Exhibit A

CANDLER COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Candler County, Georgia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Candler County, Georgia, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Candler County, Georgia's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Candler County, Georgia, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and American Rescue Plan Act Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Candler County Board of Health, a component unit, which represents 2.2% and 1.1%, respectively, of the assets and net position of Candler County, Georgia as of June 30, 2022. We did not audit the financial statements of the Candler County Hospital Authority, a component unit, which represents 62.7% and 25.2%, respectively, of the assets and net position of Candler County, Georgia as of June 30, 2022. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Candler County Board of Health and Candler County Hospital Authority, is based solely on the report of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Candler County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements and schedules and schedule of projects paid with special sales tax proceeds are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and schedule of projects paid with special sales tax proceeds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2023 on our consideration of the Candler 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 the effectiveness of the Candler County, Georgia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Candler County, Georgia's internal control over financial reporting and compliance.

Lanier, Deal, Proctor & Bloser

Statesboro, Georgia
June 14, 2023

CANDLER COUNTY, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2022

	Primary Government	Component Units	
ASSETS	Governmental Activities	Candler County Board of Health	Candler County Hospital Authority
Current Assets:			
Cash	$ 12,553,513	$ 431,489	$ 4,123,664
Restricted Cash	-	-	1,380,705
Receivables:			
Accounts	158,807	-	3,311,685
Taxes	532,033	-	-
Intergovernmental	576,253	116,675	-
Prepaid items	68,753	-	-
Supplies inventory	-	-	384,667
Other current assets	-	-	1,379,052
Noncurrent Assets:			
Externally restricted cash for debt service	-	-	94,488
Net OPEB asset	-	36,924	-
Capital Assets:			
Nondepreciable capital assets	1,359,855	-	357,585
Depreciable capital assets, net	11,476,508	7,160	5,713,597
Total Assets	26,725,722	592,248	16,745,443
DEFERRED OUTFLOWS OF RESOURCES			
Proportionate share of collective deferred outflows of resources	-	157,999	-
LIABILITIES			
Current Liabilities:			
Accounts payable	810,049	-	1,607,656
Claims payable	58,954	-	-
Accrued payroll	125,136	-	-
Other accrued expenses	-	-	853,466
Unearned revenue	1,468,099	-	1,380,705
Compensated absences payable	33,358	5,302	-
Medicare advance payments	-		1,221,509
Notes payable	297,758	-	1,083,918
Estimated third-party payor settlements	-	-	1,149,000
Long-Term Liabilities:			
Compensated absences payable (net of current portion)	133,431	21,206	-
Notes payable (net of current portion)	484,009	-	4,430,438
Net pension obligation	-	201,333	-
Landfill closure and postclosure care costs	3,376,518	-	-
Total Liabilities	6,787,312	227,841	11,726,692
DEFERRED INFLOWS OF RESOURCES			
Proportionate share of collective deferred inflows of resources	-	306,816	-
NET POSITION			
Net investment in capital assets	12,054,596	7,160	2,978,761
Restricted for:			
Capital projects	1,984,174	-	-
Debt service	417,121	-	94,488
Other purposes	2,193,737	118,772	-
Unrestricted	3,288,782	89,658	1,945,502
Total Net Position	$ 19,938,410	$ 215,590	$ 5,018,751

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Program/Function	Expenses	Program Revenues: Fees, Fines, and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Component Unit: Candler County Board of Health	Component Unit: Candler County Hospital Authority
Primary Government							
General government	$ 1,754,313	$ 116,953	$ 49,590	-	$ (1,587,770)		
Judicial	870,315	125,139	82,636	-	(662,540)		
Public safety	4,292,177	1,983,576	592,571	-	(1,716,030)		
Public works	3,638,261	1,005,077	95,567	$ 839,926	(1,697,691)		
Health and welfare	520,213	-	48,000	-	(472,213)		
Culture and recreation	328,898	46,165	3,768	-	(278,965)		
Housing and development	274,874	-	-	-	(274,874)		
Interest	22,123	-	-	-	(22,123)		
Total Governmental Activities - Primary Government	$ 11,701,174	$ 3,276,910	$ 872,132	$ 839,926	(6,712,206)		
Component Units:							
Candler County Board of Health	$ 442,584	$ 121,340	$ 332,979	-		$ 11,735	-
Candler County Hospital Authority	24,576,193	22,850,537	4,666,565	$ 273,164		-	$ 3,214,073
Total Component Units	$ 25,018,777	$ 22,971,877	$ 4,999,544	$ 273,164		11,735	3,214,073
		General Revenues					
		Property taxes levied for general purposes			4,506,228	-	-
		Sales taxes			3,017,272	-	-
		Insurance premium tax			507,368	-	-
		Other taxes			242,099	-	-
		Gain on disposal of capital assets			6,203	-	36,536
		Interest earned			20,373	-	7,047
		Gain on settlements			-	-	319,942
		Miscellaneous			58,107	62,519	918,864
		Total General Revenues			8,357,650	62,519	1,282,389
		Change in Net Position			1,645,444	74,254	4,496,462
		Net Position, July 1, 2021			18,292,966	141,336	522,289
		Net Position, June 30, 2022			$ 19,938,410	$ 215,590	$ 5,018,751

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	General	American Rescue Plan Act Fund	2011 SPLOST Fund	2018 SPLOST Fund	T-SPLOST Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash	$ 6,586,800	$ 1,502,059	-	$ 888,251	$ 1,149,662	$ 2,054,911	$ 12,181,683
Receivables:							
Accounts	111,010	-	-	-	-	6,906	117,916
Taxes	471,988	-	-	-	-	60,045	532,033
Intergovernmental	36,362	-	-	166,628	356,804	16,459	576,253
Due from other funds	10,917		-	-	-	-	10,917
Prepaid items	62,968	-	-	5,785	-	-	68,753
TOTAL ASSETS	$ 7,280,045	$ 1,502,059	$ -	$ 1,060,664	$ 1,506,466	$ 2,138,321	$ 13,487,555
LIABILITIES							
Accounts payable	$ 123,990	$ 35,695	-	$ 256,205	$ 326,751	$ 67,408	810,049
Accrued payroll liabilities	125,136	-	-	-	-	-	125,136
Due to other funds	-	-	-	-	-	10,917	10,917
Unearned revenue	2,200	1,465,899	-	-	-	-	1,468,099
TOTAL LIABILITIES	251,326	1,501,594	-	256,205	326,751	78,325	2,414,201
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	356,884	-	-	-	-	43,795	400,679
FUND BALANCES							
Nonspendable	62,968	-	-	5,785	-	-	68,753
Restricted	594,192	465	-	798,674	1,179,715	2,016,201	4,589,247
Assigned	1,951,045	-	-	-	-	-	1,951,045
Unassigned	4,063,630	-	-	-	-	-	4,063,630
TOTAL FUND BALANCES	6,671,835	465	-	804,459	1,179,715	2,016,201	10,672,675
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 7,280,045	$ 1,502,059	$ -	$ 1,060,664	$ 1,506,466	$ 2,138,321	$ 13,487,555

