ATKINSON COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2020

TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	1-3
MANAGEMENT DISCUSSION AND ANALYSIS	4-12
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	13-14
Statement of Activities	15
Governmental Fund Financial Statements:	
Balance Sheet – Governmental Funds	16
Reconciliation of Total Governmental Fund Balances to Net Position Of Governmental Activities	17
Statement of Revenues, Expenditures and Changes in Fund Balance Of Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balances of Governmental Funds to the Statement of Activities	19
Proprietary Fund Financial Statements:	
Statement of Net Position	20-21
Statement of Revenue, Expenses and Changes in Fund Net Position	22
Statement of Cash Flows	23-24
Agency Fund Financial Statements:	
Statement of Fiduciary Assets and Liabilities	25
Notes to the Financial Statements	26-43
REQUIRED SUPPLEMENTAL INFORMATION	
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Funds:	
General Fund	44-45
Revolving Loan Fund	46
Notes to Required Supplemental Information	47

TABLE OF CONTENTS

COMBINING AND INDIVIDUAL FUND SCHEDULES

MAJOR FUNDS:

Capital Projects 2017 Special Local Option Sales Tax 48
Capital Projects Public Roads 49

NONMAJOR FUNDS:

Combining Balance Sheet – All Nonmajor Governmental Funds 50-51
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – All Nonmajor Governmental Funds 52-53

Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Nonmajor Governmental Funds:

Drug Enforcement 54
Law Library 55
Jail Fee 56
Drug Education 57
Juvenile Services 58
Insurance Premium 59
Capital Projects Fund - T-SPLOST 60
Capital Projects Fund - Jail 61

FIDUCIARY FUNDS:

Combining Statements of Assets and Liabilities – Agency Funds 62
Combining Statements of Changes in Assets and Liabilities – Agency Funds 63-64

COMPLIANCE SECTION

Schedules of Projects Constructed With Special Sales Tax Proceeds 65
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards* 66-67
Schedule of Findings and Responses 68-69

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INDEPENDENT AUDITOR'S REPORT

To the Board of County 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 units, each major fund, and the aggregate remaining fund information of Atkinson County, Georgia as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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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 units, each major fund, and the aggregate remaining fund information of Atkinson County, Georgia, as of June 30, 2020, 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 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, Georgia's basic financial statements. The combining and individual non-major fund financial statements and schedules and budget schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements and schedules 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 non-major fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 6, 2021, on our consideration of the 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

St. Simons, Georgia

August 6, 2021

ATKINSON COUNTY, GEORGIA
Management's Discussion and Analysis
Required Supplemental Information
For the Year Ended June 30, 2020

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, 2020. 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 FY2020 are as follows:

The County's governmental fund assets exceeded its liabilities at June 30, 2020 by $16,244,340 (net position). Of this amount $2,131,092 (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 $1,361,805.

Net position for business-type activities decreased $85,370 from $1,761,045 to $1,675,675.

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:

	Net Position						
	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2019	2020	2019	2020	2019	2020	2019-2020
Assets							
Current and other assets	$ 3,908,410	$ 3,983,689	$ 4,145,053	$ 4,320,261	$ 8,053,463	$ 8,303,950	3.11%
Capital assets, net	11,970,000	12,626,680	2,976,262	2,809,937	14,946,262	15,436,617	3.28%
Total Assets	**15,878,410**	**16,610,369**	**7,121,315**	**7,130,198**	**22,999,725**	**23,740,567**	**3.22%**
Liabilities							
Current and other liabilities	255,685	167,319	563,314	845,687	818,999	1,013,006	23.69%
Long-term liabilities	208,728	198,710	4,796,956	4,608,836	5,005,684	4,807,546	-3.96%
Total Liabilities	**464,413**	**366,029**	**5,360,270**	**5,454,523**	**5,824,683**	**5,820,552**	**-0.07%**
Net Position							
Net investment in capital assets	11,701,427	12,439,960	462,740	343,578	12,164,167	12,783,538	5.09%
Restricted	2,367,405	1,844,510	959,783	1,160,875	3,327,188	3,005,385	-9.67%
Unrestricted	1,345,165	1,959,870	338,522	171,222	1,683,687	2,131,092	-26.57%
Total Net Position	**$ 15,413,997**	**$ 16,244,340**	**$ 1,761,045**	**$ 1,675,675**	**$ 17,175,042**	**$ 17,920,015**	**4.34%**

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 $17,920,015, ($16,244,340 in governmental activities and $1,675,675 in business-type activities) as of June 30, 2020. 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.

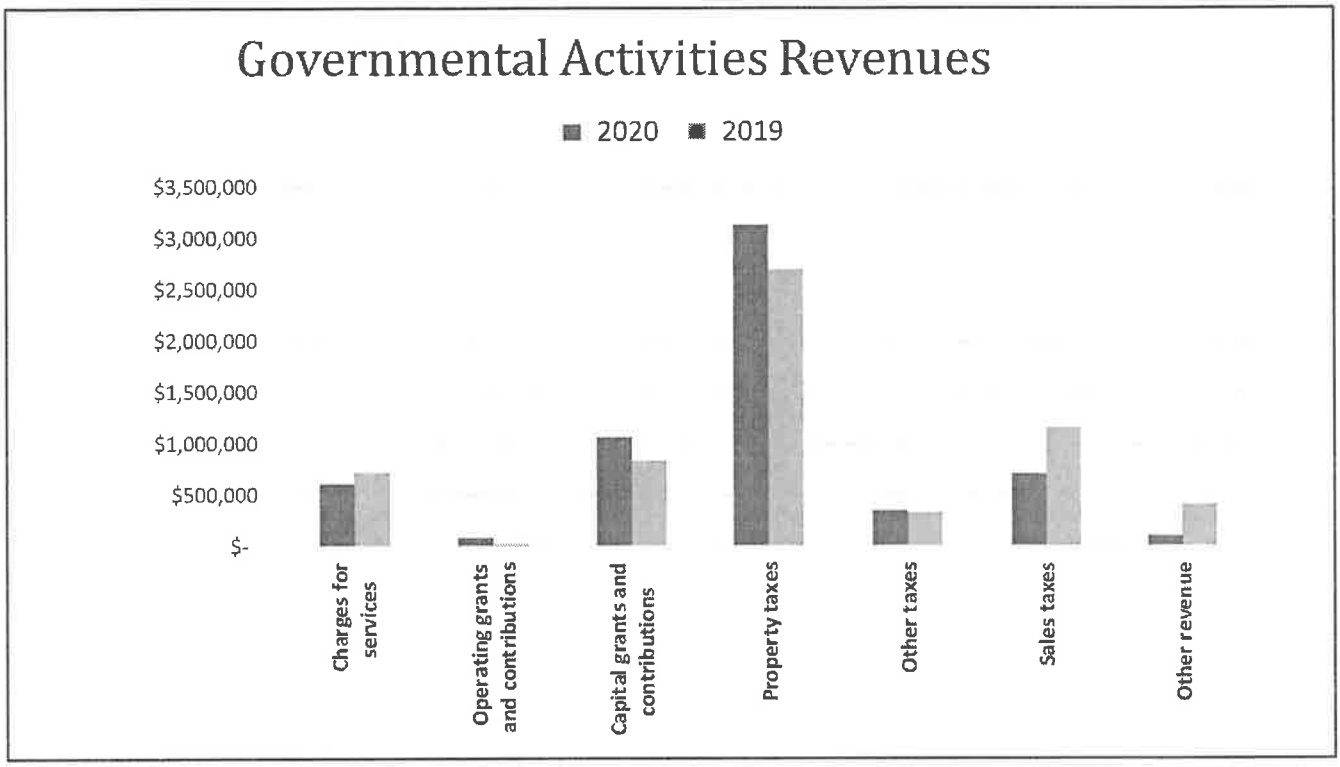
An additional portion of the County's net position (10 percent) represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted net position, $2,131,092, may be used to meet the County's ongoing obligations to citizens and creditors.

