HABERSHAM COUNTY, GEORGIA

Comprehensive Annual Financial Report

For the fiscal year ended June 30, 2019

Prepared by: Finance Department

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Part I

Introductory Section

HABERSHAM COUNTY
GEORGIA | Est. 1818

HABERSHAM COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 2019

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Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Habersham County

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morrill

Executive Director/CEO

BOARD OF COMMISSIONERS



Chairman Stacy Hall
District 1



Vice-Chairwoman Natalie Crawford
District 4



Dustin Mealor
District 2



Jimmy Tench
District 3



Ed Nichols
District 5

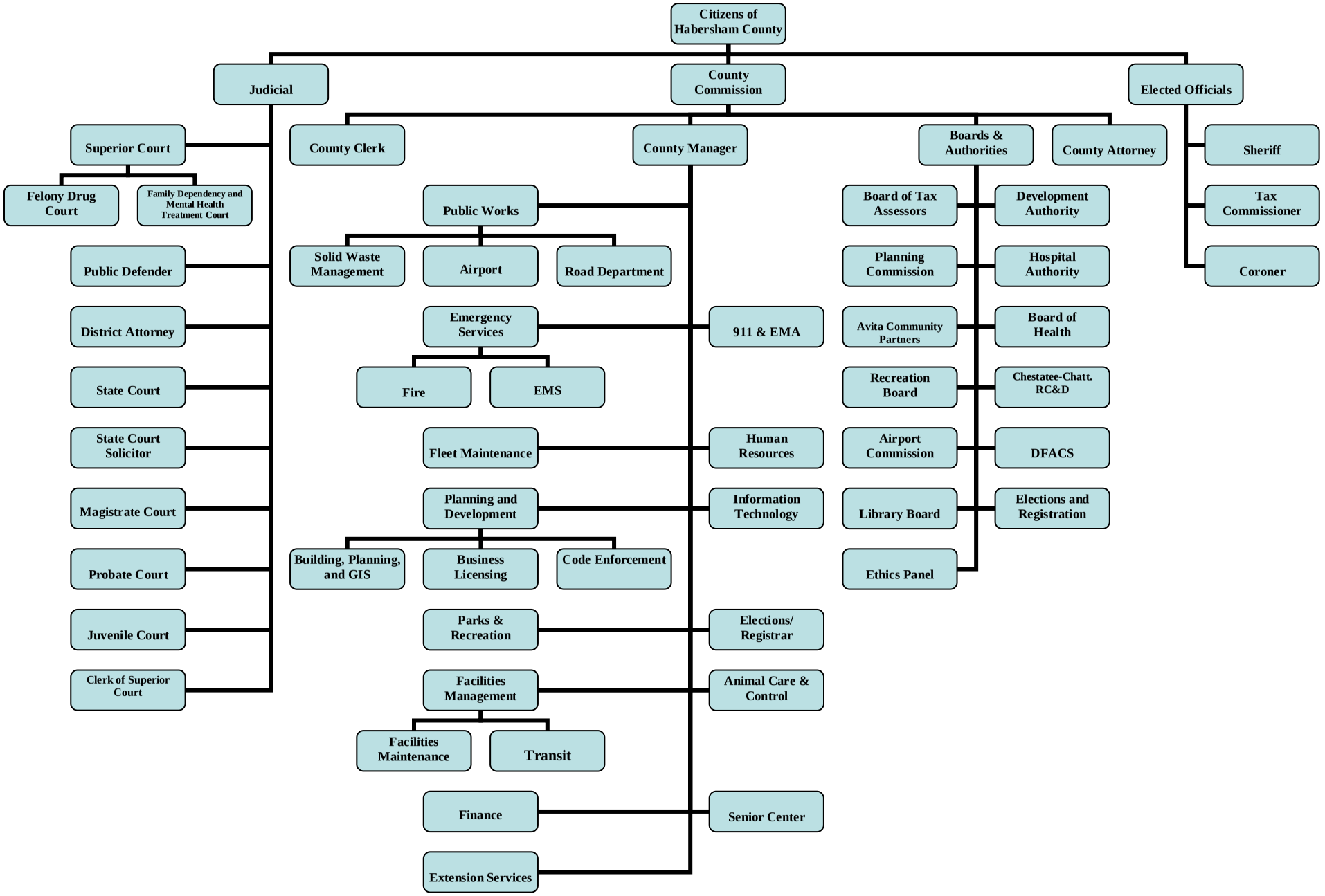
ELECTED OFFICIALS

Russell W. Smith	Chief Judge, Superior Court	June Black-Warren	Tax Commissioner
Chan Caudell	Judge, Superior Court	Kasey C. McEntire	Coroner
David Wall	Clerk of Superior Court	Joey Terrell	Sheriff
M. Steven Campbell	Chief Judge, State Court	Pamela F. Wooley	Probate Judge
George Christian	District Attorney	Gerald Johnson	Chief Magistrate
William Oliver	Solicitor General		

COUNTY ADMINISTRATION

Phillip Sutton	County Manager	Lynn Smith	E-911 & Emergency Management Director
Donald Hunt	County Attorney	Chad Black	Emergency Services Director
Lindsay Underwood	County Clerk	Madi Nix	Animal Care & Control Director
Heidi Hook	Finance Director	Beth Pelaccio	Accountability Courts Director
Vinitha Robinson	Human Resources Director	Nichole Carswell	Juvenile Court Judge
Tracy Williamson	Information Technology Director	Laurel Ellison	Chief Registrar & Elections Supervisor
Mike Beecham	Planning and Development Director	Joan Church	Chief Tax Appraiser
Derick Canupp	Public Works Director	Kurt Cooper	Parks & Recreation Director
Mike Bramlett	Facilities Management Director	Kathy Holcomb	Senior Center Director
Steve Seabolt	Fleet Maintenance Director	Steven Patrick	County Extension Coordinator

Habersham County Organizational Chart



HABERSHAM COUNTY
GEORGIA | Est. 1818

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Transmittal Letter

The Honorable Chairman and
Members of the Board of Commissioners:

October 31, 2019

Introduction

I am pleased to present the Annual Financial Report for fiscal year ending June 30, 2019 for Habersham County, Georgia. Georgia law requires all local governments with a population of 1,500 persons or more, or expenditures of $300,000 or more, to prepare an annual audit report that contains basic financial statements and the opinion of an external auditor; then to submit the annual audit report to the Georgia Department of Audits and Accounts within 180 days of the local government's fiscal year end. The accuracy of data, thoroughness, and fairness of presentation, including all disclosures of the Annual Financial Report, remain the responsibility of the local government. I believe the data presented to be accurate in all material aspects, and the presentation to fairly represent the financial position and operational result of Habersham County, Georgia as measured by the financial activity of its various funds. The County has established, and maintains, internal controls to protect the government's assets from loss, theft, misuse, or misrepresentation. These internal controls provide reasonable, rather than absolute assurance, that the financial statements will be free from material misstatement as the cost of internal controls should not outweigh their benefits.

The government-wide financial statements report information on the non-fiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which are normally supported by tax and intergovernmental revenues, and other non-exchange transactions are reported separate from business-type activities which rely on fees and charges to external customers for support. As required by generally accepted accounting principles, the financial statements of the reporting entity include those of Habersham County (the primary government) and its component units.

Rushton & Company, LLC, has issued an unmodified opinion on the Habersham County, Georgia Annual Financial Report for the fiscal year ended June 30, 2019. That opinion is located at the beginning of the financial section of this report. Management's Discussion and Analysis immediately follows the independent auditor's opinion and provides an analysis of the general government and enterprise activities for the fiscal year, an overview of capital assets and debt administration, and economic condition and outlook. Other unaudited supplementary information includes a statistical section which offers operational, economic, and historical data that provides a context for assessing a government's economic condition.

This audit report has been performed in compliance with the *Government Auditing Standards*. Reports included in the Compliance/Single Audit Section are:

- The 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;
- Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance;
- Schedule of Expenditures of Federal Awards;
- Schedule of Findings and Questioned Costs for the current and prior year;
- Schedule of Management's Corrective Action.

The State of Georgia also requires additional reports related to Schedule of Projects Financed with Special Purpose Local Options Sales Tax, they are located at the end.

Reporting Entity

Habersham County's governing authority is the Habersham County Board of Commissioners. Habersham County is divided into five districts; the five members of the Board of Commissioners are elected at-large for staggered, four-year terms. The chairman and vice-chairman of the Board of Commissioners are elected by the Board annually at their January meeting. The general duties of the Commissioners are:

- To enact resolutions and ordinances for the general health, safety and welfare of the residents of Habersham County
- To levy taxation when necessary to finance the operation of county government
- To plan for future public service needs
- To provide necessary services to safeguard the well-being and safety of county residents

County Commissioners have authority over the construction and maintenance of county roads, election facilities and equipment, the airport, and parks and recreational facilities. The Commission's taxing power allows the County to have law enforcement, fire and emergency medical services, patrol cars, courthouse, and jail. The Board selects a County Manager to run the day-to-day operations of the County. The County Manager serves at-will for the Board as a contractual employee. The County Manager is the Chief Administrative Officer and Budget Officer for the County.

Economic Condition & Outlook

Habersham County is well positioned for economic growth and prosperity. We have experienced moderate recovery since the 2008 recession. Housing and commercial construction have risen throughout this year, and retail sales have increased by 7% over the prior year.

Habersham County continues to take steps to improve in the future, thereby improving our citizens' lives. With one of the area's newest industrial parks, Habersham County has over 120 acres available offering ample choices for nearly all types of business and industry. Nine building pads have been graded and all utilities, including fiber optic, are available. The County has begun designing the expansion of the Airport Industrial Park and is pursuing the purchase of future industrial sites. Lastly, we have worked with federal and state partners to extend the runway of the Habersham County Airport to 5,500 feet to handle jet traffic. A parallel taxiway extension project and new terminal building were completed during FY2019.

The total General Fund balance as of June 30, 2019 was $5,855,959 vs. $5,687,891 in FY2018, an increase of $168,080. The unrestricted fund balance is $5,303,040 vs. $5,179,863, an increase of $123,177. The unassigned fund balance was $4,179,973. The unrestricted fund balance represents 23% of the FY2019 original budget, which exceeds the Habersham County Fund Balance Policy minimum of 17%. The Unrestricted Fund balance includes $623,924 which has been assigned to future Employee Health Benefit payments. Also, $499,143 has been assigned to fund capital projects in the subsequent year's budget. As in the past, a prior year fund balance has been budgeted for non-recurring CIP expenditures. The unrestricted fund balance serves as a useful measure of a government's net resources available for spending at the end of a fiscal year.