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Amounts reported for governmental activities in the statement of net position are different because:			
Total Governmental Fund Balances			$ 10,672,675
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:			
	Cost	$ 25,367,571	
	Less accumulated depreciation	(12,531,208)	12,836,363
The internal service fund is used by management to charge the costs of the health insurance to individual funds. Certain assets and liabilities of the internal service fund are included in governmental activities on the statement of net position.			353,767
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds:			
	Property taxes		400,679
Liabilities, including notes payable, compensated absences and accrued landfill closure and postclosure care costs are not due and payable in the current period and therefore are not reported in the funds but are reported on the statement of net position:			
	Notes payable	$ (781,767)	
	Landfill closure and postclosure care costs	(3,376,518)	
	Compensated absences	(166,789)	(4,325,074)
Net Position Of Governmental Activities			$ 19,938,410

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	General	American Rescue Plan Act Fund	2011 SPLOST Fund	2018 SPLOST Fund	T-SPLOST Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	$ 5,453,118	-	-	$ 1,793,784	$ 344,045	$ 661,225	$ 8,252,172
Licenses and permits	18,201	-	-	-	-	34,945	53,146
Charges for services	1,927,451	-	-	-	-	626,648	2,554,099
Fees, fines and forfeitures	640,309	-	-	-	-	14,558	654,867
Intergovernmental	213,059	$ 659,071	-	-	392,043	446,340	1,710,513
Interest	13,570	406	$ 21	1,521	2,108	4,289	21,915
Other	58,107	-	-	-	-	-	58,107
Total revenues	8,323,815	659,477	21	1,795,305	738,196	1,788,005	13,304,819
EXPENDITURES							
Current:							
General government	1,635,473	10,765	-	-	-	43	1,646,281
Judicial	812,426	69,686	-	-	-	7,558	889,670
Public safety	3,347,768	45,212	-	-	-	526,135	3,919,115
Public works	1,503,829	19,377	-	-	-	348,371	1,871,577
Health and welfare	160,278	-	-	-	-	-	160,278
Culture and recreation	244,617	3,768	-	-	-	52,072	300,457
Housing and development	76,921	-	-	-	-	197,109	274,030
Capital outlay	-	510,263	20,595	823,797	494,687	527,867	2,377,209
Debt service:							
Principal	25,000	-	-	244,643	-	-	269,643
Interest	-	-	-	22,123	-	-	22,123
Intergovernmental	-	-	-	990,168	-	-	990,168
Total expenditures	7,806,312	659,071	20,595	2,080,731	494,687	1,659,155	12,720,551
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	517,503	406	(20,574)	(285,426)	243,509	128,850	584,268
OTHER FINANCING SOURCES (USES)							
Sale of capital assets	60,325	-	-	-	-	-	60,325
Proceeds from notes payable	-	-	-	151,697	-	-	151,697
Total other financing sources (uses)	60,325	-	-	151,697	-	-	212,022
NET CHANGE IN FUND BALANCES	577,828	406	(20,574)	(133,729)	243,509	128,850	796,290
FUND BALANCES, JULY 1, 2021	6,094,007	59	20,574	938,188	936,206	1,887,351	9,876,385
FUND BALANCES, JUNE 30, 2022	$ 6,671,835	$ 465	$ -	$ 804,459	$ 1,179,715	$ 2,016,201	$ 10,672,675

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Amounts reported for governmental activities in the statement of activities are different because:		
Net Change In Fund Balances - Total Governmental Funds		$ 796,290
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlay exceeded depreciation expense in the current period.		
Depreciation expense	$ (1,465,141)	
Capital outlay	2,266,351	801,210
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		
Property taxes:		
Unavailable revenue at 6/30/22	400,679	
Unavailable revenue at 6/30/21	(366,267)	34,412
Governmental funds do not report the cost of disposed capital assets but the cost is reported on the statement of activities.		(54,122)
The internal service fund used by management to charge the costs of health insurance to individual funds are not reported in the government-wide statement of actitivities. Governmental fund expenditures and related internal service fund revenues are eliminated.		353,767
The issuance of notes payable is reported as an other financing source on the fund level financial statement and as a liability on the statement of net position.		(151,697)
Repayment of notes payable principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		269,643
Some expenses reported in the statement of activities, such as compensated absences and landfill closure and postclosure care costs, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Change in compensated absences	(30,364)	
Change in landfill closure and postclosure care costs	(373,695)	(404,059)
Change In Net Position of Governmental Activities		$ 1,645,444

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes:				
Property	$ 4,788,700	$ 4,788,700	$ 4,485,433	$ (303,267)
Local option sales tax	720,000	720,000	879,443	159,443
Other	73,600	73,600	88,242	14,642
Licenses and permits	13,800	13,800	18,201	4,401
Charges for services	1,767,500	1,767,500	1,927,451	159,951
Fees, fines and forfeitures	377,400	377,400	640,309	262,909
Intergovernmental	152,928	152,928	213,059	60,131
Interest	23,000	23,000	13,570	(9,430)
Other	38,000	38,000	58,107	20,107
Total revenues	7,954,928	7,954,928	8,323,815	368,887
EXPENDITURES				
Current:				
General government:				
Legislative	50,200	53,250	52,613	637
Executive	224,857	230,857	226,037	4,820
Elections	91,759	113,458	96,072	17,386
Financial administration	360,471	376,471	330,769	45,702
Information technology	164,000	164,000	159,285	4,715
Tax commissioner	280,903	294,158	274,549	19,609
Tax assessor	235,644	235,644	243,096	(7,452)
Equalization	5,003	5,003	2,872	2,131
Public buildings	222,668	246,468	250,180	(3,712)
Total general government	1,635,505	1,719,309	1,635,473	83,836
Judicial:				
Superior Court	209,768	215,000	216,715	(1,715)
Clerk of Court	228,313	235,513	231,014	4,499
State Court	112,694	118,694	117,653	1,041
Magistrate Court	94,726	98,226	94,917	3,309
Probate Court	149,975	153,975	152,127	1,848
Total judicial	795,476	821,407	812,426	8,981
Public safety:				
Sheriff	1,451,041	1,488,641	1,477,084	11,557
Detention center	697,403	706,403	702,852	3,551
Emergency medical service	1,099,877	1,130,627	1,114,954	15,673
Coroner	33,596	33,596	27,036	6,560
Emergency management	18,090	28,858	25,842	3,016
Total public safety	3,300,007	3,388,125	3,347,768	40,357