The next table shows the changes in net position for the year ending June 30, 2020.

Changes in Net Position

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2019	2020	2019	2020	2019	2020	2019-2020
Revenues							
Program Revenues							
Charges for services	$ 733,154	$ 620,617	$ 2,337,383	$ 2,538,963	$ 3,070,537	$ 3,159,580	2.90%
Operating grants and contributions	37,225	78,746	-	-	37,225	78,746	111.54%
Capital grants and contributions	828,447	1,060,657	-	-	828,447	1,060,657	28.03%
Total Program Revenues	1,598,826	1,760,020	2,337,383	2,538,963	3,936,209	4,298,983	9.22%
General Revenues							
Property taxes	2,707,689	3,129,706	-	-	2,707,689	3,129,706	15.59%
Alcoholic beverage taxes	9,186	10,489	-	-	9,186	10,489	14.18%
Insurance premium taxes	314,612	337,176	-	-	314,612	337,176	7.17%
Sales taxes	1,148,957	705,209	-	-	1,148,957	705,209	-38.62%
Rent	7,830	29,485	-	-	7,830	29,485	276.56%
Gain (loss) on disposal of capital assets	117,563	-	-	-	117,563	-	-100.00%
Miscellaneous	270,331	75,303	-	-	270,331	75,303	-72.14%
Interest	-	-	21,463	23,349	21,463	23,349	8.79%
Total General Revenues	4,576,168	4,287,368	21,463	23,349	4,597,631	4,310,717	-6.24%
Total Revenues	**6,174,994**	**6,047,388**	**2,358,846**	**2,562,312**	**8,533,840**	**8,609,700**	**0.89%**
Expenses							
Governmental Activities:							
General Government							
Legislative and executive	$ 1,293,548	$ 1,130,047	$ -	$ -	$ 1,293,548	$ 1,130,047	-12.64%
Judicial	558,459	526,302	-	-	558,459	526,302	-5.76%
Public safety	1,962,764	1,788,106	-	-	1,962,764	1,788,106	-8.90%
Public works	958,800	1,303,757	-	-	958,800	1,303,757	35.98%
Health and welfare	99,805	103,098	-	-	99,805	103,098	3.30%
Culture and recreation	15,250	15,250	-	-	15,250	15,250	0.00%
Community developments	90,196	106,194	-	-	90,196	106,194	17.74%
Intergovernmental	211,518	236,871	-	-	211,518	236,871	11.99%
Interest on long-term debt	20,011	-	-	-	20,011	-	-100.00%
Business-type Activities:							
Landfill	-	-	2,292,883	2,655,102	2,292,883	2,655,102	15.80%
Total Expenses	**5,210,351**	**5,209,625**	**2,292,883**	**2,655,102**	**7,503,234**	**7,864,727**	**4.82%**
Revenue Over (Under) Expenses	**964,643**	**837,763**	**65,963**	**(92,790)**	**1,030,606**	**744,973**	**-27.72%**
Transfers In (Out)	(10,400)	(7,420)	10,400	7,420	-	-	0.00%
Increase (Decrease) in Net Position	**954,243**	**830,343**	**76,363**	**(85,370)**	**1,030,606**	**744,973**	**-27.72%**
Net Position, Beginning	14,459,754	15,413,997	1,684,682	1,761,045	16,144,436	17,175,042	6.38%
Net Position, Ending	$ 15,413,997	$ 16,244,340	$ 1,761,045	$ 1,675,675	$ 17,175,042	$ 17,920,015	**4.34%**

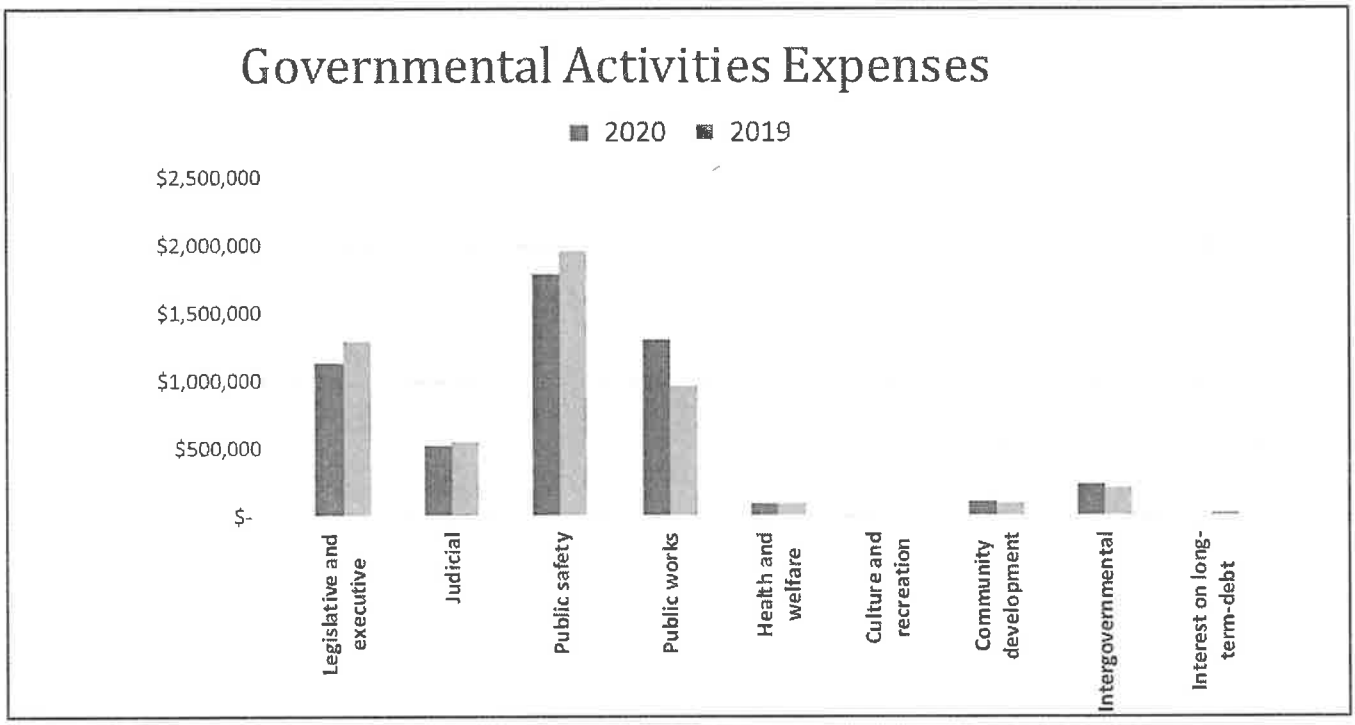
Governmental Activities



The County's program revenue from charges for services accounted for $620,617 or 35% of total program revenues. Capital grants accounted for $1,060,657 or 60% of total program revenues. These grants provided public works capital improvements.

Property tax revenues are the major contributor to general revenues and account for $3,129,706 or 73% of total general revenues. Another major component was sales taxes, which accounted for $705,209 or 16% 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.