During FY2019, Habersham County continued to provide services by meeting budgetary challenges with deliberated solutions. As in previous years, there was need for additional positions and market-comparable salaries for numerous departments. The FY2019 Budget increased public safety staffing and wages by $1.3 million in response to the rising wages in the local labor market and pay adjustments made by surrounding counties. The efforts to retain employees in the public safety areas that historically had high turnover rates proved successful as the Jail Staff turnover has been reduced to 28% from a previous turnover rate of 50%; and the Sheriff's law enforcement turnover has been reduced to 5% from a previous turnover rate of 24%. While these were significant adjustments, the increases only help make Habersham County competitive with the

average wages of surrounding counties and cities. Fortunately, through budget reductions and savings in other areas, the net increase to the millage rate for the FY19 year was approximately $436,000 or 0.367 mils.

While financial resources continue to present challenges in providing critical and desired services within Habersham County, there were many accomplishments made throughout the County that should be celebrated. FY2019 held many significant accomplishments including construction projects and operational improvements throughout all departments.

FY2019 Accomplishments: Major Construction Projects

Administration Building: In March 2019, Habersham County completed the construction of a 26,130 square foot "one stop" campus which provides residents and businesses with a single location to handle most of their interactions with Habersham County government. The combined location of the offices provides improved ease of communication and efficiencies for County employees and citizens.

Airport: The new Airport Terminal, with a Jet parking area, was completed in December 2018. A new fuel center was completed in spring 2019. The taxiway extension project was substantially completed in FY2019. Throughout all four phases, approximately 1,090,550 cubic yards of dirt were moved for an approximate cost of $24,280,346; 90% of funding for this project was provided by the FAA and 5% of the funds were provided by GDOT.

1. The new Airport Terminal is 3,000 square feet and features state-of-the art amenities. The project was primarily funded with DOT funds and additional funding came from SPLOST VI. Local contractors were used for approximately 70% of the work. The facility includes an aviation training room, conference room, pilots' lounge, and breakroom.
2. The Obstructions Survey to identify high ground and penetrations to the approach path has been completed. Mitigation of identified obstructions will determine the next Airport Improvement projects.

Senior Wellness Center: In May 2019, Habersham County completed construction of a 5,214 square foot Senior Wellness Center. This project doubled the capacity of our Senior Center, particularly increasing space for exercise classes. The project was funded primarily by a $750,000 CDBG Grant. The new Senior Wellness Center has allowed for the expansion of the senior center programs which were being constrained by the lack of adequate space.

LMIG: The LMIG 2017-2 OSS (137) project, funded 70% by GDOT for 50.04 miles of signs and striping in Habersham County, was completed in FY2019. Additionally, roadway resurfacing projects for 2019 consisted of milling, patching, leveling, and resurfacing a total of 11.83 miles of County roads. The GDOT LMIG Grant was $697,874 and the total project value was $1,464,166. The City of Cornelia and Town of Mt. Airy requested Habersham County include Keller Rd., J. Warren Rd., and Chase Rd. into our project list. The three city roads combined represent 1.51 miles of roads.

Airport Road Extension: The Road Department began construction of the new Airport Road extension from the terminal driveway to Industrial Park Road. Construction included removing the intersection of Airport Road and the former Runway Drive. By removing the intersection, the new road will become an extension of Airport Road and will provide all pads within the industrial park frontage along a completed road.

Industrial Park: In April 2019, water and sewer installation within the Industrial Park was completed. Habersham County received a $300,000 reimbursement grant from the Appalachian Regional Commission for the project. Pads 1, 2, 6, and 9 have sold. Pad 2, owned by Steel Cell, is currently under construction as they expand their business. That construction is expected to be complete by the end of 2019. The Miller Logistics property also sold in FY2019 for $560,000. The Reed property is currently in the design phase. Once design of the Reed property is complete, construction funding options will be investigated. The Windstream Land Swap has been finalized and grading on pad 10 is expected in 2020. Once graded, pad 10 will be a prime site in the Airport Industrial Park.

Landfill Cell 5: In May 2019, the Landfill Cell 5 construction bid was awarded, and construction time is 165 days. After completion of Cell 5, and once cell 5 is full, cells 3, 4, and 5 will be used as a platform to vertically expand the Landfill to accommodate the needs of the County until 2052.

Other Accomplishments

Airport: Air Life Georgia has committed to a 5-year lease agreement for the old airport terminal. This community-based air ambulance program will provide our citizens with the best opportunity to reach a trauma center within the critical golden hour and help reduce response times during life threatening emergencies. Air Life Georgia will provide air medical services 24/7/365 to Habersham County and the surrounding areas. Additionally, the United States Forestry Service has contracted with Habersham County to use the airport as a home base while their helicopter contract is active. USFS personnel and the contracted helicopter provide services that primarily include fire suppression, controlled burns, and wildlife resources.

Parks and Recreation: Habersham County Parks and Recreation Department received two state awards from the Georgia Recreation and Parks Association (GRPA). Mr. Anthony Rabern, received the award for State Volunteer of the Year for Class B and the Parks and Recreation Department was awarded the Special Event of the Year award for their "Swing into Spring Scholarship Tournament."

Animal Care & Control: Madi Nix, Director of Animal Care & Control, was named Citizen of the Year by the Habersham County Chamber of Commerce in December 2018. Additionally, Ms. Nix was the recipient of the Lifesaving Luminary Award given by the Best Friends Animal Society.

Finance: Habersham County's Fiscal Year 2019 Budget received a Distinguished Budget Presentation Award from the Government Finance Officers Association (GFOA); and the Comprehensive Annual Financial Report for FY2018 received a Certificate of Achievement for Excellence in Financial Reporting from the GFOA.

E-911 & Emergency Management: Lynn Smith, E911/EMA Director, became a Certified Public-Safety Executive of the Association of Public-Safety Communication Professionals International and Habersham County met the Incentive Standards Outlined in the Georgia Emergency Management Agency/Homeland Security Federal-State-Local Disaster Match Policy, qualifying the County for a reduced local match requirement for public assistance programs.

Federal and State Grants: FY2019 was a continuation of the recent success in obtaining and executing grant related projects. During FY2019 we received $8,348,851 in State and Federal Grants which was expended for 45 grant funded projects. There were 17 state grant items covering an assortment of departments for a total of $2,250,776 state grants. Federal grant expenditures totaled $6,098,075, including 28 federal grant projects. Some state and federal grants overlapped such as the GEMA and FEMA grants and the FAA Airport projects.

Emergency Services: In April of 2019, Habersham County Fire Services received the results from the Insurance Services Office (ISO) evaluation for our Public Protection Classification (PPC) survey. As of July 1, 2019, all residents within 5 miles of a fire station will receive a class 5 rating due to the Fire Department's successful completion of its water supply shuttle service. The county water shuttle rating reduces the former 5/9 ISO rating for areas without an adequate water supply to a 5 overall, so residents who are not on public water have the same ISO rating as residents and businesses who are on public water. This will allow a major savings in property insurance rates for residents that were previously in the ISO 9 category. The new ISO rating will reduce property insurance for a $200,000 home from $2,750 to $1,214, a savings of $1,548.

Transit: Habersham County Transit operates two vehicles that provide transportation throughout the work week. Approximately 8,419 annual trips were taken by citizens utilizing this service to travel 65,906 miles within Habersham County.

Initiatives and Foresight:

An examination of these financial statements compared to the prior year shows that, in some cases, we have eliminated or reduced our reliance on General Funds to support some Special Revenue and Enterprise Fund programs. For example, the Airport, Landfill, and Development Authority have become self-supporting programs from an operating expense standpoint. Due to an increase in their self-generated income, Transit, Parks & Recreation and Animal Control have seen a significant decrease in the amount of support required from the General Fund.

In the future, we will continue to focus on:

1. Professional Service Delivery: Ensure that County services are delivered in a professional and courteous manner and enhance the efficiency and effectiveness of services provided to the citizens of Habersham County.

2. Innovative Budget Reporting: Develop and present a budget that is forward looking in funding the delivery of County services. Find innovative funding options for new capital equipment. Building maintenance will continue to be a budgeting challenge in future years.

3. Work Force Stabilization: A strategic goal of the FY2019 budget is to improve wage and benefit structures to attract and retain trained, professional staff, and reduce turnover rates in County departments. Economic pressures require us to invest more to recruit and retain personnel with valuable training and experience to ensure that a high level of professional service is provided.

4. Employee Benefit Cost Stabilization: The costs of employee health benefits and pension benefits continue to rise. We will continue to monitor the results of implementing the self-insured health benefit program, which has greatly reduced growth in the rising costs of health benefit expenses for the County.

5. Jail Construction: Considering the Public Jail Bond Referendum to authorize the was new jail bond was voted down we need to consider the alternative action needed to deal with the growth in the jail population and compliance issues in the current jail.

6. Airport Construction Project: The CIP will focus on continuing with obstruction clearing and building new T-Hangars and raise lease rates on current hangars to comparable market rates. The Airport Commission is developing a Minimum Standards document in anticipation of future growth to specify guidelines that will make it easier for businesses to operate at the airport

7. Economic Development: Habersham County's commitment to the Economic Development Council and economic development efforts county wide continue to be a high priority.

Financial management of Habersham County's government is a group effort encompassing each department director and elected official's input. The County's favorable financial position illustrates by the Counties excellent Bond credit rating Aa3 and the continual growth in the County's fund balance. I would like to thank everyone that has participated in this process.

Sincerely,



Phil Sutton, County Manager

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Part II

Financial Section

HABERSHAM COUNTY
GEORGIA | Est. 1818

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Independent Auditor's Report

Honorable Chairman and Members
of the Board of Commissioners
Habersham County, Georgia

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Habersham County Health Department, a component unit of Habersham County, Georgia, which represent 25.8 percent, 11.3 percent, and 72.8 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Habersham County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Habersham County, Georgia, as of June 30, 2019, and the respective changes in the financial position and, where applicable, cash flows, and the budgetary comparison of the General Fund and Emergency Medical Services Special Revenue Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information on pages 4 through 15 and 78 through 81, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Habersham County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules and the state reporting section with the schedule of projects financed with special purpose local option sales tax are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the financial statements.