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
EXPENDITURES (Continued)				
Public works:				
Roads and bridges	$ 1,112,183	$ 1,209,183	$ 1,097,862	$ 111,321
Solid waste	505,637	425,637	405,967	19,670
Total public works	1,617,820	1,634,820	1,503,829	130,991
Health and welfare:				
Health department	1,000	1,000	1,000	-
Hospital	265,000	265,000	105,229	159,771
Family connections	48,000	48,000	48,049	(49)
Family and children services	6,000	6,000	6,000	-
Total health and welfare	320,000	320,000	160,278	159,722
Culture and recreation:				
Recreation department	265,562	265,562	244,617	20,945
Housing and development:				
Conservation	8,836	8,836	8,836	-
Agricultural resources	78,438	78,438	68,085	10,353
Code enforcement	-	11,004	-	11,004
Total housing and development	87,274	98,278	76,921	21,357
Debt service:				
Principal	25,000	25,000	25,000	-
Total debt service	25,000	25,000	25,000	-
Total expenditures	8,046,644	8,272,502	7,806,312	466,190
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(91,716)	(317,574)	517,503	835,077
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	60,325	60,325
NET CHANGE IN FUND BALANCE	$ (91,716)	$ (317,574)	577,828	$ 895,402
FUND BALANCE, BEGINNING OF YEAR			6,094,007	
FUND BALANCE, END OF YEAR			$ 6,671,835	

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
AMERICAN RESCUE PLAN ACT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	$ -	$ 376,156	$ 659,071	$ 282,915
Interest	-	-	406	406
Total revenues	-	376,156	659,477	283,321
EXPENDITURES				
Current:				
General government	-	86,658	10,765	75,893
Judicial	-	-	69,686	(69,686)
Public safety	-	-	45,212	(45,212)
Public works	-	-	19,377	(19,377)
Culture and recreation	-	-	3,768	(3,768)
Capital outlay	-	289,498	510,263	(220,765)
	-	376,156	659,071	(282,915)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	$ -	406	$ 406
FUND BALANCE, BEGINNING OF YEAR			59	
FUND BALANCE, END OF YEAR			$ 465	

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Governmental Activities - Internal Service Fund
	Employee Insurance Fund
ASSETS	
Current Assets	
Cash and cash equivalents	$ 371,830
Accounts receivable	40,891
Total Current Assets	412,721
LIABILITIES	
Current Liabilities	
Claims payable	58,954
NET POSITION	
Unrestricted	$ 353,767

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities - Internal Service Fund
	Employee Insurance Fund
OPERATING REVENUES	
Premiums	$ 1,306,391
OPERATING EXPENSES	
Purchased services	490,358
Claims	462,443
Total operating expenses	952,801
OPERATING INCOME	353,590
NON-OPERATING REVENUES	
Interest	177
CHANGE IN NET POSITION	353,767
NET POSITION, BEGINNING OF YEAR	-
NET POSITION, END OF YEAR	$ 353,767

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities - Internal Service Fund
	Employee Insurance Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from internal charges	$ 1,306,391
Cash payments for services	(490,358)
Cash payments for claims	(444,380)
Net cash provided (used) by operating activities	371,653
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment earnings	177
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	371,830
CASH AND CASH EQUIVALENTS, JULY 1, 2021	-
CASH AND CASH EQUIVALENTS, JUNE 30, 2022	$ 371,830
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income	$ 353,590
(Increase) decrease in operating assets:	
Accounts receivable	(40,891)
Increase (decrease) in operating liabilities:	
Claims payable	58,954
Net cash provided (used) by operating activities	$ 371,653

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022

ASSETS		
Cash	$	481,373
TOTAL ASSETS	$	481,373
LIABILITIES		
Due to other governments	$	174,050
Due to other entities and individuals		84,220
TOTAL LIABILITIES		258,270
NET POSITION		
Restricted for individuals, organizations, and other governments		223,103
TOTAL NET POSITION	$	223,103

See accompanying notes to the basic financial statements.

CANDLER COUNTY, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

ADDITIONS	
Tax collections for other governments	$ 7,231,294
Fees, fines, and forfeitures	333,774
Court judgements/assessments	48,864
Interest	58
Total additions	7,613,990
DEDUCTIONS	
Payments to other governments	7,202,974
Payments to other entities and individuals	388,431
Total deductions	7,591,405
Net increase (decrease) in fiduciary net position	22,585
NET POSITION - JULY 1, 2021	200,518
NET POSITION - JUNE 30, 2022	$ 223,103

See accompanying notes to the basic financial statements.

Candler County, Georgia (the "County") operates under a Commissioner – County Administrator form of Government. The County is governed by a board of five commissioners elected by the voters of the County.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government-wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements.

The most significant of the County's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes, or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the County's discretely presented component units. They are reported separately to emphasize that they are legally separate from the County.

A brief description of the County's discretely presented component units follows:

Candler County Board of Health – The Candler County Board of Health provides health care services and health education to residents of Candler County. The Health Department receives financial support from Candler County, Georgia, the State of Georgia and the Federal Government. The County Commission appoints a majority of the Board of Directors. Complete financial statements for the Candler County Board of Health can be obtained from their administrative office at:

Candler County Board of Health
428 North Rountree Street
Metter, Georgia 30439

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Candler County Hospital Authority (The Hospital Authority) - The Candler County Hospital Authority was created in November, 1958 by the Board of Commissioners of Candler County to operate, control, and manage all matters concerning the County's health care functions. The Hospital Authority operates Candler County Hospital, a critical access hospital. The County nominates the Board of Trustee members of the Hospital Authority and the County has guaranteed some debt of the Hospital Authority. The Hospital Authority issued audited financial statements with a fiscal year ended December 31, 2021. Copies of these financial statements may be obtained from their administrative office at:

Candler County Hospital Authority
400 Cedar Street
Metter, Georgia 30439

1-B. Basis of Presentation

The County's basic financial statements consist of government-wide 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 government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the County as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Fiduciary activities are not included at the government-wide reporting level. Individual funds are not displayed, but the statements distinguish governmental activities, generally supported by taxes, grants and the County's general revenues, from business-type activities, generally financed in whole or part with service charges to external customers. The County had no business-type activities at June 30, 2022.

The statement of net position presents the financial position of the governmental and business-type activities of the County and its discretely presented component units.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each identifiable activity of the business-type activities of the County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The County does not allocate indirect expenses to functions in the statement of activities.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Other revenue sources not properly included with program revenues are reported as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the County.

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. Fund financial statements are provided for governmental and fiduciary funds.

Major individual governmental funds are reported in separate columns with composite columns for non-major funds. Fiduciary funds are reported by type.

Fund Accounting – The County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The County uses governmental and fiduciary funds.

Governmental Funds – Governmental funds are those through which most governmental functions typically 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 purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The County reports the difference between governmental fund assets and liabilities as fund balance. The following are the County's major governmental funds:

The General Fund – The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of the State of Georgia.

American Rescue Plan Act Fund – This fund accounts for all Local Fiscal Recovery funds received by the County through the American Rescue Plan Act of 2021.

2011 SPLOST and 2018 SPLOST Fund – These capital projects funds account for the special purpose local option sales tax collected pursuant to a referendum for various capital improvements within the County.

T-SPLOST Fund – This capital projects fund accounts for the regional transportation special purpose local option sales tax proceeds received for transportation purposes within the County.