Net Cost of Governmental Activities

Function	Total Cost of Services 2019	Total Cost of Services 2020	Percentage Change 2019-2020	Net Cost of Services 2019	Net Cost of Services 2020	Percentage Change 2019-2020
General Government						
Legislative and executive	$ 1,293,548	$ 1,130,047	-12.64%	$ 1,081,869	$ 1,023,023	-5.44%
Judicial	558,459	526,302	-5.76%	111,817	57,900	-48.22%
Public safety	1,962,764	1,788,106	-8.90%	1,871,424	1,747,877	-6.60%
Public works	958,800	1,303,757	35.98%	130,353	214,896	64.86%
Health and welfare	99,805	103,098	3.30%	87,482	63,973	-26.87%
Culture and recreation	15,250	15,250	0.00%	15,250	15,250	0.00%
Community development	90,196	106,194	17.74%	81,801	89,815	9.80%
Intergovernmental	211,518	236,871	11.99%	211,518	236,871	11.99%
Interest on long-term debt	20,011	-	-100.00%	20,011	-	-100.00%
Total	**$ 5,210,351**	**$ 5,209,625**	**-0.01%**	**$ 3,611,525**	**$ 3,449,605**	**-4.48%**

Business-Type Activities

The net position for the business-type activities decreased by $85,370 during the year ending June 30, 2020. The major source of revenue was from charges for services, which amounted to $ 2,538,963.

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, 2020, the County's governmental funds reported a combined ending fund balance of $3,647,621 a decrease of $45,330. Approximately 37% of this total ($1,361,805) 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, 2020, the unassigned fund balance was $ 1,361,805.

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, 2020, was $12,783,538 (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 FY2020 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 FY2020.

Debt

At June 30, 2020, the Solid Waste Management Authority of Atkinson County, a component unit of Atkinson County had total revenue obligation bonded debt outstanding of $1,725,000 and capital leases with an outstanding balance of $741,359.

The County's long-term obligations include notes payable, capital leases, compensated absences and closure/post-closure liability. Notes 7, 8 and 9 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 4 month's reserve based on the average monthly expenditures in unassigned fund balance.

The County taxable digest went up by 4.76% in FY2020.

Local Option Sales tax collections increased by 12% in FY2020.

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, 2020

	Primary Government			Component Unit	
	Governmental Activities	Business-Type Activities	Total Primary Government	Atkinson County Board of Health	Total Reporting Entity
ASSETS					
Cash and cash equivalents	$ 2,384,146	$ 2,912,641	$ 5,296,787	$ 277,251	$ 5,574,038
Certificate of deposit	413,229	-	413,229	-	413,229
Receivables (net of allowance for doubtful accounts):					
Taxes	233,298	-	233,298	-	233,298
Accounts	134,939	238,803	373,742	-	373,742
Sales tax	31,679	-	31,679	-	31,679
Revolving fund	511,940	-	511,940	-	511,940
Due from other governments	104,010	-	104,010	138,699	242,709
Materials and supplies inventory	30,005	-	30,005	-	30,005
Prepaid items	140,443	5,031	145,474	-	145,474
Restricted cash	-	1,163,786	1,163,786	-	1,163,786
Nondepreciable capital assets	2,135,664	1,162,171	3,297,835	-	3,297,835
Depreciable capital assets, net	10,491,016	1,647,766	12,138,782	-	12,138,782
TOTAL ASSETS	$ 16,610,369	$ 7,130,198	$ 23,740,567	$ 415,950	$ 24,156,517
DEFERRED OUTFLOWS OF RESOURCES					
Proportionate share of collective deferred outflows of resources	-	-	-	73,376	73,376
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -	$ -	$ 73,376	$ 73,376

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

ATKINSON COUNTY, GEORGIA
STATEMENT OF NET POSITION - Continued
June 30, 2020

	Primary Government			Component Unit	
	Governmental Activities	Business-Type Activities	Total Primary Government	Atkinson County Board of Health	Total Reporting Entity
LIABILITIES					
Accounts payable	$ 106,178	$ 17,092	$ 123,270	$ -	$ 123,270
Accrued liabilities	726	57,622	58,348	-	58,348
Due to other governments	29,049	-	29,049	17,289	46,338
Payable from restricted assets:					
Customer deposits	-	2,911	2,911	-	2,911
Current portion of bonds payable	-	165,000	165,000	-	165,000
Long-term liabilities:					
Due within one year:					
Compensated absences payable	21,678	-	21,678	4,010	25,688
Capital lease obligations	9,688	474,240	483,928	-	483,928
Landfill closure and postclosure cost	-	128,822	128,822	-	128,822
Due in more than one year					
Compensated absences payable	21,678	-	21,678	16,042	37,720
Net pension obligation liability	-	-	-	235,254	235,254
Net OPEB liability	-	-	-	39,115	39,115
Capital lease obligations	177,032	267,119	444,151	-	444,151
Bonds payable	-	1,560,000	1,560,000	-	1,560,000
Landfill closure and postclosure cost	-	2,781,717	2,781,717	-	2,781,717
TOTAL LIABILITIES	366,029	5,454,523	5,820,552	311,710	6,132,262
DEFERRED INFLOWS OF RESOURCES					
Proportionate share of collective deferred inflows of resources	-	-	-	115,135	115,135
TOTAL DEFERRED INFLOWS OF RESOURCES	$ -	$ -	$ -	$ 115,135	$ 115,135
NET POSITION					
Net investments in capital assets	12,439,960	343,578	12,783,538	-	12,783,538
Restricted for:					
Drug enforcement operations	13,369	-	13,369	-	13,369
Drug education	17,070	-	17,070	-	17,070
Law library operations	60,272	-	60,272	-	60,272
Jail operations	28,598	-	28,598	-	28,598
Capital projects	1,074,138	-	1,074,138	-	1,074,138
Juvenile services	22,524	-	22,524	-	22,524
Revolving loan fund	628,539	-	628,539	-	628,539
Post closure cost	-	1,160,875	1,160,875	-	1,160,875
Prior year program income	-	-	-	88,495	88,495
Unrestricted	1,959,870	171,222	2,131,092	(26,014)	2,105,078
TOTAL NET POSITION	$ 16,244,340	$ 1,675,675	$ 17,920,015	$ 62,481	$ 17,982,496

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

ATKINSON COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Function/Program	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants, Contributions, and Interest	Program Revenues: Capital Grants, Contributions, and Interest	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-Type Activities	Primary Government: Total	Component Unit: Atkinson County Board of Health
Governmental Activities								
General Government								
Legislative and Executive	$ 1,130,047	97,028	9,996	-	$ (1,023,023)	$ -	$ (1,023,023)	$ -
Judicial	526,302	468,298	104	-	(57,900)	-	(57,900)	-
Public Safety	1,788,106	29,785	9,977	467	(1,747,877)	-	(1,747,877)	-
Public Works	1,303,757	25,506	3,165	1,060,190	(214,896)	-	(214,896)	-
Health and Welfare	103,098	-	39,125	-	(63,973)	-	(63,973)	-
Culture and Recreation	15,250	-	-	-	(15,250)	-	(15,250)	-
Community Development	106,194	-	16,379	-	(89,815)	-	(89,815)	-
Intergovernmental	236,871	-	-	-	(236,871)	-	(236,871)	
Interest on long-term debt	-	-	-	-	-	-	-	-
Total Governmental Activities	5,209,625	620,617	78,746	1,060,657	(3,449,605)	-	(3,449,605)	-
Business-Type Activities								
Pudding Creek Landfill	-	-	-	-	-	-	-	-
Solid Waste Management Authority	2,655,102	2,538,963	-	-	-	(116,139)	(116,139)	-
Total Business-Type Activities	2,655,102	2,538,963	-	-	-	(116,139)	(116,139)	-
Total Primary Government	$ 7,864,727	$ 3,159,580	$ 78,746	$ 1,060,657	$ (3,449,605)	$ (116,139)	$ (3,565,744)	$ -
Component Units								
Atkinson County Board of Health	$ 353,947	$ 99,122	$ 277,605	$ -	$ -	$ -	$ -	$ 22,780
Total Component Unit	$ 353,947	$ 99,122	$ 277,605	$ -	$ -	$ -	$ -	$ 22,780
		General Revenues						
		Property Taxes Levied for:						
		General Operating			3,129,706	-	3,129,706	-
		Alcoholic Beverage Taxes			10,489	-	10,489	-
		Insurance Premium Taxes			337,176	-	337,176	-
		Sales Taxes			705,209	-	705,209	-
		Rent			29,485	-	29,485	-
		Miscellaneous			75,303	-	75,303	31,039
		Interest			-	23,349	23,349	-
		Total General Revenues			4,287,368	23,349	4,310,717	31,039
		Transfers in (out)			(7,420)	7,420	-	-
		Total General Revenues and Transfers			4,279,948	30,769	4,310,717	31,039
		Change in Net Position			830,343	(85,370)	744,973	53,819
		Net Position, Beginning of Year			15,413,997	1,761,045	17,175,042	8,662
		Net Position, End of Year			$ 16,244,340	$ 1,675,675	$ 17,920,015	$ 62,481