The combining and individual fund financial statements and schedules, the schedule of projects financed with special purpose local option sales tax, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules, schedule of projects financed with special purpose local option sales tax, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

We also have previously audited, in accordance with auditing standards generally accepted in the United States, Habersham County, Georgia's basic financial statements for the year ended June 30, 2018, which are not presented with the accompanying financial statements. In our report dated November 8, 2018, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Habersham County, Georgia's basic financial statements as a whole. The combining and individual fund financial statements and schedules related to the 2018 financial statements are presented for the purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules related to the 2018 financial statements are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the 2018 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2018 combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2019, on our consideration of Habersham County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 results of that testing, and not to provide an opinion on the 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 Habersham County, Georgia's internal control over financial reporting and compliance.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
October 31, 2019

HABERSHAM COUNTY
GEORGIA | Est. 1818

Office of Commissioners
Finance Department
130 Jacob's Way, Suite 302, Clarkesville, GA 30523
706-839-0200 Fax: 706-839-0219
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MANAGEMENT'S DISCUSSION AND ANALYSIS

Habersham County management is proud to present this narrative discussion and analysis of Habersham County's financial performance for the fiscal year ended June 30, 2019. This report is drafted annually to provide readers of financial statements with information that will help them make timely and meaningful financial decisions or draw conclusions about Habersham County. As required by the Governmental Accounting Standards Board (GASB) Statement No. 34, this discussion and analysis affords comparisons with the previous fiscal year.

Financial Highlights

- Habersham County's assets exceeded its liabilities at June 30, 2019 by $81,745,449 (*net position*). Of this amount, $4,466,518 is reported as unrestricted net position. This is an increase of $945,734 from the previous fiscal year for unrestricted. Total net position increased by $6,203,419 from the previous fiscal year.

- As of June 30, 2019, Habersham County's governmental funds reported combined ending fund balances of $9,892,477. Approximately 41% of this total amount, or $4,036,967, is reported as unassigned and available for spending at the Board's discretion. Approximately 13% or $1,335,194, is restricted for capital outlay. Information about Habersham County's Policy on Fund Balance can be found in Note 2P in the *Notes to the Financial Statements* beginning on page 47.

More detailed information regarding these activities and funds begins on page 16.

Overview of the Financial Statements

This discussion and analysis narrative is intended to serve as an introduction to Habersham County's basic financial statements. Habersham County's basic financial statements are composed of three elements: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains required supplementary information in addition to our basic financial statements.

Government-wide Financial Statements (Reporting the County as a whole)

The focus of the government-wide financial statements is on the overall financial position and activities of Habersham County and is designed to provide a broad overview of the County's financial activities in a manner similar to a private business enterprise.

The County's government-wide financial statements include the Statement of Net Position and the Statement of Activities. These two statements report information about Habersham County using the accrual basis of accounting, which is similar to the accounting used by non-public businesses. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The purpose of the ***Statement of Net Position*** (pages 16-17) is to report all of the assets held and liabilities owed by the County as well as the deferred outflows and inflows of resources. The County reports all of its assets when it acquires ownership over the assets and reports all of its liabilities when they are incurred. The difference between the total assets, deferred outflows of resources, total liabilities, and deferred inflows of resources is labeled *net position*. While the purpose of County Government is not to accumulate net position, as this amount increases it can indicate the strength of the County's financial position as a whole. When this amount decreases it can indicate a weakening of the County's financial position.

The ***Statement of Activities*** (page 18) presents the revenues and expenses of the County. Under the accrual basis of accounting, revenues are recognized when earned and expenses when incurred in this statement. Thus, revenues are reported even when they may not be collected for several weeks after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period. The difference is described as *change in net position*. The Statement of Activities primary focus is on the *net cost* of various activities provided by the County and identifies the extent to which each function of the County draws from general revenues or is self-financing through user fees, special revenues, grants, or other sources.

In the Statement of Net Position and the Statement of Activities, we divide Habersham County into three types of activities:

- ***Governmental activities*** – Most of the County's basic services are reported under this category which includes: judicial, public safety, public works, and general administration. Taxes such as: real property, sales, insurance premium and intangible finance most of these services.

- ***Business-type or Enterprise activities*** – The County charges fees to customers to assist in recovering the cost for providing certain services. The County's solid waste tipping fees, transit system fees, and airport fuel sales receipts are reported in this category.

- ***Discretely Presented Component Units*** – A component unit is a legally separate organization for which the elected officials of the County can be financially accountable. The Habersham County Development Authority, and the Habersham County Health Department, although legally separate, function for all practical purposes as departments of Habersham County and have been included as an integral part of the government.

The County's government-wide financial statements are presented on pages 16-18.

Fund Financial Statements (Reporting the County's Major Funds).
The focus of fund financial statements is directed at specific activities of the County and its most significant funds, not the County as a whole. A fund is an entity with a self-balancing set of accounts that the County uses to track specific resources and expenditures, either for management purposes or because of legal mandates. In addition to the major funds, individual fund data for the County's non-major funds can be found beginning on page 82. The County's funds are divided into three broad categories: governmental; proprietary; and fiduciary. They use different prescribed accounting methodologies.

- ***Governmental Funds*** – These funds account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on the short-term view of the County's general government operations and the basic services it provides. Governmental funds are reported using an accounting method called modified accrual, which measures cash and all other financial assets that can readily be converted to cash.

  Because the focus of the governmental fund financial statements is narrower than that of the government-wide financial statements and because of the different accounting methods used to prepare them, there are often significant differences between the totals presented in these financial statements. It is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By so doing, readers may better understand the long-term impact of the government's near-term financing decisions. An analysis of the balance sheet and the statement of revenues, expenditures, and changes in fund balances that reconciles the two statements are provided following each statement.

  Habersham County maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Emergency Medical Services, Hospital Debt Service, SPLOST #6, and Capital Improvements Fund which are considered major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements on pages 82-85 of this report.

  Habersham County adopts an annual appropriated budget for its General Fund and Emergency Medical Services Fund. A budgetary comparison statement has been included for the both funds to show the final result of actual revenues and expenditures as compared to the initial projections.

  The County's basic governmental fund financial statements are presented on pages 19-27 of this report.

- ***Proprietary Funds*** – When the County charges customers for the services it provides, whether to outside customers or internally to departments of the County, these services are generally reported in proprietary funds. The County maintains one type of proprietary funds: Enterprise Funds. These proprietary funds are prepared using the same accrual basis of accounting as the government-wide financial statements.

  Enterprise fund statements report the same functions presented in the business-type activities columns of the government-wide financial statements. Habersham County uses enterprise funds to account for its Solid Waste, Transit, and Airport functions.

  The County's proprietary fund financial statements are presented on pages 28-31.

  Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs and services. The accounting used for fiduciary funds is similar to that used for proprietary funds. Fiduciary funds are presented in the fund financial statements but are not reported in the government-wide financial statements. The fiduciary fund financial statements are presented on page 32.

Notes to the financial statements.
The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35-77 of this report.

Required Supplementary Information.
Other supplementary information includes combining financial statements for non-major governmental, proprietary, and fiduciary funds. These funds are added together by fund type and presented in single columns in the basic financial statements but are not reported individually, as with major funds, on the government-wide financial statements.

This report includes two schedules (pages 21 and 24) which reconcile the amounts reported on the governmental fund financial statements (modified accrual basis of accounting) with the governmental activities reported on the government-wide financial statements (accrual basis of accounting). The following summarizes the impact of transitioning from modified accrual to accrual accounting:

- Capital assets used in governmental activities on the government-wide statements are not reported on fund financial statements.
- Certain tax revenues that are earned, but not available, are reported as revenue on the government-wide statements but as deferred inflows of resources on the fund statements.
- Unless due and payable, long-term liabilities, such as lease obligations, compensated absences, bonds and notes payable, and others only appear as liabilities in the government-wide statements.

- Capital outlay spending results in capital assets on the government-wide statements but is reported as expenditures on the governmental fund financial statements.
- Certain other outflows represent either increases or decreases in liabilities on the government-wide statements but are reported as expenditures on the governmental fund financial statements.

Overview of the County's Financial Position and Operations

The County's overall financial position and operations for this fiscal year is summarized as follows based on the information included in the government-wide financial statements (see pages 16-18):

Habersham County
Net Position
Fiscal Years 2019 and 2018

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current assets	$ 13,312,363	$ 18,100,536	$ 3,185,495	$ 2,503,089	$ 16,497,858	$ 20,603,625
Capital assets	87,973,981	83,106,434	33,657,529	29,076,296	121,631,510	112,182,730
Other noncurrent assets	150,000	333,333	-	-	150,000	333,333
Total assets	101,436,344	101,540,303	36,843,024	31,579,385	138,279,368	133,119,688
Deferred Outflows of Resources						
Pension	1,039,214	292,179	28,339	8,917	1,067,553	301,096
Current liabilities	6,160,575	6,639,488	484,003	238,293	6,644,578	6,877,781
Noncurrent liabilities	46,139,968	45,822,400	4,614,148	4,556,916	50,754,116	50,379,316
Total liabilities	52,300,543	52,461,888	5,098,151	4,795,209	57,398,694	57,257,097
Deferred Inflows of Resources						
Pension	197,032	604,466	5,746	1,719	202,778	606,185
Net position:						
Net investment in capital assets	41,318,347	40,808,258	32,877,929	28,162,078	74,196,276	68,970,336
Restricted	3,082,655	3,050,910	-	-	3,082,655	3,050,910
Unrestricted	5,576,981	4,906,960	(1,110,463)	(1,386,176)	4,466,518	3,520,784
Total net position	$ 49,977,983	$ 48,766,128	$ 31,767,466	$ 26,775,902	$ 81,745,449	$ 75,542,030

Net position may serve over time as a useful indicator of a government's financial position. Assets for Habersham County exceeded liabilities by $81,745,449 at the close of fiscal year 2019. Approximately 91% of Habersham County's net position is reflected in its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt outstanding that was needed to construct or acquire them. The County uses capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position comprises 4% of total net position. This amount represents resources that are subject to external restrictions or enabling legislation on how they may be used.