Fiduciary Funds –The County's fiduciary funds are custodial in nature. The following are the County's fiduciary funds:

Tax Commissioner – This fund is used to account for the collection of various taxes, including property taxes, on behalf of other governmental entities.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Probate Court – This fund is used to account for all monies received by the Probate Court on behalf of individuals, private organizations, and other governmental units.

Clerk of Courts – This fund is used to account for all monies received by the Clerk of Courts on behalf of individuals, private organizations, and other governmental units.

Magistrate Court – This fund is used to account for all monies received by the Magistrate Court on behalf of individuals, private organizations, and other governmental units.

Sheriff – This fund is used to account for all monies received by the Sheriff on behalf of individuals, private organizations, and other governmental units.

1-C. Measurement Focus

Government-wide Financial Statements – The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position. The statement of activities reports revenues and expenses.

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 generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports 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 a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. 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 fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows/inflows of resources, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, the phrase "available for exchange transactions" means expected to be received within 60 days of year-end.

Revenue – Non-exchange Transactions – Non-exchange transactions in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal 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 a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

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

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Net Position

Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County.

Investments are stated at fair value based on quoted market prices**.**

Georgia law authorizes the County to invest in the following type of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the United States Government or United States Government agency
- Obligations of any corporation of the United States Government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable. At June 30, 2022, the General Fund reported an allowance for uncollectibles of $42,929 and $152,917 for the property taxes receivable and EMS accounts receivable, respectively. The Shared Service District Fund reported an allowance of $5,320 for property taxes receivable at June 30, 2022.

The balance of the intergovernmental receivable from the Candler County Hospital Authority, a component unit, was $1,324,793 at June 30, 2022. However, an allowance for uncollectibles equal to the full amount of the intergovernmental receivable was reported by the General Fund at June 30, 2022. As a result, no intergovernmental receivable is being reported at June 30, 2022 from the Candler County Hospital Authority, a component unit.

Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "due from/to other funds." These amounts are eliminated in the governmental and business-type activities columns on the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances on this statement. These amounts are ultimately eliminated from the total column on the statement of net position.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2022, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reported as nonspendable as this amount is not available for general appropriation.

Capital Assets

The County reports general capital assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the County fund financial statements.

All capital assets with an estimated useful life in excess of two years are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of five thousand dollars. The County's infrastructure consists of roads and bridges. For roads and bridges, the County has capitalized only infrastructure constructed after June 30, 2003. Improvements to capital assets 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 expensed.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All reported capital assets are depreciated except for land 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	15-50 years
Improvements other than buildings	10-40 years
Machinery and equipment	4-15 years
Infrastructure	15 years

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 that the employer will compensate the employees for the benefits through paid time off or some other means.

The total compensated absences liability is reported on the government-wide financial statements. Governmental funds report the compensated absences liability at the fund reporting level only "*when due."*

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Notes payable and capital leases are recognized as a liability in the governmental fund financial statements when due.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources,* represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County does not have any deferred outflows of resources as of June 30, 2022. It does have a component unit that has deferred outflows of resources related to pensions and other post-employment benefits on the statement of net position.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has an item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue,* is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. The County has a component unit that has deferred inflows of resources related to pensions and other post-employment benefits on the statement of net position.

Fund Equity

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

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

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

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners through the adoption of a resolution or ordinance. Only the Board of Commissioners may modify or rescind the commitment.

Assigned – Fund balances are reported as assigned when amounts are constrained by the Board of Commissioners' intent to be used for specific purposes, but are neither restricted nor committed. Only the Board of Commissioners can assign fund balances.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

The County's policy is to maintain an adequate general fund unassigned fund balance to provide liquidity in the event of an economic downturn or natural disaster.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts 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

Net Position – Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances 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 its use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

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

Interfund Activity

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 interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayment from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between governmental funds on the government-wide statement of activities are eliminated.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States 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.

Implementation of GASB 87

The County has implemented GASB Statement 87, "Leases." The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. The statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

Candler County, Georgia had no lease receivables, lease liabilities, or right-to-use leased assets to report at June 30, 2022.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

The County adopts an annual operating budget for the general fund, special revenue funds, and capital projects funds. The budget resolution reflects the total of each department's appropriation in each fund.

All budgets are adopted on a basis consistent with GAAP.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. Any change in total to a fund or departmental appropriation within a fund requires approval of the Board of Commissioners.

During the year, the Board of Commissioners had two budget revisions.

All unexpended annual appropriations lapse at year-end.

Excess of Expenditures Over Appropriations

Expenditures exceeded appropriations for the year ended June 30, 2022 in the following departments for the general fund:

	General Fund
Tax assessor	$ 7,452
Public buildings	3,712
Superior court	1,715
Family connections	49
	$ 12,928

The overexpenditures in these areas were funded by underexpenditures in other areas.

Expenditures exceeded appropriations in the following special revenue funds and these overexpenditures were funded by excess revenues over amounts budgeted and/or by available fund balance.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

	Overexpenditures
American Rescue Plan Act Fund	$ 282,915
Drug Abuse Treatment and Education Fund	2,114
Jail Store Fund	2,903
Law Library Fund	7,558
Local Maintenance and Improvement Grant Fund	74

NOTE 3 – DEPOSITS

Custodial credit risk is risk that, in the event of a bank failure, the County's deposits may not be returned to it. The County has a policy to reduce its exposure to this risk by requiring deposits to be collateralized in accordance with State law.

At June 30, 2022, the carrying amount of the County's deposits (checking and certificates of deposit) was $13,034,886 and the bank balance was $13,009,965. Of the bank balance, $877,133 was covered by federal depository insurance and $12,132,832 was collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.

Discretely Presented Component Units

The carrying amount of deposits for the Candler County Hospital Authority was $5,598,857. As of December 31, 2021, the Authority's deposits were entirely insured, collateralized with securities held by a trustee in the Authority's name, or held by financial institutions that participate in the Georgia Secure Deposit Program.

The carrying amount of deposits for the Candler County Board of Health was $431,389 as of June 30, 2022. The bank balance was $478,984 which was covered by FDIC insurance and pledged securities.

NOTE 4 – PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Property taxes are billed on or about October 20th of each year and are payable within sixty days. The County bills and collects its own property taxes and also collects taxes for the Candler County Board of Education, State of Georgia and cities within the County. Collection of the County's taxes and for the other government agencies is the responsibility of the Tax Commissioner's Office, which is accounted for in an Agency Fund.

County property tax revenues at the fund reporting level are recognized when levied to the extent that they result in current receivables (i.e., collectible in 60 days). For the year ended June 30, 2022, property taxes were levied on October 29, 2021, and were due January 7, 2022.