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

ATKINSON COUNTY, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2020

	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	$ 1,116,379	$ 166,277	$ 560,351	116,599	$ 424,540	$ 2,384,146
Certificate of deposit	413,229	-	-	-	-	413,229
Receivables (net of allowance for doubtful accounts):						
Taxes	233,299	67,403	-	-	-	300,702
Accounts	134,013	-	-	511,940	926	646,879
Sales Tax	31,679	-	-	-	-	31,679
Due from other governments	-	-	-	-	36,606	36,606
Inventory	30,005	-	-	-	-	30,005
Prepaid items	140,443	-	-	-	-	140,443
TOTAL ASSETS	2,099,047	233,680	560,351	628,539	462,072	3,983,689
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 95,095	$ -	$ 1,632	$ -	$ 9,451	$ 106,178
Accrued liabilities	726	-	-	-	-	726
Due to other governments	-	24,858	-	-	4,191	29,049
TOTAL LIABILITIES	95,821	24,858	1,632	-	13,642	135,953
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	200,115	-	-	-	-	200,115
TOTAL DEFERRED INFLOWS OF RESOURCES	200,115	-	-	-	-	200,115
FUND BALANCES						
Nonspendable for:						
Inventory	30,005	-	-	-	-	30,005
Prepaid items	140,443	-	-	-	-	140,443
Restricted for:						
Capital projects	-	208,822	558,719	-	306,597	1,074,138
Jail operations	-	-	-	-	28,598	28,598
Drug enforcement operations	-	-	-	-	13,369	13,369
Drug education	-	-	-	-	17,070	17,070
Law library	-	-	-	-	60,272	60,272
Juvenile services	-	-	-	-	22,524	22,524
Revolving loan fund	-	-	-	628,539	-	628,539
Assigned for:						
Property tax roll back	270,858	-	-	-	-	270,858
Unassigned reported in:						
General Fund	1,361,805	-	-	-	-	1,361,805
TOTAL FUND BALANCES	1,803,111	208,822	558,719	628,539	448,430	3,647,621
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 2,099,047	$ 233,680	$ 560,351	$ 628,539	$ 462,072	$ 3,983,689

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, 2020

Total Governmental Funds Balances		$ 3,647,621
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.		12,626,680
Other long-term assets are not available to pay for current period expenditures and, therefore, are not reported in the funds.		
Deferred property taxes		200,115
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences	(43,356)	
Capital leases payable	(186,720)	
		(230,076)
Net Position of Governmental Activities		$ 16,244,340

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, 2020

	General	Capital Projects Fund: 2017 SPLOST Fund	Capital Projects Fund: Public Roads Fund	Special Revenue RLF-EIP	Other Governmental Funds	Total
REVENUES						
Taxes	$ 3,635,727	$ 626,643	$ -	$ -	$ 410,373	$ 4,672,743
Licenses and permits	5,380	-	-	-	-	5,380
Intergovernmental revenues	52,721	-	433,547	-	-	486,268
Charges for services	333,709	-	-	-	4,682	338,391
Fines and forfeitures	206,354	-	-	-	56,897	263,251
Investment income	9,996	524	1,791	16,379	1,660	30,350
Miscellaneous	109,293	-	-	-	9,729	119,022
TOTAL REVENUES	$ 4,353,180	$ 627,167	$ 435,338	$ 16,379	$ 483,341	$ 5,915,405
EXPENDITURES						
Current						
General Government						
Legislative and executive	1,112,998	-	-	-	-	1,112,998
Judicial	519,456	-	-	-	2,618	522,074
Public safety	1,653,748	-	-	-	40,490	1,694,238
Public works	568,239	145,396	42,044	-	203,275	958,954
Health and welfare	77,912	-	-	-	25,185	103,097
Culture and recreation	15,250	-	-	-	-	15,250
Housing and development	118,707	-	-	1,387	-	120,094
Intergovernmental	-	236,871	-	-	-	236,871
Capital outlay	-	208,696	573,397	-	315,262	1,097,355
Debt Service						
Principal retirement	-	46,853	-	-	35,000	81,853
Interest	-	10,531	-	-	-	10,531
TOTAL EXPENDITURES	4,066,310	648,347	615,441	1,387	621,830	5,953,315
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	286,870	(21,180)	(180,103)	14,992	(138,489)	(37,910)
OTHER FINANCING SOURCES (USES)						
Transfer in	198,115	-	-	-	-	198,115
Transfer out	(7,420)	-	-	-	(198,115)	(205,535)
TOTAL OTHER FINANCING SOURCES (USES)	190,695	-	-	-	(198,115)	(7,420)
NET CHANGES IN FUND BALANCE	477,565	(21,180)	(180,103)	14,992	(336,604)	(45,330)
FUND BALANCE AT BEGINNING OF YEAR	1,325,546	230,002	738,822	613,547	785,034	3,692,951
FUND BALANCES AT END OF YEAR	$ 1,803,111	$ 208,822	$ 558,719	$ 628,539	$ 448,430	$ 3,647,621

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, 2020

Net Change in Fund Balances - Total Governmental Funds		$	(45,330)
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	1,049,753		
Capital outlay - nondepreciable capital assets	120,456		
Disposal of capital assets	(24,497)		
Depreciation	(489,032)		
			656,680
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			136,480
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			81,853
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			660
Changes in Net Position of Governmental Activities		$	830,343

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
June 30, 2020

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority	Pudding Creek Landfill	Total
ASSETS			
CURRENT ASSETS			
Cash	$ 2,912,641	$ -	$ 2,912,641
Accounts receivable (net of allowance for doubtful accounts)	238,803	-	238,803
Prepaid expense	5,031	-	5,031
Restricted Assets			
Cash	1,163,786	-	1,163,786
TOTAL CURRENT ASSETS	4,320,261	-	4,320,261
NONCURRENT ASSETS			
Capital Assets			
Nondepreciable capital assets	1,162,171	-	1,162,171
Depreciable capital assets, net	1,647,766	-	1,647,766
TOTAL NONCURRENT ASSETS	2,809,937	-	2,809,937
TOTAL ASSETS	$ 7,130,198	$ -	$ 7,130,198

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

ATKINSON COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION - CONTINUED
June 30, 2020

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority	Pudding Creek Landfill	Total
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	$ 17,092	$ -	$ 17,092
Accrued liabilities	57,622	-	57,622
Current portion of closure and post closure cost	121,402	7,420	128,822
Payable from restricted cash:			
Deposits	2,911	-	2,911
Current portion of lease payable	474,240	-	474,240
Current portion of bonds payable	165,000	-	165,000
TOTAL CURRENT LIABILITIES	838,267	7,420	845,687
LONG-TERM LIABILITIES			
Lease payable, net of current portion	267,119	-	267,119
Bonds payable, net of current portion	1,560,000	-	1,560,000
Closure and post closure care costs	2,306,646	475,071	2,781,717
TOTAL LONG-TERM LIABILITIES	4,133,765	475,071	4,608,836
TOTAL LIABILITIES	4,972,032	482,491	5,454,523
NET POSITION			
Net investment in capital assets	343,578	-	343,578
Restricted for:			
Closure and postclosure cost	1,160,875	-	1,160,875
Unrestricted	653,713	(482,491)	171,222
TOTAL NET POSITION	$ 2,158,166	$ (482,491)	$ 1,675,675

