584	$ 32,097	$ 365,596

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
AGENCY FUNDS
COMBINING SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES
For the Year Ended June 30, 2019

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
OFFICE OF TAX COMMISSIONER				
ASSETS				
Cash	$ 183,770	$ 6,299,400	$ 6,231,726	$ 251,444
TOTAL ASSETS	$ 183,770	$ 6,299,400	$ 6,231,726	$ 251,444
LIABILITIES				
Due to others	$ 183,770	$ 6,299,400	$ 6,231,726	$ 251,444
TOTAL LIABILITIES	$ 183,770	$ 6,299,400	$ 6,231,726	$ 251,444
CLERK OF COURT				
ASSETS				
Cash	$ 44,792	$ 256,204	$ 249,267	$ 51,729
TOTAL ASSETS	$ 44,792	$ 256,204	$ 249,267	$ 51,729
LIABILITIES				
Due to others	$ 44,792	$ 256,204	$ 249,267	$ 51,729
TOTAL LIABILITIES	$ 44,792	$ 256,204	$ 249,267	$ 51,729
MAGISTRATE COURT				
ASSETS				
Cash	$ 22,966	$ 176,113	$ 179,337	$ 19,742
TOTAL ASSETS	$ 22,966	$ 176,113	$ 179,337	$ 19,742
LIABILITIES				
Due to others	$ 22,966	$ 176,113	$ 179,337	$ 19,742
TOTAL LIABILITIES	$ 22,966	$ 176,113	$ 179,337	$ 19,742

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
AGENCY FUNDS
COMBINING SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES - CONTINUED
For the Year Ended June 30, 2019

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
OFFICE OF SHERIFF				
ASSETS				
Cash	$ 10,029	$ 81,843	$ 81,288	$ 10,584
TOTAL ASSETS	$ 10,029	$ 81,843	$ 81,288	$ 10,584
LIABILITIES				
Due to others	$ 10,029	$ 81,843	$ 81,288	$ 10,584
TOTAL LIABILITIES	$ 10,029	$ 81,843	$ 81,288	$ 10,584
PROBATE COURT				
ASSETS				
Cash	$ 75,569	$ 373,968	$ 417,440	$ 32,097
TOTAL ASSETS	$ 75,569	$ 373,968	$ 417,440	$ 32,097
LIABILITIES				
Due to others	$ 75,569	$ 373,968	$ 417,440	$ 32,097
TOTAL LIABILITIES	$ 75,569	$ 373,968	$ 417,440	$ 32,097

See independent auditor's report.

COMPLIANCE SECTION

ATKINSON COUNTY, GEORGIA
SCHEDULE OF PROJECTS FUNDED BY SPECIAL PURPOSE SALES TAX PROCEEDS
For the Year Ended June 30, 2019

2001 Special Purpose Sales Tax:

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Projects						
Roads and bridge maintenance	$ 4,050,000	$ 2,037,153	$ 2,037,153	$ -	$ 2,037,153	100%
Jail	500,000	620,625	609,415	11,211	620,626	100%
Landfill	450,000	454,569	454,569	-	454,569	100%
	$ 5,000,000	$ 3,112,347	$ 3,101,137	$ 11,211	$ 3,112,348	

2017 Special Purpose Local Option Sales Tax:

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Projects						
Roads and bridge improvements	$ 1,007,640	$ 734,067	$ 26,682	$ 134,249	$ 160,931	22%
County jail	447,840	447,840	36,812	35,536	72,348	16%
Land acquisition	406,056	384,986	-	-	-	0%
Equipment	111,960	406,603	133,030	273,573	406,603	100%
Buildings	89,568	89,568	4,200	-	4,200	5%
Public infrastructure	179,136	179,136	127,503	-	127,503	71%
	$ 2,242,200	$ 2,242,200	$ 328,227	$ 443,358	$ 771,585	
City of Pearson	$ 810,000	$ 810,000	$ 165,181	$ 125,904	$ 291,085	36%
City of Willacoochee	$ 550,800	$ 550,800	$ 112,418	$ 85,615	$ 198,033	36%