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2022, is as follows:

Receivable Fund	Payable Fund	Amount
General	Shared Service District	$ 10,917

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Balance 7/1/2021	Additions	Deductions	Balance 6/30/2022
Governmental Activities:				
Capital assets not being depreciated:				
Land	$ 198,826	-	-	$ 198,826
Construction in progress	351,697	$ 984,676	$ 175,344	1,161,029
Total capital assets not being depreciated	550,523	984,676	175,344	1,359,855
Capital assets being depreciated:				
Buildings and improvements	7,578,869	265,709	-	7,844,578
Machinery and equipment	6,719,467	1,012,873	419,042	7,313,298
Infrastructure	5,689,055	142,337	-	5,831,392
Land improvements	2,982,348	36,100	-	3,018,448
Total capital assets being depreciated	22,969,739	1,457,019	419,042	24,007,716
Total capital assets	23,520,262	2,441,695	594,386	25,367,571
Accumulated depreciation:				
Buildings and improvements	3,004,171	198,075	-	3,202,246
Machinery and equipment	4,534,388	748,931	364,920	4,918,399
Infrastructure	1,205,705	383,735	-	1,589,440
Land improvements	2,686,723	134,400	-	2,821,123
Total accumulated depreciation	11,430,987	1,465,141	364,920	12,531,208
Governmental activities capital assets, net	$ 12,089,275	$ 976,554	$ 229,466	$ 12,836,363

Governmental activities depreciation expense:

General government	$ 135,503
Judicial	626
Public safety	457,437
Public works	834,886
Culture and recreation	36,689
Total governmental activities depreciation expense	$ 1,465,141

NOTE 6 – CAPITAL ASSETS (Continued)

Capital asset activity for the County's component units was as follows:

	Balance 7/1/2021	Additions	Deductions	Balance 6/30/2022
Component unit - Candler County Board of Health:				
Capital assets being depreciated:				
Equipment and vehicles	$ 23,952	$ -	-	$ 23,952
Accumulated depreciation:				
Equipment and vehicles	13,526	3,266	-	16,792
Component unit capital assets, net	$ 10,426	(3,266)	-	$ 7,160

	Balance 1/1/2021	Additions	Deductions	Balance 12/31/2021
Component unit - Candler County Hospital Authority:				
Capital assets not being depreciated:				
Land	$ 168,940	-	-	$ 168,940
Construction in progress	1,431,324	$ 561,002	$ 1,803,681	188,645
Total capital assets not being depreciated	1,600,264	561,002	1,803,681	357,585
Capital assets being depreciated:				
Land improvements	148,884	-	-	148,884
Buildings and improvements	7,568,870	480,952	-	8,049,822
Equipment	11,995,757	2,360,540	-	14,356,297
Total capital assets being depreciated	19,713,511	2,841,492	-	22,555,003
Total capital assets	21,313,775	3,402,494	1,803,681	22,912,588
Less accumulated depreciation	15,713,923	1,127,483	-	16,841,406
Component unit capital assets, net	$ 5,599,852	$ 2,275,011	$ 1,803,681	$ 6,071,182

NOTE 7 – NOTES PAYABLE

Certain financing arrangements previously known as capital leases are no longer classified as leases under the new definition of a lease under GASB Statement 87. These agreements are financed purchases because they result in the transfer of ownership of the asset, and they are therefore accounted for as notes payable. Notes payable at June 30, 2022 consisted of the following:

Note payable to OneGeorgia Authority for the construction of the Agricultural Regional Resources Construction Building, payable in quarterly installments of $6,250 with 0% interest through July 1, 2025	$ 68,750
Note payable to Motorola for communications equipment, payable in annual installments of $158,700 with 3.61% interest through September 30, 2022	153,171
Note payable to Caterpillar Financial Services Corporation for public works motor graders, payable in annual installments of $108,065 with 2.30% interest through January 12, 2027	408,149
Note payable to Caterpillar Financial Services Corporation for public works bulldozer, payable in annual installments of $35,465 with 5.44% interest through June 2, 2027	151,697
	$ 781,767

As of June 30, 2022, annual debt service requirements to maturity are as follows:

Year ending June 30	Governmental Activities		
	Principal	Interest	Total
2023	$ 297,758	$ 23,222	$ 320,980
2024	154,558	13,973	168,531
2025	158,439	10,092	168,531
2026	137,457	6,073	143,530
2027	33,555	1,915	35,470
Total	$ 781,767	$ 55,275	$ 837,042

NOTE 7 – NOTES PAYABLE (Continued)

Component Unit - Candler County Hospital Authority

Notes payable at December 31, 2021 consisted of the following:

Note payable to Candler County, Georgia, incurring interest at the imputed rate of 4.00%, unsecured.	$ 1,324,751
Taxable Note, Series 2014 with Queensborough National Bank dated December 17, 2014. Payable in 120 monthly payments of approximately $35,000 including interest at the fixed rate of 4.15% through January 2017. Beginning with the February 2017 payment, interest will be accrued at the *Wall Street Journal* prime rate, plus 0.50%, adjusted daily. Secured by property of the Authority, due January 2025.	1,097,186
Promissory Note to United States Department of Agriculture (USDA) dated March 17, 2014. Payable in 120 monthly payments of approximately $10,000 including interest at the fixed rate of 3.50%, secured by a pledge of various medical equipment, due April 2024.	244,318
Equipment finance agreement with a vendor with an outstanding balance of $582,855. Payable in 60 monthly installments of approximately $19,000 including interest at the imputed rate of 10.79%, secured by financed equipment, due January 2025.	582,855
Capital lease obligations, at varying rates of imputed interest from 3.50% to 5.59%, collateralized by leased equipment with an unamortized cost of approximately $2,172,000.	2,265,246
	$ 5,514,356

NOTE 7 – NOTES PAYABLE (Continued)

Annual debt service requirements to maturity are as follows:

Year ending December 31	Component Unit - Hospital Authority		
	Principal	Interest	Total
2022	$ 1,083,918	$ 196,205	$ 1,280,123
2023	2,474,705	137,742	2,612,447
2024	990,838	72,882	1,063,720
2025	403,205	31,838	435,043
2026	301,764	17,601	319,365
2027	259,926	4,959	264,885
Total	$ 5,514,356	$ 461,227	$ 5,975,583

NOTE 8 – LANDFILL CLOSURE AND POST CLOSURE CARE COST

State and federal laws and regulations require that the County place a final cover on its landfill sites and perform certain maintenance and monitoring functions at the landfill sites for a minimum of thirty years after closure. Although most closure and post closure care costs will be paid near or after the date the landfill stops accepting waste, the County reports a portion of the closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. As of June 30, 2022, the estimated liability for landfill closure and post closure care costs is $3,376,518 and consists of the closure cost for Phase One of the landfill, closure cost for the C&D landfill, and closure and post closure costs for Phase Two of the landfill. The County will recognize the remaining estimated cost of closure and post closure care of approximately $600,359 for the operating landfill as the remaining estimated capacity is filled. Used capacity for the operating Phase Two landfill is estimated to be 83.7% with an estimated remaining useful life of 7 years. All estimates are subject to change due to inflation or deflation, technology or changes in laws or regulations. The County has invested funds in a separate bank account for the landfill closure and post closure care costs with a standard amount being contributed quarterly to the bank account.