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, 2020

	Business-Type Activities Enterprise Funds		
	Solid Waste Management Authority	Pudding Creek Landfill	Total
OPERATING REVENUE			
Charges for services	$ 2,538,963	$ -	$ 2,538,963
TOTAL OPERATING REVENUE	2,538,963	-	2,538,963
OPERATING EXPENSES			
Salaries and wages	448,881	-	448,881
Payroll taxes	32,859	-	32,859
Employee benefits	62,115	-	62,115
Supplies and other expenses	1,174,065	-	1,174,065
Depreciation	686,925	-	686,925
TOTAL OPERATING EXPENSES	2,404,845	-	2,404,845
OPERATING INCOME	134,118	-	134,118
NON-OPERATING REVENUES (EXPENSES)			
Interest income	23,349	-	23,349
Interest expense	(95,859)	-	(95,859)
Closure and postclosure care cost reduction	(154,398)	-	(154,398)
TOTAL NON-OPERATING REVENUE (EXPENSES)	(226,908)	-	(226,908)
NET INCOME BEFORE TRANSFERS	(92,790)	-	(92,790)
Transfer in	-	7,420	7,420
CHANGE IN NET POSITION	(92,790)	7,420	(85,370)
NET POSITION, BEGINNING OF YEAR	2,250,956	(489,911)	1,761,045
NET POSITION, END OF YEAR	$ 2,158,166	$ (482,491)	$ 1,675,675

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, 2020

	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	$ 2,501,089	$ -	$ 2,501,089
Cash payments for personal services	(541,580)	-	(541,580)
Cash payments for materials and supplies	(1,182,529)	(7,420)	(1,189,949)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	776,980	(7,420)	769,560
Cash Flows From Noncapital Financing Activities			
Cash received from transfer in	-	7,420	7,420
NET CASH PROVIDED BY NON CAPITAL FINANCING ACTIVITIES	-	7,420	7,420
Cash Flows From Capital and Related Financing Activities			
Cash received from capital lease	342,368		342,368
Cash payments for acquisition and construction of capital assets	(520,600)	-	(520,600)
Cash payments for interest and principle	(485,390)	-	(485,390)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(663,622)	-	(663,622)
Cash Flows From Investing Activities			
Cash received from interest	23,349	-	23,349
NET CASH PROVIDED BY INVESTING ACTIVITIES	23,349	-	23,349
NET INCREASE IN CASH	136,707	-	136,707
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	3,939,720	-	3,939,720
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 4,076,427	$ -	$ 4,076,427
Cash	$ 2,912,641	$ -	$ 2,912,641
Restricted Cash	1,163,786	-	1,163,786
Total Cash	$ 4,076,427	$ -	$ 4,076,427

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, 2020

	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	$ 134,118	$ -	$ 134,118
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided By (Used For) Operating Activities			
Depreciation	686,925	-	686,925
Change in assets and liabilities			
(Increase) in accounts receivable	(37,874)	-	(37,874)
Increase in prepaid expenses	(627)	-	(627)
Increase in accrued liabilities	(2,275)	-	(2,275)
Increase in accounts payable	(3,287)	(7,420)	(10,707)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$ 776,980	$ (7,420)	$ 769,560

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

ATKINSON COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2020

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 375,172
TOTAL ASSETS	375,172
LIABILITIES	
Due to others	375,172
TOTAL LIABILITIES	375,172
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, 2020.

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, 2020. 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, 2020, but were levied to finance FY2020 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.

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 $ (482,491)

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, 2020 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, 2019	Additions	Reductions	Balance at June 30, 2020
Primary Government				
Governmental Activities:				
Nondepreciable Capital Assets:				
Land and improvements	$ 1,245,082	$ -	$ -	$ 1,245,082
Construction in progress	770,126	120,456	-	890,582
Total Nondepreciable Capital Assets	2,015,208	120,456	-	2,135,664
Depreciable Capital Assets:				
Buildings and building improvements	$ 2,164,647	$ -	$ -	$ 2,164,647
Machinery and equipment	1,242,399	151,474	-	1,393,873
Office equipment	45,407	-	37,639	7,768
Transportation equipment	1,422,314	244,040	56,418	1,609,936
Infrastructure	12,909,611	654,239	-	13,563,850
Total Depreciable Capital Assets	17,784,378	1,049,753	94,057	18,740,074
Less Accumulated Depreciation for:				
Buildings and building improvements	1,066,161	37,035	-	1,103,196
Machinery and equipment	770,286	136,303	-	906,589
Office equipment	41,717	777	37,639	4,855
Transportation equipment	975,743	138,749	31,921	1,082,571
Infrastructure	4,975,679	176,168	-	5,151,847
Total Accumulated Depreciation	7,829,586	489,032	69,560	8,249,058
Total Depreciable Capital Assets, Net	9,954,792	560,721	24,497	10,491,016
Governmental Activities Capital Assets, Net	$ 11,970,000	$ 681,177	$ 24,497	$ 12,626,680

Note 5 – Capital Assets – Continued

Governmental activities	
General Government	
Legislative and Executive	$ 26,658
Judicial	4,012
Public Safety	125,208
Public Works	333,154
Total Depreciation Expense - Governmental Activities	$ 489,032

	Balance at July 1, 2019	Additions	Reductions	Balance at June 30, 2020
Business Type Activities:				
Nondepreciable Capital Assets:				
Land	$ 400,024	$ -	$ -	$ 400,024
Landfill - residual value	750,000	-	-	750,000
Construction in progress	-	12,147	-	12,147
Total Nondepreciable Capital Assets	1,150,024	12,147	-	1,162,171
Depreciable Capital Assets:				
Buildings	$ 85,791	$ -	$ -	$ 85,791
Landfill	9,278,587	-	-	9,278,587
Office equipment	29,489	-	-	29,489
Vehicles and equipment	2,348,839	508,453	36,010	2,821,282
Total Depreciable Capital Assets	11,742,706	508,453	36,010	12,215,149
Less Accumulated Depreciation for:				
Buildings	39,721	3,580	-	43,301
Landfill	8,300,022	383,921	-	8,683,943
Office equipment	29,489	-	-	29,489
Vehicles and equipment	1,547,236	299,424	36,010	1,810,650
Total Accumulated Depreciation	9,916,468	686,925	36,010	10,567,383
Total Depreciable Capital Assets, Net	1,826,238	(178,472)	-	1,647,766
Business Type Activities Capital Assets, Net	$ 2,976,262	$ (166,325)	$ -	$ 2,809,937

Note 6 – Inter-fund Balances and Transfers

The composition of Inter-fund transfers as of June 30, 2020, is as follows:

	Transfer In	Transfer Out
General Fund		
Insurance Premium Fund	$ 198,115	$ -
Pudding Creek Landfill Fund	-	7,420
	198,115	7,420
Special Revenue rund		
Insurance Premium Fund		
General Fund	-	198,115
Total Governmental Funds	198,115	205,535
Enterprise Funds		
Pudding Creek Landfill Fund		
General Fund	7,420	-
Total Enterprise Funds	7,420	-
Total All Funds	$ 205,535	$ 205,535

The General Fund pays for any post-closure care cost of the Pudding Creek Landfill. The Insurance Premium Fund transferred funds to the General Fund to assist in the funding of fire expenses.