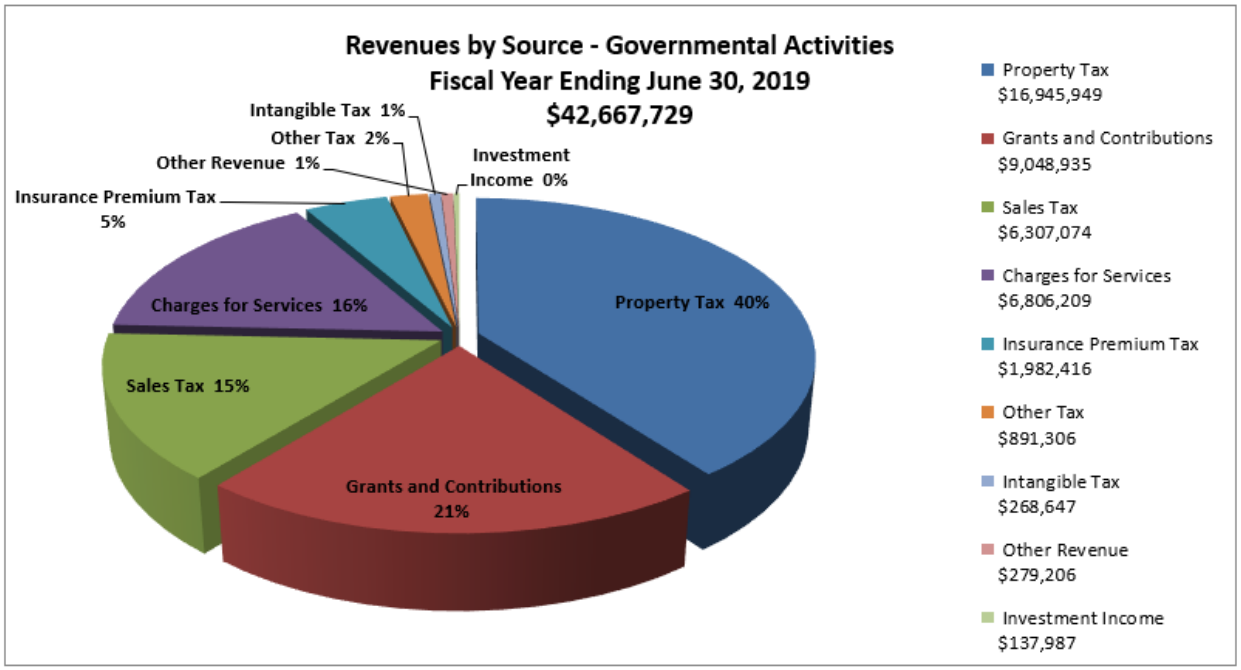
The following condensed financial information was derived from the government-wide Statement of Activities and reflects how Habersham County's net position changed during the fiscal year.

Habersham County
Changes in Net Position
Fiscal Years 2019 and 2018

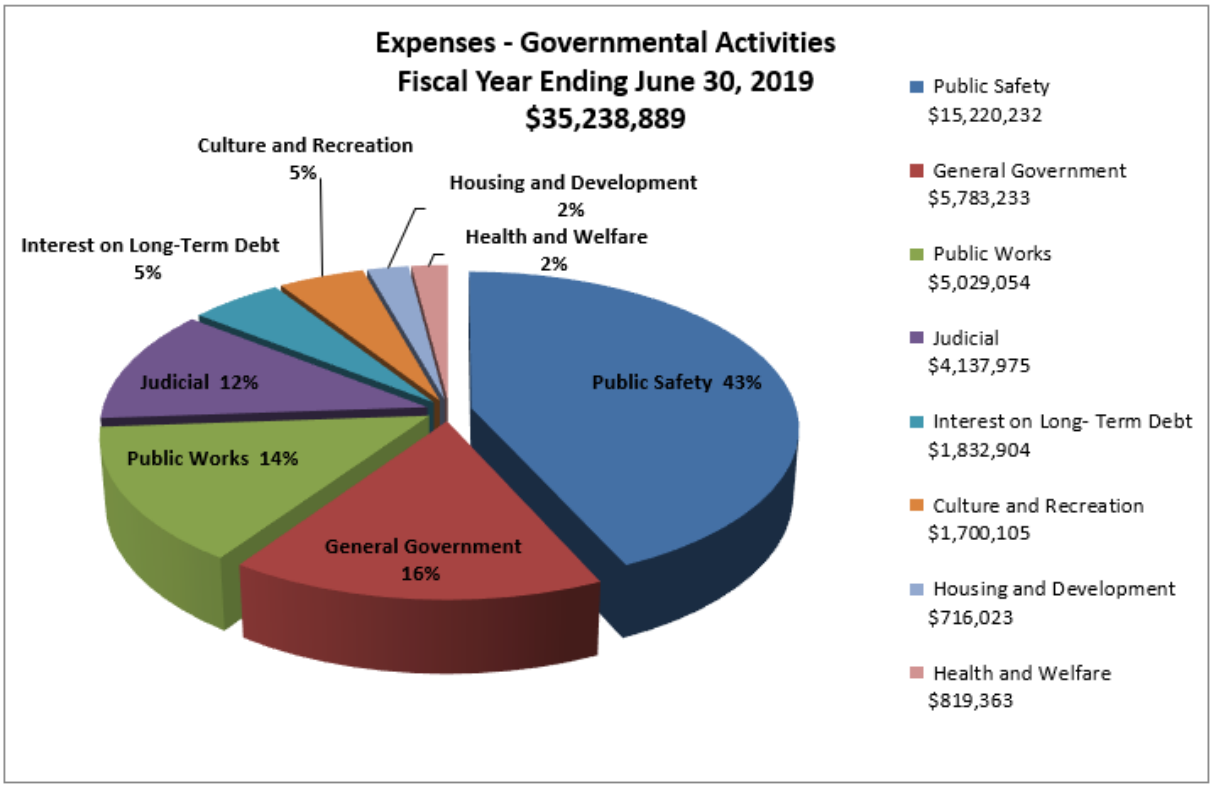
	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Revenues						
Program revenues:						
Charges for services	$ 6,806,209	$ 4,658,960	$ 1,936,948	$ 1,701,326	$ 8,743,157	$ 6,360,286
Operating grants and contributions	2,117,041	2,378,335	64,284	94,958	2,181,325	2,473,293
Capital grants and contributions	6,931,894	6,303,830	-	-	6,931,894	6,303,830
General revenues:						
Property tax	16,945,949	14,749,332	-	-	16,945,949	14,749,332
Sales tax	6,307,074	5,878,815	-	-	6,307,074	5,878,815
Intangible tax	268,647	215,337	-	-	268,647	215,337
Insurance premium tax	1,982,416	1,838,518	-	-	1,982,416	1,838,518
Other taxes	891,306	824,848	-	-	891,306	824,848
Interest & investment earnings	137,987	97,445	41,602	14,477	179,589	111,922
Other revenue	279,206	315,174	89,088	52,177	368,294	367,351
Total revenues	42,667,729	37,260,594	2,131,922	1,862,938	44,799,651	39,123,532
Expenses						
General government	5,783,233	5,080,150	-	-	5,783,233	5,080,150
Judicial	4,137,975	4,553,189	-	-	4,137,975	4,553,189
Public Safety	15,220,232	11,646,994	-	-	15,220,232	11,646,994
Public Works	5,029,054	5,164,091	-	-	5,029,054	5,164,091
Health and Welfare	819,363	742,309	-	-	819,363	742,309
Culture and Recreation	1,700,105	1,643,176	-	-	1,700,105	1,643,176
Housing and Development	716,023	1,235,707	-	-	716,023	1,235,707
Interest on long-term debt	1,832,904	1,762,062	-	-	1,832,904	1,762,062
Landfill			1,767,471	1,324,927	1,767,471	1,324,927
Transit	-	-	150,523	126,479	150,523	126,479
Airport	-	-	1,439,349	1,272,560	1,439,349	1,272,560
Total expenses	35,238,889	31,827,678	3,357,343	2,723,966	38,596,232	34,551,644
Increase (decrease) in net position before special items and transfers	7,428,840	5,432,916	(1,225,421)	(861,028)	6,203,419	4,571,888
Transfers	(6,216,985)	(5,511,254)	6,216,985	5,511,254	-	-
Increase (decrease) in net position	1,211,855	(78,338)	4,991,564	4,650,226	6,203,419	4,571,888
Net position - beginning (original)	48,766,128	48,844,466	26,775,902	22,125,676	75,542,030	70,970,142
Net position - ending	$ 49,977,983	$ 48,766,128	$ 31,767,466	$ 26,775,902	$ 81,745,449	$ 75,542,030

Governmental Activities –

The following chart illustrates revenues of the governmental activities for the fiscal year:



The following chart illustrates the expenses of the governmental activities for the fiscal year:



Business-Type Activities –

Business-type activities decreased Habersham County's net position by $1,343,621 or 5%, excluding transfers. This decrease is due in large part to an operating loss in the Airport Enterprise Fund related to depreciation. As of June 30, 2017, Airport Capital Assets were being reported in the Airport Enterprise Fund whereas in previous years they were reported in Governmental Activities. The amount of the transfers from the Governmental Activates to the Proprietary Funds was $6,216,985.