NOTE 9 – CHANGES IN LONG-TERM DEBT

Governmental Activities:	Balance July 1, 2021 as restated	Additions	Reductions	Balance June 30, 2022	Amounts Due In One Year
Compensated absences payable	$ 136,425	$ 30,364	-	$ 166,789	$ 33,358
Landfill closure & post closure care costs	3,002,823	373,695	-	3,376,518	-
Notes payable	899,713	151,697	$ 269,643	781,767	297,758
Total Governmental Activities	$ 4,038,961	$ 555,756	$ 269,643	$ 4,325,074	$ 331,116

The compensated absences liability will be paid from the General Fund, the fund from which the employees' salaries are paid. The notes payable will be paid from the General Fund and 2018 SPLOST capital projects fund. The landfill closure and post closure care costs will be paid from the General Fund.

NOTE 9 – CHANGES IN LONG-TERM DEBT (Continued)

Component Unit – Candler County Board of Health

	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Amounts Due In One Year
Compensated absences	$ 30,611	$ -	$ 4,103	$ 26,508	$ 5,302

Component Unit - Candler County Hospital Authority

	Balance January 1, 2021	Additions	Reductions	Balance December 31, 2021	Amounts Due In One Year
Notes payable	$ 6,403,416	$ 317,232	$ 1,206,292	$ 5,514,356	$ 1,083,918

NOTE 10 – FUND BALANCES – GOVERNMENTAL FUNDS

As of June 30, 2022, governmental fund balances are composed of the following:

	General Fund	American Rescue Plan Act Fund	2011 SPLOST Fund	2018 SPLOST Fund	T-SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Prepaid items	$ 62,968	-	-	$ 5,785	-	-	$ 68,753
Restricted:							
E-911	-	-	-	-	-	$ 343,382	343,382
Roads	-	-	-	-	$ 1,179,715	503,225	1,682,940
Jail store	-	-	-	-	-	125,294	125,294
Law library	-	-	-	-	-	18,387	18,387
Drug education	-	-	-	-	-	49,162	49,162
Shared service district	-	-	-	-	-	976,751	976,751
Sheriff	2,718	-	-	-	-	-	2,718
County jail	174,353	-	-	-	-	-	174,353
Hospital debt service	417,121	-	-	-	-	-	417,121
Pandemic relief	-	$ 465	-	-	-	-	465
Capital projects	-	-	-	798,674	-	-	798,674
Total restricted	594,192	465	-	798,674	1,179,715	2,016,201	4,589,247
Assigned:							
Landfill closure and post closure care costs	1,815,147	-	-	-	-	-	1,815,147
Subsequent year's budget	135,898	-	-	-	-	-	135,898
Total assigned	1,951,045	-	-	-	-	-	1,951,045
Unassigned	4,063,630	-	-	-	-	-	4,063,630
Total fund balances	$ 6,671,835	$ 465	$ -	$ 804,459	$ 1,179,715	$ 2,016,201	$ 10,672,675

NOTE 11 – EMPLOYEE RETIREMENT PLANS

Defined Contribution Plan

The County has adopted a prototype 401(a) Defined Contribution Plan for employees of Candler County (the 401(a) Plan) and a prototype 457 Deferred Compensation Plan for Candler County (the 457 Plan) administered by the Board of Commissioners through GEBCORP. The County has the authority to establish the Plans or amend the adoption agreement which defines the specific provisions of the plan as provided in the prototype document. The Plan covers substantially all employees who meet the minimum years of service requirement. The County matches up to 3% of employee's compensation. The total cost of the 401(a) Plan and the 457 Plan for the year ended June 30, 2022 was $44,632. Total employee contributions to the plans for the year ended June 30, 2022 totaled $120,470.

Probate Judges' Retirement Fund of Georgia

The Probate Judge is covered under a pension plan which requires that certain sums from marriage licenses be remitted to the state sponsored pension plan.

Clerk of Superior Court Retirement Fund

The Clerk of Superior Court is covered under a pension plan which requires that certain sums from fees and fines or bond forfeitures be remitted to the state sponsored pension plan.

Sheriff's Retirement Fund/Peace Officers' Annuity and Benefit Fund

The Sheriff and sheriff deputies are covered under separate pension plans which require that certain sums from fines or bond forfeitures be remitted by the Magistrate Court and Clerk of Superior Court to the state sponsored pension plans.

Georgia Judicial Retirement System

This system provides retirement benefits for Superior Court Judges, District Attorneys, State Court Judges, Solicitors-General of the State Courts, and Juvenile Court Judges.

Employee's Retirement System of Georgia

Candler County tax officials are covered under this retirement plan.

Candler County Board of Health (component unit)

The employees of the Candler County Board of Health participate in the Georgia State Employees Retirement System (ERS). The plan is administered by the State of Georgia. ERS issues a publicly available financial report that can be obtained at www.ers.ga.gov. The retirement contributions for the year ended June 30, 2022 were $46,976. Contributions are fully vested to employees after 10 years of continuous service.

At June 30, 2022, the Board of Health reported $201,333 as a liability for its proportionate share of the net pension liabilities. For the year ended June 30, 2022, the Board of Health recognized pension expense of $27,974.

NOTE 11 – EMPLOYEE RETIREMENT PLANS (Continued)

Candler County Hospital Authority (component unit)

The Candler County Hospital Authority maintains a defined contribution retirement plan covering substantially all employees. Employees are immediately vested 100% in all funds under the plan. Matching contributions have been suspended by the Authority. The contributions made by the Authority for the year ended December 31, 2021 were $0. The Authority had no outstanding liability related to the plan at December 31, 2021.

The Authority has also established a deferred compensation plan that is offered to limited employees. The Authority makes no matching contributions and employees are immediately 100% vested in all funds under the plan. As of December 31, 2021, the Authority had no outstanding liability related to the plan.

NOTE 12 – EMPLOYEE INSURANCE FUND

As of July 1, 2021, the County established an employee insurance fund (an internal service fund) to cover all employee health claims. The County makes payments to this fund monthly based on estimated premiums provided by the third-party administrator to fund this program. Amounts are also withheld from employees by payroll deduction for dependent coverage and paid to the employee insurance fund. A third-party administrator pays all claims from funds held in the employee insurance fund's bank account. The County has a co-insurer for claims from one individual within one year exceeding $40,000 and has a maximum annual liability policy of $703,184.

The claims liability of $58,954 reported at June 30, 2022 represents known claims incurred on or prior to June 30, 2022 and an estimate for claims that have been incurred but not reported. Changes in the fund's claims liability are as follows:

Year Ended June 30	Claims Liability, Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Claims Liability, End of Year
2022	$ -	$ 462,443	$ 403,489	$ 58,954

NOTE 13 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has joined together with other counties in the state as part of the Association of County Commissioners of Georgia (ACCG) Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association of County Commissioners of Georgia (ACCG) Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management insurance program 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

NOTE 13 – RISK MANAGEMENT (Continued)

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.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the worker's compensation law of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Settled claims in the past three years have not exceeded the coverages.