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, 2019	Additions	Reductions	Balance at June 30, 2020	Due Within One Year
Primary Government:					
Governmental Activities:					
Compensated absences	$ 44,016	$ 21,348	$ 22,008	$ 43,356	$ 21,678
Total Primary Government	$ 44,016	$ 21,348	$ 22,008	$ 43,356	$ 21,678

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, 2020:

	Balance at July 1, 2019	Additions	Reductions	Balance at June 30, 2020	Amount Due In One Year
Governmental Activities					
Capital leases	$ 268,573	$ -	$ 81,853	$ 186,720	$ 9,688
Total Governmental Activities	$ 268,573	$ -	$ 81,853	$ 186,720	$ 9,688

	Balance at July 1, 2019	Additions	Reductions	Balance at June 30, 2020	Amount Due In One Year
Business - Type Activities					
Capital lease	$ 628,522	$ 342,368	$ 229,531	$ 741,359	$ 474,240
Revenue bonds	1,885,000	-	160,000	1,725,000	165,000
Post-closure cost	2,273,650	154,398	-	2,428,048	121,402
Total Business-Type Activities	$ 4,787,172	$ 342,368	$ 389,531	$ 2,466,359	$ 639,240

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	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

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
2021	9,433	9,688
2022	9,946	9,174
2023	167,341	4,386
Total	$ 186,720	$ 23,248

	Business Activities			
	Revenue Bonds		Capital Lease	
Year Ending June 30,	Principal	Interest	Principal	Interest
2021	165,000	94,578	474,240	20,045
2022	170,000	88,803	43,550	10,390
2023	175,000	82,513	45,415	8,525
2024	180,000	75,688	47,360	6,580
2025	190,000	68,308	130,794	1,331
2026-2029	845,000	187,797	-	-
	$ 1,725,000	$ 597,687	$ 741,359	$ 46,871

The assets acquired through capital leases are as follows:

	Total Governmental Activities	Total Business Activities
Asset:		
Equipment	$ 366,416	$ 1,594,816
Less: accumulated depreciation	(237,039)	(890,252)
Total	$ 129,377	$ 704,564

Amortization expense for governmental activities amount to $64,335 and for business activities amount to $222,363 for FY2020 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 $482,491 reflects the remaining post-closure cost.

The accrual for closure and post-closure costs for the Solid Waste Management at June 30, 2020 is $2,428,048. The estimated total current cost of closure and post-closure care to be recognized is $3,700,836. The landfill capacity used to date is 73% of MSW cell space and 95% of C&D cell space. The current estimated remaining life for MSW is 21.25 years and for C&D is 4.78 years.

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

	Balance at July 1, 2019	Additions	Reductions	Balance at June 30, 2020	Amount Due In One Year
Business Type Activities:					
Solid Waste Management Authority	$ 2,273,650	$ 154,398	$ -	$ 2,428,048	$ 121,402
Pudding Creek Landfill	489,911	-	7,420	482,491	7,420
	$ 2,763,561	$ 154,398	$ 7,420	$ 2,910,539	$ 128,822

Note 10 – Contingent Liabilities

There was no pending litigation, claims, or assessments against the County at June 30, 2020. 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 $53,273 and the County contributed $34,130.

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 13 – 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 14 – Impact of the COVID-19 Pandemic

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the organization. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

The County has taken several measures to monitor and mitigate the effects of the COVID-19 virus, such as safety and health measures for its people (such as social distancing and working from home). The County will continue to follow the various government policies and advice and, in parallel, the County will do its utmost to continue its operations in the best and safest way possible without jeopardizing the health of its people

Note 15 – Subsequent Events

Management has evaluated events and transactions subsequent to the balance sheet date through August 6, 2021 (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, 2020

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Taxes	$ 3,419,925	$ 3,607,064	$ 3,635,727	$ 28,663
Licenses and permits	5,000	5,000	5,380	380
Intergovernmental revenues	50,000	50,000	52,721	2,721
Charges for services	300,000	300,000	333,709	33,709
Fines and forfeitures	200,000	200,000	206,354	6,354
Investment income	9,000	9,000	9,996	996
Miscellaneous	50,000	109,000	109,293	293
Total Revenues	4,033,925	4,280,064	4,353,180	73,116
EXPENDITURES				
GENERAL GOVERNMENT				
Legislative and executive				
Board of Commissioners	$ 335,038	$ 335,038	$ 334,086	$ (952)
Board of Elections	89,430	111,430	109,253	(2,177)
Tax Commissioner	199,326	207,736	202,585	(5,151)
Tax Assessor	137,480	137,480	129,235	(8,245)
General Administration	297,110	396,935	337,839	(59,096)
Total General Government	1,058,384	1,188,619	1,112,998	(75,621)
JUDICIAL				
Clerk of Court	190,553	190,553	165,410	(25,143)
Superior Court	46,520	46,520	24,173	(22,347)
District Attorney	35,308	36,308	36,139	(169)
Magistrate Court	123,786	123,786	114,397	(9,389)
Probate Court	135,283	135,283	135,169	(114)
Juvenile Court	13,050	14,050	11,514	(2,536)
Public Defender	40,000	40,000	32,654	(7,346)
Total Judicial	584,500	586,500	519,456	(67,044)
PUBLIC SAFETY				
Sheriff	602,285	629,079	613,072	(16,007)
Emergency Medical Service	208,980	208,980	208,293	(687)
Jail	482,014	527,014	526,080	(934)
E-911 Service	140,000	140,010	140,000	(10)
Emergency Management Agency	24,691	72,754	70,708	(2,046)
Fire Protection	135,260	107,197	83,123	(24,074)
Coroner Office	13,441	13,441	12,472	(969)
Total Public Safety	1,606,671	1,698,475	1,653,748	(44,727)
PUBLIC WORKS				
Road Department	583,009	583,009	568,239	(14,770)
Total Public Works	583,009	583,009	568,239	(14,770)

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
HEALTH AND WELFARE				
Health Department	45,000	45,000	45,000	-
Concerted Services	6,200	6,200	5,610	(590)
Department of Family and Children Services	8,000	8,000	6,978	(1,022)
Satilla Mental Health	1,000	1,000	1,000	-
Meals on Wheels	15,444	15,444	15,068	(376)
ATCO Youth Development	1,900	1,900	1,256	(644)
Family Connections	1,000	3,000	3,000	-
Total Health and Welfare	78,544	80,544	77,912	(2,632)
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	92,719	92,719	84,388	(8,331)
Business Appreciation	3,300	7,300	6,769	(531)
Building Inspector	11,548	27,648	27,550	(98)
Total Community Development	107,567	127,667	118,707	(8,960)
TOTAL EXPENDITURES	4,033,925	4,280,064	4,066,310	(213,754)
EXCESS OF REVENUES UNDER EXPENDITURES	-	-	286,870	286,870
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	198,115	198,115
Transfers out	-	-	(7,420)	(7,420)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	190,695	190,695
NET CHANGE IN FUND BALANCE	-	-	477,565	477,565
FUND BALANCE, BEGINNING OF YEAR	-	-	1,325,546	1,325,546
FUND BALANCE, END OF YEAR	$ -	$ -	$ 1,803,111	$ 1,803,111

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Investment income	$ 54,600	$ 54,600	$ 16,379	$ (38,221)
TOTAL REVENUE	54,600	54,600	16,379	(38,221)
EXPENDITURES				
Current				
Housing and development	54,600	54,600	1,387	(53,213)
TOTAL EXPENDITURES	54,600	54,600	1,387	(53,213)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	14,992	14,992
FUND BALANCE, BEGINNING OF YEAR	-	-	613,547	613,547
FUND BALANCE, END OF YEAR	$ -	$ -	$ 628,539	$ 628,539

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2020

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's roads 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, 2020