Financial Analysis of the County's Funds

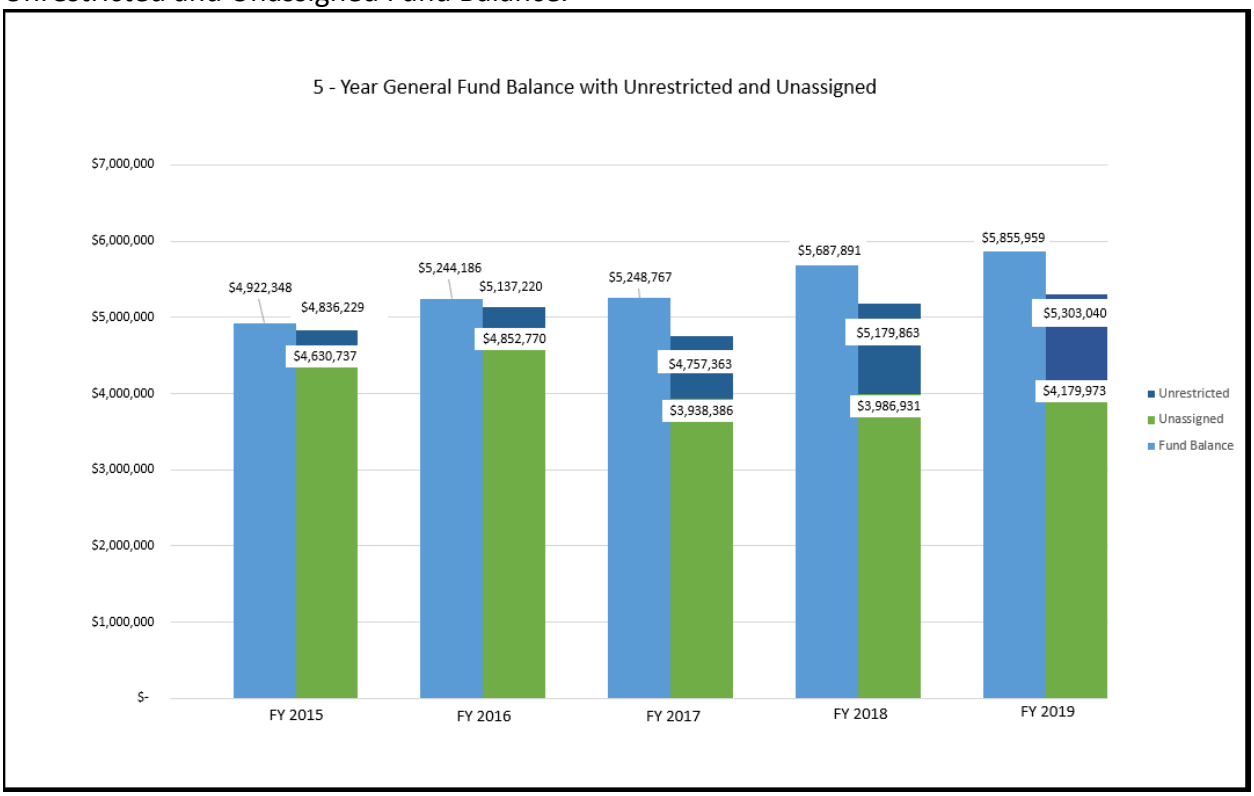
Habersham County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As the County completed this fiscal year, its governmental funds reported a combined ending fund balance of $9,892,477. Of this amount, $4,036,967 constitutes unassigned fund balance whereas unrestricted fund balance was $5,921,087.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the General Fund balance was $5,855,959, unrestricted fund balance was $5,303,040, and unassigned fund was $4,179,973. As a measure of the General Fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 71% of total fund balance in the General Fund. Unassigned fund balance represents 19% of total General Fund expenditures of $21,862,669, while total fund balance represents approximately 27% of that same amount. The County ended the fiscal year realizing an increase in the overall fund balance in the General Fund by $168,068, or approximately 3%. The County increased unassigned fund balance in the General Fund by $193,042 or 5%. Fund balances now includes an assignment to future employee health in the amount of $623,924. These funds were set aside but not utilized for health insurance coverage in FY18 and FY17. Additionally, $499,143 has been assigned to the FY20 budget to support one-time expenditures that do not increase recurring operating costs. The Habersham County Policy on fund balance defines the allowable uses of unreserved, undesignated fund balance in excess of 17% of the General Fund operating expenditures. Habersham County has maintained a percentage in excess of 17%, the minimum, for the last sixteen fiscal years. The unrestricted fund balance represents 24% of the FY19 operating expenditures. After assignments of future heath care and subsequent year's budget amounts, the unassigned fund balance represents 19% of the FY19 operating expenditures.

The following chart illustrates the 5-Year history of the General Fund Balance with Unrestricted and Unassigned Fund Balance.



General Fund Budget Highlights

The original budget for the General Fund was amended by various appropriations approved after the beginning of the fiscal year. Budgeted revenues and expenditures in total increased from original to final budgets. As expected, the County experienced an increase in revenues from the prior fiscal year. However, the County ended the fiscal year with revenues up from original budgeted expectations. The County ended the fiscal year with growth in the fund balance. Overall, the County had revenues and other financing sources in excess of expenditures and other financing uses.

Other Major Funds

In addition to the General Fund, Habersham County presents four other major governmental funds; Emergency Medical Services, Hospital Debt Service, SPLOST #6, and the Capital Improvements Fund. The Emergency Medical Services (EMS) fund was reported for the first time in FY18 and ended FY19 with a fund balance of $(87,663). The Hospital Debt Service ended FY19 with a fund balance of $1,606,236 a decrease of $83,134 from FY18. The SPLOST #6 ended FY19 with a fund balance of $1,335,194 a decrease of $31,159 from FY18. Whereas, the Capital Improvements fund balance decreased by $4,738,965 which is related to the construction of the Administration Building.

Nonmajor Governmental Funds

In addition to the General Fund and Other Major Funds listed in above, Habersham County has 9 additional Special Revenue funds and 1 additional Capital Projects fund.

Proprietary Funds. Habersham County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the County's three proprietary funds are listed below with the prior year for comparison:

Fund	FY2019 Unrestricted Net Position	FY2018 Unrestricted Net Position
Landfill	$(1,195,796)	$(1,454,009)
Transit	$(32,884)	$(21,233)
Airport	$118,217	$89,066

The Landfill Fund increased unrestricted net position by approximately $258,213 Post-closure care liability as of June 30, 2019 is $4,073,027 versus $3,750,996 as of the end of fiscal year 2018. This is an increase of $322,031, or 9%.

Capital Assets and Debt Administration

Capital Assets. Habersham County has invested $121,631,510 in capital assets (net of accumulated depreciation) compared to $112,182,730 in the previous fiscal year. This represents an increase of 8%. Approximately 72% of this investment is related to governmental activities and includes infrastructure, land, buildings, and machinery and equipment. Capital assets held by the County at fiscal year-end are summarized as follows:

Habersham County
Capital Assets (net of accumulated depreciation)
Fiscal Years 2019 and 2018

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Land	$ 5,230,578	$ 5,230,578	$ 2,974,778	$ 3,244,978	$ 8,205,356	$ 8,475,556
Construction in progress	9,173,935	2,933,413	8,065,611	8,773,363	17,239,546	11,706,776
Buildings	71,759,206	73,010,275	1,156,047	1,156,047	72,915,253	74,166,322
Land improvements	3,594,680	3,527,559	9,867,147	9,782,963	13,461,827	13,310,522
Machinery and equipment	3,343,894	3,461,776	1,915,137	2,334,062	5,259,031	5,795,838
Furniture and fixtures	4,189,122	3,785,247	-	-	4,189,122	3,785,247
Vehicles	6,901,208	7,456,136	460,668	426,423	7,361,876	7,882,559
Infrastructure	66,597,883	64,440,928	22,347,867	15,397,879	88,945,750	79,838,807
Total	170,790,506	163,845,912	46,787,255	41,115,715	217,577,761	204,961,627
Accumulated Depreciation	(82,816,525)	(80,739,478)	(13,129,726)	(12,039,419)	(95,946,251)	(92,778,897)
Net Capital Assets	$ 87,973,981	$ 83,106,434	$ 33,657,529	$ 29,076,296	$ 121,631,510	$ 112,182,730

Major capital asset expenditures during the current fiscal year for governmental activities included the following:

- Purchase of vehicles and heavy equipment for various departments
- Purchase of Emergency Management and Emergency Medical equipment
- Continuing road construction, road improvements, culvert repairs and bridge repairs
- Construction of the Administration Building
- Continuing improvements to the Airport

Additional information on Habersham County's capital assets can be found in Note 10 on pages 57-59 of this report.

Debt/Capital Leases. On June 30, 2019, Habersham County had a total debt balance outstanding for governmental activities in the amount of $45,772,248 as compared to $46,769,913 the previous fiscal year. Habersham County's outstanding debt for governmental activities has decreased by $997,665 during the fiscal year. At June 30, 2019 the balance on the Hospital Authority of Habersham County Taxable Revenue Anticipation Bond, Series 2014 was $37,461,449. The intergovernmental contract dated July 17, 2014 with the Hospital Authority of Habersham County allowed the Authority to request funds from the County up to $1,000,000. In April 2016, the County entered into a lending agreement for a line of credit in the original amount of $1,000,000. The balance of the note at June 30, 2019 is $473,896. Additionally, during fiscal year 2018 the County issued $6,380,000 Certificates of Participation, Series 2018, for the purpose of constructing an Administration Building. At June 30, 2019 the balance was $6,529,089.

Additional information on the County's long-term liabilities can be found in Note 12 and 13 on pages 61-64 of this report.

Economic Condition and Outlook

Habersham County continues to work to maintain healthy fund reserves and provide services to its citizens. The County is well positioned for economic growth and prosperity but has experienced moderate recovery since the 2008 recession. This slow economic growth has resulted in ongoing struggles in providing citizen services resulting in a heavy reliance on residential property taxes and Special Purpose Local Option Sales Tax (SPLOST) for infrastructure and facility improvements.

The following key issues and factors are considered in preparation of the budget:

- Housing and commercial construction has risen in the last year
- Retail Sales have increased by 7% over the prior year
- Rising costs related to more competitive labor market.

Habersham County has taken the following steps in an effort to change the economic development outlook and improve citizens' lives:

- Improvements in the 120 Acre Industrial Park have us well positioned with ten pads ready for development. Full utilities, including fiber optic internet, are available on all sites.
- Continuous support and increasing activity of the Economic Development Council and Development Authority.
- The Development Authority is currently designing an expansion of the Industrial Park while beginning long term planning to acquire and develop an additional park.
- Partnering with federal and state governments in order to extend the taxiway the full length of the 5,500 runway is complete. Recently completed airport improvements include construction of a new terminal building and new terminal apron.