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
SCHEDULE OF PROJECTS FUNDED BY COMMUNITY DEVELOPMENT BLOCK GRANT
For the Year Ended June 30, 2019

SOURCE and APPLICATION OF FUNDS SCHEDULE
Community Development Block Grant

Atkinson County, Georgia

15p-y-002-1-5830

For the Period Ending: June 30, 2019
Cumulative

I. Total Fiscal Year 2016 CDBG Funds Awarded to Recipient:	$ 495,536
II. Total Amount of Drawdown by Recipient from DCA:	$ 495,536
III. Less: CDBG Funds Expended by Recipient:	$ 495,536
IV. Amount of Fiscal Year 2016 CDBG Funds held by Recipient:	$ -

COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
PROJECT COST SCHEDULE

Recipient: Atkinson County, Georgia

Grant #: 15p-y-002-1-5830

For the Period Ending: June 30, 2019

Program Activity	CDBG Activity Number	Latest Approved Budget	Accumulative CDBG Expenditures To Date	Accumulative Expenditures To Date (Other Funds)	Grand Total of Expenditures To Date	Questioned Costs
Morning Dew Circle Paving	T-03K-02	$ 3,983	$ 3,983	$ -	$ 3,983	-
Morning Dew Circle Paving	P-03K-01	$ 130,635	$ 130,635	$ -	$ 130,635	$ -
Morning Dew Circle Paving	P-03K-02	$ 331,188	$ 331,188	$ -	$ 331,188	$ -
Contingencies	C-022-00	$ -	$ -	$ -	$ -	$ -
Administration	A-21A-00	$ 29,730	$ 29,730	$ -	$ 29,730	$ -
TOTAL		$ 495,536	$ 495,536	$ -	$ 495,536	$ -

See independent auditor's report.

Coastal CPAs, LLC

BEN P. LEE, CPA, CFE, CFF, CGMA, CGFM, CGFO
JAMES F. BARGER, CPA, CGMA
PAMELA A. MELTON, CPA, CGMA
JOSLYN SLOAN, CPA
TINA OWENS, CPA, CGMA
J. DENNIS SILVA, CPA, CGMA
DOUGLAS D. THORNTON, CPA
JAMIE B. CURTIS, CPA, CGMA
TRACY EVERLY
TAYLOR DREW

INDEPENDENT AUDITORS' 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 Commissioners
Atkinson 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 business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Atkinson County, Georgia, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Atkinson County, Georgia's basic financial statements and have issued our report thereon dated June 29, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County'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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control described in the accompanying schedule of findings and questioned costs as item 2019-01 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the

determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

County's Response to Findings

Atkinson County, Georgia's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County'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 County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Coastal CPAs, LLC

Coastal CPAs, LLC
St. Simons Island, Georgia
June 29, 2020

ATKINSON COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2019

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified	
Internal control over financial reporting		
Material weakness identified?	_____ Yes	___X___ No
Significant deficiencies identified not considered to be material weakness?	___X___ Yes	_____ None reported
Noncompliance material to financial statements noted?	_____ Yes	___X___ No

Section II – Financial Statement Findings

Significant Deficiencies – Not Considered a Material Weakness

Current Year Findings:

2019-01 Segregation of Duties

Criteria: Internal controls are designed to safeguard assets and help detect losses from employee dishonesty or error. A fundamental concept of a good system of internal control is the segregation of duties. This is especially important in a county environment where several constitutional officers handle cash receipts.

Condition: We noted several instances in the county constitutional offices where the handling of cash, preparing deposits, and remitting funds were performed by one individual. We noted the over-centralization of accounting functions, bank reconciliations, and adjusting entries.

Effect: The failure of the county to have proper segregation of duties could lead to undetected misappropriation of funds or delays in finding potential fraud.

Cause: A lack of management awareness and oversight possibly prompted by a shortage of personnel.

Recommendation: We recommend that the county work with these constitutional offices to obtain training and work to immediately eliminate the above deficiencies.

Management Response: Atkinson County management concurs with the finding and will work to improve separation of duties.