NOTE 14 – CONTINGENCIES

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County attorney, the resolution of these matters probably will not have a material adverse effect on the financial condition of the County.

On December 17, 2014, the Candler County Hospital Authority issued a Series 2014 Taxable Note to repay other notes and obligations as well as cover issuance costs. It has an interest rate of 4.15% and will be paid with the Candler County Hospital Authority's general revenues over 120 months. The Series 2014 Taxable Note is secured by an intergovernmental agreement between the Candler County Hospital Authority and the County. As part of the intergovernmental agreement, the County guarantees to pay to the Authority an amount equal to the deficit of the Candler County Hospital Authority's net revenues or general funds compared to the payments due on the certificate and/or note. Further, the County has agreed to levy taxes on taxable property within the County up to six mills should it be required to do so.

NOTE 15 – JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the seventeen county East Middle Georgia area, is a member of the Heart of Georgia Altamaha Regional Commission (RC) and is required to pay annual dues thereto. During its year ended June 30, 2022, the County paid $7,007 in such dues. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-33 which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Heart of Georgia Altamaha Regional Commission
5405 Oak Street
Eastman, Georgia 31023

NOTE 16 – SUBSEQUENT EVENTS

Subsequent events were evaluated through June 14, 2023, which is the date the financial statements were available to be issued.

CANDLER COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Drug Abuse Treatment and Education Fund	E-911 Fund	Jail Store Fund	Law Library	Local Maintenance and Improvement Grant Fund	Shared Service District Fund	Total Nonmajor Special Revenue Funds
ASSETS							
Cash	$ 49,030	$ 331,604	$ 118,388	$ 18,387	$ 566,032	$ 971,470	$ 2,054,911
Receivables:							
Accounts	-	-	6,906	-	-	-	6,906
Intergovernmental	132	16,327	-	-	-	-	16,459
Taxes	-	-	-	-	-	60,045	60,045
TOTAL ASSETS	$ 49,162	$ 347,931	$ 125,294	$ 18,387	$ 566,032	$ 1,031,515	$ 2,138,321
LIABILITIES							
Accounts payable	-	$ 4,549	-	-	$ 62,807	$ 52	$ 67,408
Due to other funds	-	-	-	-	-	10,917	10,917
Total liabilities	-	4,549	-	-	62,807	10,969	78,325
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	-	-	-	-	-	43,795	43,795
FUND BALANCE							
Restricted	$ 49,162	343,382	$ 125,294	$ 18,387	503,225	976,751	2,016,201
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	$ 49,162	$ 347,931	$ 125,294	$ 18,387	$ 566,032	$ 1,031,515	$ 2,138,321

CANDLER COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Drug Abuse Treatment and Education Fund	E-911 Fund	Jail Store Fund	Law Library	Local Maintenance and Improvement Grant Fund	Shared Service District Fund	Total Nonmajor Special Revenue Funds
REVENUES							
Taxes	-	-	-	-	-	$ 661,225	$ 661,225
Licenses and permits	-	-	-	-	-	34,945	34,945
Charges for services	-	$ 192,536	$ 42,026	-	-	392,086	626,648
Fees, fines and forfeitures	$ 3,709	-	-	$ 10,849	-	-	14,558
Intergovernmental	-	-	-	-	$ 446,340	-	446,340
Interest	96	1,200	55	-	1,035	1,903	4,289
Total revenues	3,805	193,736	42,081	10,849	447,375	1,090,159	1,788,005
EXPENDITURES							
Current:							
General government	-	-	-	-	-	43	43
Judicial	-	-	-	7,558	-	-	7,558
Public safety	2,114	166,002	20,824	-	-	337,195	526,135
Public works	-	-	-	-	-	348,371	348,371
Culture and recreation	-	-	-	-	-	52,072	52,072
Housing and development	-	-	-	-	-	197,109	197,109
Capital outlay	-	-	992	-	526,875	-	527,867
Total expenditures	2,114	166,002	21,816	7,558	526,875	934,790	1,659,155
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,691	27,734	20,265	3,291	(79,500)	155,369	128,850
FUND BALANCE, JULY 1, 2021	47,471	315,648	105,029	15,096	582,725	821,382	1,887,351
FUND BALANCE, JUNE 30, 2022	$ 49,162	$ 343,382	$ 125,294	$ 18,387	$ 503,225	$ 976,751	$ 2,016,201

CANDLER COUNTY, GEORGIA
DRUG ABUSE TREATMENT AND EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fees, fines and forfeitures	$ 5,000	$ 3,709	$ (1,291)
Interest	75	96	21
Total revenues	5,075	3,805	(1,270)
EXPENDITURES			
Current:			
Public safety	-	2,114	(2,114)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ 5,075	1,691	$ (3,384)
FUND BALANCE, BEGINNING OF YEAR		47,471	
FUND BALANCE, END OF YEAR		$ 49,162	

CANDLER COUNTY, GEORGIA
E-911 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Charges for services	$ 180,000	$ 192,536	$ 12,536
Interest	2,500	1,200	(1,300)
Total revenues	182,500	193,736	11,236
EXPENDITURES			
Current:			
Public safety	182,500	166,002	16,498
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	27,734	$ 27,734
FUND BALANCE, BEGINNING OF YEAR		315,648	
FUND BALANCE, END OF YEAR		$ 343,382	

CANDLER COUNTY, GEORGIA
JAIL STORE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for services	$ -	$ 18,913	$ 42,026	$ 23,113
Interest	-	-	55	55
Total revenues	-	18,913	42,081	23,168
EXPENDITURES				
Current:				
Public safety	-	18,867	20,824	(1,957)
Capital outlay	-	46	992	(946)
	-	18,913	21,816	(2,903)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	$ -	20,265	$ 20,265
FUND BALANCE, BEGINNING OF YEAR			105,029	
FUND BALANCE, END OF YEAR			$ 125,294	

CANDLER COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fees, fines and forfeitures	$ -	$ 10,849	$ 10,849
EXPENDITURES			
Current:			
Judicial	-	7,558	(7,558)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	3,291	$ 3,291
FUND BALANCE, BEGINNING OF YEAR		15,096	
FUND BALANCE, END OF YEAR		$ 18,387	

CANDLER COUNTY, GEORGIA
LOCAL MAINTENANCE AND IMPROVEMENT GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	$ 405,287	$ 525,801	$ 446,340	$ (79,461)
Interest	1,000	1,000	1,035	35
Total revenues	406,287	526,801	447,375	(79,426)
EXPENDITURES				
Capital Outlay	406,287	526,801	526,875	(74)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	$ -	(79,500)	$ (79,500)
FUND BALANCE, BEGINNING OF YEAR			582,725	
FUND BALANCE, END OF YEAR			$ 503,225	