Contacting the County

This financial report is designed to provide County citizens, taxpayers, customers, and creditors with a general overview of Habersham County's finances and to demonstrate the County's high level of accountability for the revenue it receives and the services it provides. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Finance
Habersham County
ATTN: Finance Director
130 Jacob's Way, Suite 302
Clarkesville, Georgia 30523
Email: hhook@habershamga.com

Administration
Habersham County
ATTN: County Manager
130 Jacob's Way, Suite 301
Clarkesville, Georgia 30523
Email: psutton@habershamga.com

Website
http://www.habershamga.com/finance.cfm

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BASIC FINANCIAL STATEMENTS

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

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current assets				
Cash and cash equivalents	$ 8,421,072	$ 2,426,009	$ 10,847,081	$ 1,815,971
Certificates of deposit	106,020	0	106,020	0
Investments	807,109	670,594	1,477,703	0
Restricted assets				
Cash and cash equivalents	421,324	0	421,324	0
Receivables (net)				
Accounts	642,446	164,477	806,923	68,525
Intergovernmental	1,421,421	0	1,421,421	5,602
Taxes	685,977	0	685,977	0
Notes	200,000	0	200,000	0
Inventory	0	21,244	21,244	0
Prepaid items	510,165	0	510,165	0
Internal balances	96,829	(96,829)	0	0
Total current assets	13,312,363	3,185,495	16,497,858	1,890,098
Noncurrent assets				
Notes receivable	150,000	0	150,000	0
Capital assets				
Non-depreciable	14,404,513	11,040,389	25,444,902	2,172,793
Depreciable (net)	73,569,468	22,617,140	96,186,608	1,025,731
Total noncurrent assets	88,123,981	33,657,529	121,781,510	3,198,524
Total assets	101,436,344	36,843,024	138,279,368	5,088,622
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	1,039,214	28,339	1,067,553	135,388
Deferred outflows of resources - OPEB	0	0	0	104,921
Total deferred outflows of resources	1,039,214	28,339	1,067,553	240,309
LIABILITIES				
Current liabilities				
Payables				
Overdrawn cash	0	0	0	20
Accounts	1,902,593	124,549	2,027,142	3,811
Intergovernmental	362,137	0	362,137	0
Retainage	869,709	0	869,709	0
Interest	651,635	7,704	659,339	0
Accrued salaries and expenses	266,830	7,500	274,330	0
Compensated absences	720,794	26,248	747,042	30,000
Unearned revenue	0	6,000	6,000	0
Due to other agencies	36,756	0	36,756	0
Claims reserve	108,387	0	108,387	0
Capital leases payable	99,784	312,002	411,786	0
Contracts payable	1,128,493	0	1,128,493	0
Certificates of participation	13,457	0	13,457	0
Total current liabilities	6,160,575	484,003	6,644,578	33,831

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

Exhibit A-1, continued

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

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities				
Compensated absences	$ 211,622	$ 8,749	$ 220,371	$ 25,633
Net pension liability	2,330,248	64,774	2,395,022	0
Proportionate share of net pension liability	0	0	0	499,079
Proportionate share of OPEB liability	0	0	0	277,900
Capital leases payable	275,614	467,598	743,212	0
Contracts payable	36,806,852	0	36,806,852	0
Certificates of participation	6,515,632	0	6,515,632	0
Post-closure care costs	0	4,073,027	4,073,027	0
Total noncurrent liabilities	46,139,968	4,614,148	50,754,116	802,612
Total liabilities	52,300,543	5,098,151	57,398,694	836,443
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension	197,032	5,746	202,778	55,559
Deferred inflows of resources - OPEB	0	0	0	181,061
Total deferred inflows of resources	197,032	5,746	202,778	236,620
NET POSITION				
Net investment in capital assets	41,318,347	32,877,929	74,196,276	3,198,524
Restricted for:				
Judicial	398,432	0	398,432	0
Public safety	121,363	0	121,363	0
Health and welfare	0	0	0	168,177
Capital outlay	956,624	0	956,624	0
Debt service	1,606,236	0	1,606,236	0
Unrestricted	5,576,981	(1,110,463)	4,466,518	889,167
Total net position	$ 49,977,983	$ 31,767,466	$ 81,745,449	$ 4,255,868

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

Exhibit A-1, continued

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HABERSHAM COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2019

FUNCTIONS/PROGRAMS	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue
Primary government					
Governmental activities					
General Government	$ 5,783,233	$ 696,280	$ 9,852	$ 0	$ (5,077,101)
Judicial	4,137,975	531,943	1,466,576	0	(2,139,456)
Public Safety	15,220,232	4,541,206	327,193	105,060	(10,246,773)
Public Works	5,029,054	324,542	10,650	6,079,397	1,385,535
Health and Welfare	819,363	0	240,589	747,437	168,663
Culture and Recreation	1,700,105	551,897	2,000	0	(1,146,208)
Housing and Development	716,023	160,341	60,181	0	(495,501)
Interest on long-term debt	1,832,904	0	0	0	(1,832,904)
Total governmental activities	35,238,889	6,806,209	2,117,041	6,931,894	(19,383,745)
Business-type activities					
Landfill	1,767,471	1,609,989	0	0	(157,482)
Transit	150,523	44,200	58,773	0	(47,550)
Airport	1,439,349	282,759	5,511	0	(1,151,079)
Total business-type activities	3,357,343	1,936,948	64,284	0	(1,356,111)
Total primary government	38,596,232	8,743,157	2,181,325	6,931,894	(20,739,856)
Component Units					
Habersham County Development Authority					
Housing and Development	124,630	0	300,000	152,000	327,370
Habersham County Health Department					
Health and Welfare	868,572	486,542	526,531	0	144,501
Total component units	993,202	486,542	826,531	152,000	471,871

	Primary Government: Governmental Activities	Primary Government: Business-Type Activities	Primary Government: Total	Component Units
Change in net position				
Net (expense) revenue	$ (19,383,745)	$ (1,356,111)	$ (20,739,856)	$ 471,871
General revenues				
Taxes				
Property	16,945,949	0	16,945,949	0
Sales	6,307,074	0	6,307,074	0
Intangible	268,647	0	268,647	0
Insurance premium	1,982,416	0	1,982,416	0
Other	891,306	0	891,306	0
Interest and investment earnings	137,987	41,602	179,589	549
Rental income	85,187	51,450	136,637	250
Payments from Habersham County	0	0	0	198,788
Gain on sale of assets	24,220	11,301	35,521	0
Miscellaneous	169,799	26,337	196,136	0
Transfers	(6,216,985)	6,216,985	0	0
Total general revenues and transfers	20,595,600	6,347,675	26,943,275	199,587
Change in net position	1,211,855	4,991,564	6,203,419	671,458
Net position - beginning	48,766,128	26,775,902	75,542,030	3,584,410
Net position - ending	$ 49,977,983	$ 31,767,466	$ 81,745,449	$ 4,255,868

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

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

	General	Emergency Medical Services	Hospital Debt Service
ASSETS			
Cash and cash equivalents	$ 3,931,389	$ 281,687	$ 1,023,139
Certificates of deposit	0	0	0
Investments	807,109	0	0
Restricted assets			
Cash and cash equivalents	42,754	0	0
Receivables (net)			
Accounts	82,068	376,637	0
Intergovernmental	301,947	32,394	0
Taxes	106,413	4,645	11,021
Notes receivable	0	0	350,000
Prepaid items	510,165	0	0
Due from other funds	1,028,202	0	222,076
Total assets	$ 6,810,047	$ 695,363	$ 1,606,236
LIABILITIES AND FUND BALANCES			
Liabilities			
Payables			
Accounts	$ 424,061	$ 34,769	$ 0
Intergovernmental	26,137	0	0
Retainage	0	0	0
Accrued salaries and expenses	214,755	30,469	0
Due to other agencies	0	0	0
Due to other funds	158,596	716,466	0
Claims reserve	108,387	0	0
Total liabilities	931,936	781,704	0
Deferred inflows of resources			
Unavailable revenue - property taxes	22,152	1,322	0
Fund balances			
Nonspendable:			
Prepaid items	510,165	0	0
Restricted for:			
Judicial	37,737	0	0
Public safety	5,017	0	0
Capital outlay	0	0	0
Debt service	0	0	1,606,236
Assigned to:			
General government	623,924	0	0
Public safety	0	0	0
Health and welfare	0	0	0
Housing and development	0	0	0
Subsequent year's budget	499,143	0	0
Unassigned	4,179,973	(87,663)	0
Total fund balances	5,855,959	(87,663)	1,606,236
Total liabilities, deferred inflows of resources, and fund balances	$ 6,810,047	$ 695,363	$ 1,606,236

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

Exhibit A-3, continued

SPLOST #6	Capital Improvements	Nonmajor Governmental Funds	Totals
$ 2,271,652	$ 0	$ 913,205	$ 8,421,072
0	0	106,020	106,020
0	0	0	807,109
0	378,570	0	421,324
0	0	183,741	642,446
839,100	0	247,980	1,421,421
554,156	0	9,742	685,977
0	0	0	350,000
0	0	0	510,165
134,736	0	23,860	1,408,874
$ 3,799,644	$ 378,570	$ 1,484,548	$ 14,774,408
$ 1,236,665	$ 122,259	$ 84,839	$ 1,902,593
336,000	0	0	362,137
669,709	200,000	0	869,709
0	0	21,606	266,830
0	0	36,756	36,756
222,076	111,654	103,253	1,312,045
0	0	0	108,387
2,464,450	433,913	246,454	4,858,457
0	0	0	23,474
0	0	0	510,165
0	0	360,695	398,432
0	0	116,346	121,363
1,335,194	0	0	1,335,194
0	0	0	1,606,236
0	0	0	623,924
0	0	682,679	682,679
0	0	72,529	72,529
0	0	5,845	5,845
0	0	0	499,143
0	(55,343)	0	4,036,967
1,335,194	(55,343)	1,238,094	9,892,477
$ 3,799,644	$ 378,570	$ 1,484,548	$ 14,774,408

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

Exhibit A-3, continued

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HABERSHAM COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
June 30, 2019

Total fund balance - total governmental funds		$ 9,892,477
Amounts reported for governmental activities in the statement of net position are different because:		
Some assets are not financial resources and, therefore, are not reported in the funds. These are:		
Capital assets, net of accumulated depreciation		87,973,981
Long-term assets (receivables) are not available to pay current period expenditures and, therefore, are reported as unavailable revenue in the funds. These are property taxes.		23,474
Deferred outflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		1,039,214
Deferred inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		(197,032)
Long-term liabilities are not due and payable in the current period and are not reported in the funds. These are:		
Interest payable	$ 651,635	
Capital leases	375,398	
Contracts payable	37,935,345	
Certificates of participation	6,529,089	
Compensated absences	932,416	
Net pension liability	2,330,248	(48,754,131)
Net position of governmental activities		$ 49,977,983