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Taxes	$ 550,000	$ 550,000	$ 626,643	$ 76,643
Investment income	250	250	524	274
TOTAL REVENUE	550,250	550,250	627,167	76,917
EXPENDITURES				
Current				
Public works	550,250	550,250	145,396	(404,854)
Intergovernmental expense	-	-	236,871	236,871
Capital outlay	-	-	208,696	208,696
Debt Services				
Principal	-	-	46,853	46,853
Interest	-	-	10,531	10,531
TOTAL EXPENDITURES	550,250	550,250	648,347	98,097
EXCESS OF EXPENDITRES OVER REVENUE	-	-	(21,180)	(21,180)
FUND BALANCE, BEGINNING OF YEAR	-	-	230,002	230,002
FUND BALANCE, END OF YEAR	$ -	$ -	$ 208,822	$ 208,822

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenue	$ 400,000	$ 400,000	$ 433,547	$ 33,547
Investment income	300	300	1,791	1,491
TOTAL REVENUE	400,300	400,300	435,338	35,038
EXPENDITURES				
Current				
Public works	400,300	400,300	42,044	(358,256)
Capital outlay	-	-	573,397	573,397
TOTAL EXPENDITURES	400,300	400,300	615,441	215,141
EXCESS OF REVENUES OVER EXPENDITURES	-	-	(180,103)	(180,103)
FUND BALANCE, BEGINNING OF YEAR	-	-	738,822	738,822
FUND BALANCE, END OF YEAR	$ -	$ -	$ 558,719	$ 558,719

See independent auditor's report.

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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.

Capital Projects T-SPLOST Fund – To account for the special purpose local option sales tax that is designated for road and transportation construction and equipment by a regional referendum. The revenue is restricted to the stated purposes of the 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, 2019

	Special Revenue					
	Drug Enforcement	Law Library	Jail Fee Fund	Drug Education Fund	Juvenile Service Fund	Insurance Premium Fund
ASSETS						
Cash	$ 13,369	$ 59,762	$ 29,248	$ 21,261	$ 22,524	$ 2,264
Accounts receivable	-	510	416	-	-	-
Due from other governments	-	-	423	-	-	-
TOTAL ASSETS	$ 13,369	$ 60,272	$ 30,087	$ 21,261	$ 22,524	$ 2,264
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ 1,489	$ -	$ -	$ -
Due to other governments	-	-	-	4,191	-	-
TOTAL LIABILITIES	-	-	1,489	4,191	-	-
FUND BALANCES						
Restricted for drug enforcement	13,369	-	-	-	-	-
Restricted for law library	-	60,272	-	-	-	-
Restricted for jail operations	-	-	28,598	-	-	-
Restricted for drug education	-	-	-	17,070	-	-
Restricted for juvenile services	-	-	-	-	22,524	-
Restricted for capital projects	-	-	-	-	-	2,264
TOTAL FUND BALANCE	13,369	60,272	28,598	17,070	22,524	2,264
TOTAL LIABILITIES AND FUND BALANCE	$ 13,369	$ 60,272	$ 30,087	$ 21,261	$ 22,524	$ 2,264

See independent auditor's report.

T-SPLOST Fund	Jail Constuction Fund	Total Nonmajor Governmental Funds
$ 178,690	$ 97,422	$ 424,540
-	-	926
36,183	-	36,606
$ 214,873	$ 97,422	$ 462,072
$ 7,810	$ 152	$ 9,451
-	-	4,191
7,810	152	13,642
-	-	13,369
-	-	60,272
-	-	28,598
-	-	17,070
-	-	22,524
207,063	97,270	306,597
207,063	97,270	448,430
$ 214,873	$ 97,422	$ 462,072

ATKINSON COUNTY, GEORGIA
ALL NON-MAJOR FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2020

	Special Revenue					
	Drug Enforcement	Law Library	Jail Fee Fund	Drug Education Fund	Juvenile Service Fund	Insurance Premium Fund
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	4,682
Fines and forfeitures	3,772	7,767	24,582	19,785	991	-
Investment income	26	-	104	-	-	213
Miscellaneous income	-	-	-	-	-	9,729
TOTAL REVENUES	3,798	7,767	24,686	19,785	991	14,624
EXPENDITURES						
Current						
Judicial	-	2,618	-	-	-	-
Public safety	475	-	27,230	-	-	12,785
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	25,185	-	-
Capital outlay	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
TOTAL EXPENDITURES	475	2,618	27,230	25,185	-	12,785
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,323	5,149	(2,544)	(5,400)	991	1,839
OTHER FINANCING USES						
Transfer out	-	-	-	-	-	(198,115)
TOTAL OTHER FINANCING USES	-	-	-	-	-	(198,115)
NET CHANGE IN FUND BALANCE	3,323	5,149	(2,544)	(5,400)	991	(196,276)
FUND BALANCE, BEGINNING OF YEAR	10,046	55,123	31,142	22,470	21,533	198,540
FUND BALANCE, END OF YEAR	$ 13,369	$ 60,272	$ 28,598	$ 17,070	$ 22,524	$ 2,264

See independent auditor's report.

T-SPLOST Fund	Jail Constuction Fund	Total Nonmajor Governmental Funds
$ 410,373	$ -	$ 410,373
-	-	4,682
-	-	56,897
850	467	1,660
-	-	9,729
411,223	467	483,341
-	-	2,618
-	-	40,490
203,275	-	203,275
-	-	25,185
246,903	68,359	315,262
35,000	-	35,000
485,178	68,359	621,830
(73,955)	(67,892)	(138,489)
-	-	(198,115)
-	-	(198,115)
(73,955)	(67,892)	(336,604)
281,018	165,162	785,034
$ 207,063	$ 97,270	$ 448,430

ATKINSON COUNTY, GEORGIA
DRUG ENFORCEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ -	$ 3,800	$ 3,772	$ (28)
Investment income	-	30	26	(4)
TOTAL REVENUES	-	3,830	3,798	(32)
EXPENDITURES				
Current				
Public safety	-	3,830	475	(3,355)
TOTAL EXPENDITURES	-	3,830	475	(3,355)
EXCESS OF EXPENDITURES OVER REVENUES	-	-	3,323	3,323
FUND BALANCE, BEGINNING OF YEAR	-	-	10,046	10,046
FUND BALANCE, END OF YEAR	$ -	$ -	$ 13,369	$ 13,369

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 10,000	$ 10,000	$ 7,767	$ (2,233)
TOTAL REVENUES	10,000	10,000	7,767	(2,233)
EXPENDITURES				
Current				
Judicial	10,000	10,000	2,618	(7,382)
TOTAL EXPENDITURES	10,000	10,000	2,618	(7,382)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	5,149	5,149
FUND BALANCE, BEGINNING OF YEAR	-	-	55,123	55,123
FUND BALANCE, END OF YEAR	$ -	$ -	$ 60,272	$ 60,272

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, 2020

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Fines and forfeitures	$ 37,000	$ 37,000	$ 24,582	$ (12,418)
Investment income	100	100	104	4
TOTAL REVENUES	37,100	37,100	24,686	(12,414)
EXPENDITURES				
Current				
Public safety	37,100	37,100	27,230	(9,870)
TOTAL EXPENDITURES	37,100	37,100	27,230	(9,870)
EXCESS OF EXPENDITURES OVER REVENUE	-	-	(2,544)	(2,544)
FUND BALANCE, BEGINNING OF YEAR	-	-	31,142	31,142
FUND BALANCE, END OF YEAR	$ -	$ -	$ 28,598	$ 28,598