CANDLER COUNTY, GEORGIA
SHARED SERVICE DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	$ 633,000	$ 633,000	$ 661,225	$ 28,225
Licenses and permits	26,300	26,300	34,945	8,645
Charges for services	340,000	340,000	392,086	52,086
Interest	1,500	1,500	1,903	403
Total revenues	1,000,800	1,000,800	1,090,159	89,359
EXPENDITURES				
Current:				
General government	125,926	125,926	43	125,883
Public safety	300,574	337,195	337,195	-
Public works	367,500	367,500	348,371	19,129
Culture and recreation	52,072	52,072	52,072	-
Housing and development	154,728	197,258	197,109	149
	1,000,800	1,079,951	934,790	145,161
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	$ (79,151)	155,369	$ 234,520
FUND BALANCE, BEGINNING OF YEAR			821,382	
FUND BALANCE, END OF YEAR			$ 976,751	

CANDLER COUNTY, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022

	Tax Commissioner	Probate Court	Clerk of Courts	Magistrate Court	Sheriff	Total
ASSETS						
Cash	$ 270,784	$ 5,146	$ 118,850	$ 9,924	$ 76,669	$ 481,373
TOTAL ASSETS	$ 270,784	$ 5,146	$ 118,850	$ 9,924	$ 76,669	$ 481,373
LIABILITIES						
Due to other governments	$ 167,993	$ 519	$ 5,538	-	-	$ 174,050
Due to other entities and individuals	45,282	4,627	24,387	$ 9,924	-	84,220
TOTAL LIABILITIES	213,275	5,146	29,925	9,924	-	258,270
NET POSITION						
Restricted for individuals, organizations, and other governments	57,509	-	88,925	-	$ 76,669	223,103
TOTAL NET POSITION	$ 57,509	$ -	$ 88,925	$ -	$ 76,669	$ 223,103

CANDLER COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Tax Commissioner	Probate Court	Clerk of Courts	Magistrate Court	Sheriff	Total
ADDITIONS						
Tax collections for other governments	$ 7,153,044	-	$ 78,250	-	-	$ 7,231,294
Fees, fines, and forfeitures	-	$ 35,986	253,445	$ 9,343	$ 35,000	333,774
Court judgements/assessments	-	-	-	48,864	-	48,864
Interest	7	-	51	-	-	58
Total additions	7,153,051	35,986	331,746	58,207	35,000	7,613,990
DEDUCTIONS						
Payments to other governments	7,104,873	-	98,101	-	-	7,202,974
Payments to other entities and individuals	58,272	35,986	235,966	58,207	-	388,431
Total deductions	7,163,145	35,986	334,067	58,207	-	7,591,405
Net increase (decrease) in fiduciary net position	(10,094)	-	(2,321)	-	35,000	22,585
NET POSITION - JULY 1, 2021	67,603	-	91,246	-	41,669	200,518
NET POSITION - JUNE 30, 2022	$ 57,509	$ -	$ 88,925	$ -	$ 76,669	$ 223,103

CANDLER COUNTY, GEORGIA
SCHEDULE OF PROJECTS PAID
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2022

2011 Special Sales Tax

Project	Original Estimated Cost	Current Estimated Cost	Expenditures: Prior Years	Expenditures: Current Year	Expenditures: Total	Estimated Percentage of Completion
Public buildings projects	$ 575,000	$ 371,027	$ 371,027	-	$ 371,027	100%
Recreation department projects	260,000	278,008	278,008	-	278,008	100%
Retirement of prior year debt	303,320	306,502	306,502	-	306,502	100%
Public works projects	15,000	559	559	-	559	100%
Road maintenance/improvements	469,930	22,000	22,000	-	22,000	100%
New equipment	2,408,750	3,083,955	3,063,360	$ 20,595	3,083,955	100%
Candler County Industrial Authority	500,000	500,000	500,000	-	500,000	100%
City of Metter	2,880,000	2,883,410	2,883,410	-	2,883,410	100%
Town of Pulaski	288,000	288,331	288,331	-	288,331	100%
	$ 7,700,000	$ 7,733,792	$ 7,713,197	$ 20,595	$ 7,733,792	100%

2018 Special Sales Tax

Project	Original Estimated Cost	Current Estimated Cost	Expenditures: Prior Years	Expenditures: Current Year	Expenditures: Total	Estimated Percentage of Completion
Retirement of general obligation debt	$ 1,600,000	$ 1,600,000	$ 912,561	$ 358,757	$ 1,271,318	79%
Capital improvements and equipment for County buildings	200,000	352,129	180,295	171,834	352,129	100%
Roads and bridges	1,424,000	1,424,000	67,614	270,913	338,527	24%
Recreation department projects	250,000	250,000	2,650	58,515	61,165	24%
Public works projects including solid waste collection/disposal	50,000	50,000	-	-	-	0%
Sheriff's department projects	250,000	441,562	233,367	208,195	441,562	100%
Radio communication equipment	720,000	756,919	582,448	174,471	756,919	100%
County general vehicles	150,000	150,000	-	-	-	0%
Computer equipment	20,000	79,340	24,403	54,937	79,340	100%
Public safety projects	240,000	240,000	27,521	-	27,521	11%
Candler County Industrial Authority	500,000	500,000	-	-	-	0%
City of Metter	2,360,000	2,360,000	1,460,098	574,011	2,034,109	86%
Town of Pulaski	236,000	236,000	146,009	57,401	203,410	86%
	$ 8,000,000	$ 8,439,950	$ 3,636,966	$ 1,929,034	$ 5,566,000	66%

Reconciliation of current year expenditures to Statement of Revenues, Expenditures and Changes in Fund Balances:

Total 2018 SPLOST fund expenditures per Statement of Revenues, Expenditures and Changes in Fund Balances	$ 2,080,731
Less proceeds from note payable for solid waste equipment	(151,697)
Total current year expenditures per above	$ 1,929,034

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

To the Board of Commissioners
Candler County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Candler County, Georgia, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Candler County's basic financial statements and have issued our report thereon dated June 14, 2023. Our report includes a reference to other auditors who audited the financial statements of the Candler County Board of Health and the Candler County Hospital Authority, as described in our report on Candler County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a deficiency in internal control, described below, that we consider to be a material weakness.

2022-1 Receipts not deposited timely by Magistrate Court's office

Condition: During our audit we noted that certain checks received by the Magistrate Court were never deposited into the bank account and were never entered into the accounting system. The checks are considered to be stale dated and can no longer be deposited at the bank. As a result, these funds are not available to be disbursed by the Magistrate Court to the County and other entities that should have ultimately received the funds.

County Response and Planned Corrective Actions: We concur with this finding, and we will implement procedures to establish a process for ensuring receipts are entered into the accounting system and deposited into the bank in a timely manner to ensure funds can then be disbursed to the appropriate entity.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Candler 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.*

Candler County, Georgia's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Candler County, Georgia's response to the findings identified in our audit and described above. Candler 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.

Lanier, Deal, Proctor & Bloser

Statesboro, Georgia
June 14, 2023