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

HABERSHAM COUNTY, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2019

	General	Emergency Medical Services	Hospital Debt Service
REVENUES			
Taxes	$ 17,979,374	$ 508,901	$ 1,509,575
Licenses and permits	217,670	0	0
Fines, fees and forfeitures	1,216,957	0	0
Charges for services	1,910,043	2,142,586	0
Intergovernmental	1,210,993	116,360	0
Investment income	85,885	0	0
Contributions	45,529	0	0
Other	212,075	175	0
Total revenues	22,878,526	2,768,022	1,509,575
EXPENDITURES			
Current			
General government	4,584,893	0	0
Judicial	2,995,218	0	0
Public safety	9,746,741	2,816,595	0
Public works	1,967,531	0	0
Health and welfare	307,248	0	0
Culture and recreation	1,304,570	0	0
Housing and development	636,468	0	0
Capital outlay	0	0	0
Intergovernmental	0	0	0
Debt service			
Principal	34,209	0	1,056,420
Interest	285,791	0	1,597,704
Total expenditures	21,862,669	2,816,595	2,654,124
Excess (deficiency) of revenues over (under) expenditures	1,015,857	(48,573)	(1,144,549)
Other financing sources (uses)			
Transfers in	324,966	0	1,261,415
Transfers out	(1,727,443)	0	(200,000)
Proceeds from sale of assets	554,688	0	0
Issuance of capital leases	0	0	0
Total other financing sources (uses)	(847,789)	0	1,061,415
Net change in fund balance	168,068	(48,573)	(83,134)
Fund balances, July 1	5,687,891	(39,090)	1,689,370
Fund balances, June 30	$ 5,855,959	$ (87,663)	$ 1,606,236

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

Exhibit A-5, continued

SPLOST #6	Capital Improvements	Nonmajor Governmental Funds	Totals
$ 6,307,074	$ 0	$ 108,018	$ 26,412,942
0	0	0	217,670
0	0	231,183	1,448,140
0	0	1,035,207	5,087,836
6,043,315	0	1,642,492	9,013,160
34,550	62,434	3,347	186,216
0	0	8,727	54,256
471	0	44,537	257,258
12,385,410	62,434	3,073,511	42,677,478
0	5,142,786	0	9,727,679
0	0	635,336	3,630,554
0	134,453	1,595,293	14,293,082
0	0	0	1,967,531
0	279,923	568,865	1,156,036
0	12,238	0	1,316,808
0	74,941	43,207	754,616
2,862,587	0	747,437	3,610,024
1,908,521	0	0	1,908,521
59,462	0	26,077	1,176,168
6,883	0	5,913	1,896,291
4,837,453	5,644,341	3,622,128	41,437,310
7,547,957	(5,581,907)	(548,617)	1,240,168
0	842,942	867,016	3,296,339
(7,579,116)	0	(124,966)	(9,631,525)
0	0	0	554,688
0	0	207,439	207,439
(7,579,116)	842,942	949,489	(5,573,059)
(31,159)	(4,738,965)	400,872	(4,332,891)
1,366,353	4,683,622	837,222	14,225,368
$ 1,335,194	$ (55,343)	$ 1,238,094	$ 9,892,477

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

Exhibit A-5, continued

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HABERSHAM COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2019

Net change in fund balances - total governmental funds		$ (4,332,891)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlays	$ 9,015,099	
Depreciation	(3,366,281)	5,648,818
In the statement of activities, the loss on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from the sale of capital assets increase financial resources.		
Cost of assets disposed	(2,056,467)	
Related accumulated depreciation	1,156,998	(899,469)
Distribution of capital assets to business-type activities decrease net position in the statement of activities, but do not appear in the governmental funds because they are not financial uses.		
Cost of assets distributed	(132,236)	
Related accumulated depreciation	132,236	0
Contribution of capital assets from business-type activities increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial sources.		
Cost of assets contributed	118,200	
Related accumulated depreciation	0	118,200
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds These include recognition of unavailable property taxes.		(17,554)
The proceeds of debt issuance provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In addition, interest on long-term debt is not recognized in the governmental funds until due, but is recognized in the statement of activities as it accrues.		
Debt proceeds	(207,439)	
Debt principal payments	1,231,958	
Amortization of contracts payable and certificates of participation premiums	59,075	
Net change in interest payable	7,597	1,091,191
Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned, net of employee contributions is reported as pension expense.		
Pension contributions	1,628,489	
Cost of benefits earned net of employee contributions	(1,939,000)	(310,511)
Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds.		
Compensated absences		(85,929)
Change in net position of governmental activities		$ 1,211,855

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

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2019

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	$ 17,587,362	$ 17,872,362	$ 17,979,374	$ 107,012
Licenses and permits	171,430	171,430	217,670	46,240
Fines, fees and forfeitures	1,010,723	1,209,723	1,216,957	7,234
Charges for services	1,754,050	1,809,550	1,910,043	100,493
Intergovernmental	1,250,692	1,275,692	1,210,993	(64,699)
Investment income	5,000	5,000	85,885	80,885
Contributions	17,500	17,500	45,529	28,029
Other	146,978	180,203	212,075	31,872
Total revenues	21,943,735	22,541,460	22,878,526	337,066
EXPENDITURES				
Current				
General Government				
County-Wide	713,640	858,240	853,568	4,672
Commissioners	547,993	590,693	585,394	5,299
County Manager	209,932	219,432	219,127	305
County Finance	280,886	289,886	289,664	222
County Human Resources	197,708	197,708	191,817	5,891
Tax Commissioner	394,320	383,820	380,596	3,224
Tax Assessor	566,456	580,456	579,873	583
Board of Equalization	4,350	4,350	1,109	3,241
County Clerk	76,655	73,655	70,058	3,597
Registrar	151,705	182,805	182,171	634
Buildings and Grounds	874,246	896,161	887,272	8,889
Information Technology	365,259	343,259	344,244	(985)
Judicial				
Probate Court	200,533	217,916	214,809	3,107
Magistrate Court	177,652	172,152	165,207	6,945
Clerk of Superior Court	715,934	698,434	696,272	2,162
Superior Court	260,252	268,952	265,638	3,314
District Attorney	445,898	386,898	359,661	27,237
Public Defender	609,815	602,965	599,172	3,793
State Court Judge	271,516	268,516	265,216	3,300
Juvenile Court	265,084	275,084	268,543	6,541
Juvenile Supervision	8,000	8,000	3,951	4,049
State Court Solicitor	156,833	157,833	156,749	1,084
Public Safety				
Sheriff	3,643,701	3,771,701	3,770,303	1,398
Jail	2,774,085	3,338,267	3,336,384	1,883
Heat Unit	93,451	78,751	77,885	866
Animal Control	435,042	418,042	416,093	1,949
Coroner	27,732	25,482	22,882	2,600
Fire	1,778,874	1,975,840	1,970,865	4,975
Emergency Management Agency	202,332	153,332	152,329	1,003
Public Works				
Fleet	595,544	638,544	634,859	3,685
Road Department	1,380,359	1,360,359	1,332,672	27,687

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

Exhibit A-7, continued

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2019

	Budget			Variance with
	Original	Final	Actual	Final Budget
Health and Welfare				
Georgia Mountains Community				
Mental Health	$ 26,300	$ 26,300	$ 26,300	$ 0
Senior Center	10,450	10,450	10,450	0
Habersham County				
Health Department	198,788	198,788	198,788	0
Child Welfare	97,500	80,000	71,710	8,290
Culture and Recreation				
Libraries	311,121	311,121	311,121	0
Recreation	928,257	996,282	993,449	2,833
Housing and Development				
Extension Service	112,519	120,544	120,387	157
Forestry	8,400	8,400	7,660	740
Building	496,306	502,306	499,094	3,212
Conservation	5,000	5,000	5,000	0
Planning Commission	5,500	5,500	4,327	1,173
Debt service	317,313	317,313	320,000	(2,687)
Total expenditures	20,943,241	22,019,537	21,862,669	156,868
Excess (deficiency) of revenues over (under) expenditures	1,000,494	521,923	1,015,857	493,934
Other financing sources (uses)				
Transfers in	305,000	326,000	324,966	(1,034)
Transfers out	(1,643,386)	(1,728,923)	(1,727,443)	1,480
Sale of capital assets	8,000	541,000	554,688	13,688
Contingency	(239,116)	0	0	0
Total other financing sources (uses)	(1,569,502)	(861,923)	(847,789)	14,134
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(569,008)	(340,000)	168,068	508,068
Fund balances, July 1	569,008	340,000	5,687,891	5,347,891
Fund balances, June 30	$ 0	$ 0	$ 5,855,959	$ 5,855,959

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

Exhibit A-7, continued

HABERSHAM COUNTY, GEORGIA
EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2019

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	$ 532,319	$ 532,319	$ 508,901	$ (23,418)
Charges for services	1,923,000	2,170,629	2,142,586	(28,043)
Intergovernmental	0	116,360	116,360	0
Other	0	0	175	175
Total revenues	2,455,319	2,819,308	2,768,022	(51,286)
EXPENDITURES				
Current				
Public Safety				
Ambulance	2,409,948	2,819,308	2,816,595	2,713
Total expenditures	2,409,948	2,819,308	2,816,595	2,713
Excess (deficiency) of revenues over (under) expenditures	45,371	0	(48,573)	(48,573)
Other financing sources (uses)				
Contingency	(45,371)	0	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0	0
Fund balances, July 1	0	0	(39,090)	(39,090)
Fund balances, June 30	$ 0	$ 0	$ (87,663)	$ (87,663)

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

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

	Business-Type Activities			
	Landfill	Transit	Airport	Totals
ASSETS				
Current assets				
Cash and cash equivalents	$ 2,309,697	$ 0	$ 116,312	$ 2,426,009
Investments	670,594	0	0	670,594
Accounts receivable (net)	146,770	12,965	4,742	164,477
Inventory	0	0	21,244	21,244
Total current assets	3,127,061	12,965	142,298	3,282,324
Noncurrent assets				
Capital assets				
Non-depreciable	1,187,106	0	9,853,283	11,040,389
Depreciable (net)	3,378,935	38,170	19,200,035	22,617,140
Total noncurrent assets	4,566,041	38,170	29,053,318	33,657,529
Total assets	7,693,102	51,135	29,195,616	36,939,853
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	24,673	3,666	0	28,339
LIABILITIES				
Current liabilities				
Payables				
Accounts	112,641	432	11,476	124,549
Interest	7,704	0	0	7,704
Accrued salaries	6,019	1,481	0	7,500
Compensated absences	21,117	5,131	0	26,248
Unearned revenue	0	0	6,000	6,000
Due to other funds	58,123	32,101	6,605	96,829
Capital leases	312,002	0	0	312,002
Total current liabilities	517,606	39,145	24,081	580,832
Noncurrent liabilities				
Compensated absences	7,039	1,710	0	8,749
Net pension liability	56,837	7,937	0	64,774
Capital leases payable	467,598	0	0	467,598
Postclosure care	4,073,027	0	0	4,073,027
Total noncurrent liabilities	4,604,501	9,647	0	4,614,148
Total liabilities	5,122,107	48,792	24,081	5,194,980
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension	5,023	723	0	5,746
NET POSITION				
Net investment in capital assets	3,786,441	38,170	29,053,318	32,877,929
Unrestricted	(1,195,796)	(32,884)	118,217	(1,110,463)
Total net position	$ 2,590,645	$ 5,286	$ 29,171,535	$ 31,767,466