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, 2020

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Fines and forfeitures	$ 29,188	$ 29,188	$ 19,785	$ (9,403)
TOTAL REVENUES	29,188	29,188	19,785	(9,403)
EXPENDITURES				
Current				
Health and welfare	29,188	29,188	25,185	(4,003)
TOTAL EXPENDITURES	29,188	29,188	25,185	(4,003)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	(5,400)	(5,400)
FUND BALANCE, BEGINNING OF YEAR	-	-	22,470	22,470
FUND BALANCE, END OF YEAR	$ -	$ -	$ 17,070	$ 17,070

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 3,000	$ 3,000	$ 991	$ (2,009)
TOTAL REVENUES	3,000	3,000	991	(2,009)
EXPENDITURES				
Current				
Judicial	3,000	3,000	-	(3,000)
TOTAL EXPENDITURES	3,000	3,000	-	(3,000)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	991	991
FUND BALANCE, BEGINNING OF YEAR	-	-	21,533	21,533
FUND BALANCE, END OF YEAR	$ -	$ -	$ 22,524	$ 22,524

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ -	$ 4,700	$ 4,682	$ (18)
Investment income	-	220	213	(7)
Miscellaneous	-	9,800	9,729	(71)
TOTAL REVENUE	-	14,720	14,624	(96)
EXPENDITURES				
Current				
Public safety	-	14,720	12,785	(1,935)
TOTAL EXPENDITURES	-	14,720	12,785	(1,935)
EXCESS OF EXPENDITURES OVER REVENUE	-	-	1,839	1,839
OTHER FINANCING USES				
Transfer out	-	-	(198,115)	(198,115)
TOTAL OTHER FINANCING USES	-	-	(198,115)	(198,115)
NET CHANGE IN FUND BALANCE	-	-	(196,276)	(196,276)
FUND BALANCE, BEGINNING OF YEAR	-	-	198,540	198,540
FUND BALANCE, END OF YEAR	$ -	$ -	$ 2,264	$ 2,264

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
CAPITAL PROJECTS FUND – TSPLOST
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
REVENUES				
Taxes	$ 396,150	$ 396,150	$ 410,373	$ 14,223
Investment income	-	-	850	850
TOTAL REVENUE	396,150	396,150	411,223	15,073
EXPENDITURES				
Current				
Public works	550,250	550,250	203,275	(346,975)
Capital outlay	-	-	246,903	246,903
Dept Services				
Principal	-	-	35,000	35,000
TOTAL EXPENDITURES	550,250	550,250	485,178	(346,975)
EXCESS OF EXPENDITRES OVER REVENUE	(154,100)	(154,100)	(73,955)	80,145
FUND BALANCE, BEGINNING OF YEAR	154,100	154,100	281,018	126,918
FUND BALANCE, END OF YEAR	$ -	$ -	$ 207,063	$ 207,063

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, 2020

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Investment income	$ -	$ -	$ 467	$ 467
TOTAL REVENUE	-	-	467	467
EXPENDITURES				
Capital Outlay	-	-	68,359	68,359
TOTAL EXPENDITURES	-	-	68,359	68,359
EXCESS OF EXPENDITURES OVER REVENUE	-	-	(67,892)	(67,892)
FUND BALANCE, BEGINNING OF YEAR	-	-	165,162	165,162
FUND BALANCE, END OF YEAR	$ -	$ -	$ 97,270	$ 97,270

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, 2020

	AGENCY FUNDS					
	Office of Tax Commissioner	Clerk of Court	Magistrate Court	Office of Sheriff	Probate Court	Total
ASSETS						
Cash	$ 247,631	$ 71,051	$ 14,856	$ 11,039	$ 30,595	$ 375,172
TOTAL ASSETS	$ 247,631	$ 71,051	$ 14,856	$ 11,039	$ 30,595	$ 375,172
LIABILITIES						
Due to others	$ 247,631	$ 71,051	$ 14,856	$ 11,039	$ 30,595	$ 375,172
TOTAL LIABILITIES	$ 247,631	$ 71,051	$ 14,856	$ 11,039	$ 30,595	$ 375,172

See independent auditor's report.

ATKINSON COUNTY, GEORGIA
AGENCY FUNDS
COMBINING SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES
For the Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Deletions	Balance June 30, 2020
OFFICE OF TAX COMMISSIONER				
ASSETS				
Cash	$ 251,444	$ 6,255,198	$ 6,259,011	$ 247,631
TOTAL ASSETS	$ 251,444	$ 6,255,198	$ 6,259,011	$ 247,631
LIABILITIES				
Due to others	$ 251,444	$ 6,255,198	$ 6,259,011	$ 247,631
TOTAL LIABILITIES	$ 251,444	$ 6,255,198	$ 6,259,011	$ 247,631
CLERK OF COURT				
ASSETS				
Cash	$ 51,729	$ 338,908	$ 319,586	$ 71,051
TOTAL ASSETS	$ 51,729	$ 338,908	$ 319,586	$ 71,051
LIABILITIES				
Due to others	$ 51,729	$ 338,908	$ 319,586	$ 71,051
TOTAL LIABILITIES	$ 51,729	$ 338,908	$ 319,586	$ 71,051
MAGISTRATE COURT				
ASSETS				
Cash	$ 19,742	$ 142,267	$ 147,153	$ 14,856
TOTAL ASSETS	$ 19,742	$ 142,267	$ 147,153	$ 14,856
LIABILITIES				
Due to others	$ 19,742	$ 142,267	$ 147,153	$ 14,856
TOTAL LIABILITIES	$ 19,742	$ 142,267	$ 147,153	$ 14,856

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, 2020

	Balance June 30, 2019	Additions	Deletions	Balance June 30, 2020
OFFICE OF SHERIFF				
ASSETS				
Cash	$ 10,584	$ 62,029	$ 61,574	$ 11,039
TOTAL ASSETS	$ 10,584	$ 62,029	$ 61,574	$ 11,039
LIABILITIES				
Due to others	$ 10,584	$ 62,029	$ 61,574	$ 11,039
TOTAL LIABILITIES	$ 10,584	$ 62,029	$ 61,574	$ 11,039
PROBATE COURT				
ASSETS				
Cash	$ 32,097	$ 325,272	$ 326,774	$ 30,595
TOTAL ASSETS	$ 32,097	$ 325,272	$ 326,774	$ 30,595
LIABILITIES				
Due to others	$ 32,097	$ 325,272	$ 326,774	$ 30,595
TOTAL LIABILITIES	$ 32,097	$ 325,272	$ 326,774	$ 30,595

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, 2020

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	$ 160,931	$ 388,761	$ 549,692	75%
County jail	447,840	447,840	72,348	14,610	86,958	19%
Land acquisition	406,056	384,986	-	-	-	0%
Equipment	111,960	406,603	406,603	-	406,603	100%
Buildings	89,568	89,568	4,200	8,105	12,305	14%
Public infrastructure	179,136	179,136	127,503	-	127,503	71%
	$ 2,242,200	$ 2,242,200	$ 771,585	$ 411,476	$ 1,183,061	
City of Pearson	$ 810,000	$ 810,000	$ 291,085	$ 140,995	$ 432,080	53%
City of Willacoochee	$ 550,800	$ 550,800	$ 198,033	$ 95,876	$ 293,909	53%

See independent auditor's report.

Coastal CPAs, LLC

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TRACY EVERLY

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

To the Board of County Commissioners
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 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, 2020 and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon, dated August 6, 2021.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and responses to be a material weakness noted as 2020-1.

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Governmental Finance Officers Association | Association of Government Accountants | Association of Certified Fraud Examiners

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.

Compliance and Other Matters

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

Atkinson County, Georgia'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 responses. Atkinson County, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Coastal CPAs, LLC
St. Simons, Georgia
August 6, 2021

ATKINSON COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2020

Section I – Summary of Auditor's Results

Financial Statements

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

Section II – Financial Statement Findings

Material Weakness

Current Year Findings:

2020-01 **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.

Prior Year Findings:

The current year finding was noted in the prior year.