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

HABERSHAM COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2019

	Business-Type Activities			
	Landfill	**Transit**	**Airport**	**Totals**
OPERATING REVENUES				
Charges for sales and services	$ 1,609,989	$ 44,200	$ 282,759	$ 1,936,948
Rental income	0	0	51,450	51,450
Contributions	0	0	5,511	5,511
Other	18,489	1,500	6,348	26,337
Total operating revenues	1,628,478	45,700	346,068	2,020,246
OPERATING EXPENSES				
Costs of sales and services	847,855	34,110	294,586	1,176,551
Personal services	430,053	99,499	0	529,552
Depreciation	479,010	16,914	992,763	1,488,687
Total operating expenses	1,756,918	150,523	1,287,349	3,194,790
Operating income (loss)	(128,440)	(104,823)	(941,281)	(1,174,544)
Non-operating revenues (expenses)				
Investment income	41,512	0	90	41,602
Interest expense	(10,553)	0	0	(10,553)
Intergovernmental revenue	0	58,773	0	58,773
Distribution of capital asset to component unit	0	0	(152,000)	(152,000)
Distribution of capital asset to governmental activities	0	0	(118,200)	(118,200)
Gain (loss) on sale of assets	11,301	0	0	11,301
Total non-operating revenues (expenses)	42,260	58,773	(270,110)	(169,077)
Net income (loss) before transfers	(86,180)	(46,050)	(1,211,391)	(1,343,621)
Transfers				
Transfers in	314,547	17,485	6,003,153	6,335,185
Change in net position	228,367	(28,565)	4,791,762	4,991,564
Net position, July 1	2,362,278	33,851	24,379,773	26,775,902
Net position, June 30	$ 2,590,645	$ 5,286	$ 29,171,535	$ 31,767,466

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

HABERSHAM COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2019

	Business-Type Activities			
	Landfill	**Transit**	**Airport**	**Totals**
Cash flows from operating activities:				
Receipts from customers	$ 1,560,724	$ 47,030	$ 345,607	$ 1,953,361
Payments to suppliers	(442,532)	(35,123)	(263,291)	(740,946)
Payments to employees	(421,159)	(99,028)	0	(520,187)
Other receipts	18,489	1,500	0	19,989
Net cash provided (used) by operating activities	715,522	(85,621)	82,316	712,217
Cash flows from non-capital financing activities:				
Receipts from other governments	0	58,773	0	58,773
Receipts from other funds	9,838	26,848	4,848	41,534
Net cash provided (used) by non-capital financing activities	9,838	85,621	4,848	100,307
Cash flows from capital and related financing activities:				
Receipts from other funds	461,747	0	6,003,153	6,464,900
Acquisition of capital assets	(314,546)	0	(6,025,574)	(6,340,120)
Sale of capital assets	11,301	0	0	11,301
Principal payments - capital leases	(134,618)	0	0	(134,618)
Interest paid	(28,231)	0	0	(28,231)
Net cash provided (used) by capital and related financing activities	(4,347)	0	(22,421)	(26,768)
Cash flows from investing activities:				
Interest received	41,512	0	90	41,602
Purchase of investments	(21,705)	0	0	(21,705)
Net cash provided (used) by investing activities	19,807	0	90	19,897
Net increase (decrease) in cash and cash equivalents	740,820	0	64,833	805,653
Cash and cash equivalents, July 1	1,568,877	0	51,479	1,620,356
Cash and cash equivalents, June 30	$ 2,309,697	$ 0	$ 116,312	$ 2,426,009

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

Exhibit A-11, continued

HABERSHAM COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2019

	Business-Type Activities			
	Landfill	**Transit**	**Airport**	**Totals**
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	$ (128,440)	$ (104,823)	$ (941,281)	$ (1,174,544)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	479,010	16,914	992,763	1,488,687
Closure/post closure costs	322,031	0	0	322,031
(Increase) decrease in accounts receivable	(49,265)	2,830	(3,461)	(49,896)
(Increase) decrease in inventories	0	0	23,599	23,599
(Increase) decrease in deferred outflows of resources - pension	(17,050)	(2,372)	0	(19,422)
Increase (decrease) in accounts payable	83,292	(1,013)	7,696	89,975
Increase (decrease) in unearned revenue	0	0	3,000	3,000
Increase (decrease) in accrued payroll liabilities	1,478	(415)	0	1,063
Increase (decrease) in deferred inlfows of resources - pension	(10,521)	(924)	0	(11,445)
Increase (decrease) in net pension liability	34,987	4,182	0	39,169
Total adjustments	843,962	19,202	1,023,597	1,886,761
Net cash provided (used) by operating activities	$ 715,522	$ (85,621)	$ 82,316	$ 712,217

Noncash capital and related financing activities:

Contributions of capital assets from governmental activities totaled $132,236.

Distribution of capital assets to component unit totaled $152,000.

Distribution of capital assets to governmental activities totaled $118,200.

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

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

	Agency Funds
ASSETS	
Cash	$ 994,758
LIABILITIES	
Due to other agencies	$ 994,758

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

HABERSHAM COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2019

	Habersham County Development Authority	Habersham County Health Department	Totals
ASSETS			
Current assets			
Cash and cash equivalents	$ 577,153	$ 1,238,818	$ 1,815,971
Accounts receivable (net)	0	68,525	68,525
Intergovernmental receivables	0	5,602	5,602
Total current assets	577,153	1,312,945	1,890,098
Noncurrent assets			
Capital assets			
Non-depreciable	2,172,793	0	2,172,793
Depreciable (net)	1,025,731	0	1,025,731
Total noncurrent assets	3,198,524	0	3,198,524
Total assets	3,775,677	1,312,945	5,088,622
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pension	0	135,388	135,388
Deferred outflows of resources - OPEB	0	104,921	104,921
Total deferred outflows of resources	0	240,309	240,309
LIABILITIES			
Current liabilities			
Overdrawn cash	20	0	20
Accounts payable	400	3,411	3,811
Compensated absences	0	30,000	30,000
Total current liabilities	420	33,411	33,831
Noncurrent liabilities			
Compensated absences	0	25,633	25,633
Proportionate share of net pension liability	0	499,079	499,079
Proportionate share of net OPEB liability	0	277,900	277,900
Total noncurrent liabilities	0	802,612	802,612
Total liabilities	420	836,023	836,443
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	0	55,559	55,559
Deferred inflows of resources - OPEB	0	181,061	181,061
Total deferred inflows of resources	0	236,620	236,620
NET POSITION			
Investment in capital assets	3,198,524	0	3,198,524
Restricted for health and welfare	0	168,177	168,177
Unrestricted	576,733	312,434	889,167
Total net position	$ 3,775,257	$ 480,611	$ 4,255,868

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

HABERSHAM COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the fiscal year ended June 30, 2019

	Habersham County Development Authority	Habersham County Health Department	Totals
Expenses			
Health and Welfare	$ 0	$ 868,572	$ 868,572
Housing and Development	124,630	0	124,630
Total expenses	124,630	868,572	993,202
Program revenues			
Charges for services	0	486,542	486,542
Operating grants and contributions	300,000	526,531	826,531
Capital grants and contributions	152,000	0	152,000
Total program revenues	452,000	1,013,073	1,465,073
Net (expense) revenue	327,370	144,501	471,871
General revenues			
Investment income	549	0	549
Rental income	250	0	250
Payments from Habersham County	0	198,788	198,788
Total general revenues	799	198,788	199,587
Change in net position	328,169	343,289	671,458
Net position - beginning	3,447,088	137,322	3,584,410
Net position, June 30	$ 3,775,257	$ 480,611	$ 4,255,868

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

1. Description of Government Unit

Habersham County, Georgia (the County) is located in the foothills of the Georgia Mountains about seventy-five miles northeast of Atlanta.

The County provides a full range of services, including public safety, health and welfare services, recreational programs, public works, and solid waste disposal services.

The County Government is governed by a five member Board of Commissioners (the Board). Each Commissioner represents one of five districts and must reside in the district they represent. Board members are elected at-large for a four year term.

The Board selects a County Manager to run the "day-to-day" operations of the County. The County Manager serves at the will of the Board as a contractual employee. The County Manager is the Chief Administrative Officer and the Budget Officer for the County.

The Finance Director serves as the Chief Financial Officer (CFO) for the County. The County CFO is responsible for all County financial activity including accounting, reporting and treasury management. The CFO is a career service County employee and works directly for the County Manager.

2. Summary of Significant Accounting Policies

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of Habersham County (the primary government) and material component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational and financial relationship with the County.

In conformity with generally accepted accounting principles, as set forth in Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, the financial statements of component units have been included either as blended or discretely presented component units.

Discretely Presented Component Units – Discretely presented component units are reported in a separate column in the combined financial statements to emphasize they are legally separate from the government.

Habersham County Development Authority – The Authority exists to promote business development in Habersham County. The Habersham County Board of Commissioners appoints the majority of the governing board and the Development Authority receives the majority of its funding from the sale of property. Separate financial statements are not issued for the Authority.

Habersham County Health Department – The Habersham County Health Department was established as a legally separate entity and operates pursuant to the Georgia Health Code 88-2, Georgia Laws 1964. The District Health Director is the Executive Officer of the Habersham County Health Department and is responsible for the overall coordination of the local health activities. The Habersham County Board of Health (Board) governs the Health Department. The County appoints the voting majority of the Board. The Habersham County Health Department is funded by the State and County under the Grant-in-Aid provisions, and operated under the supervision of the local Board of Health. The Habersham County Health Department has a June 30 year-end. A copy of the Habersham County Health Department financial statements can be obtained from District 2, Public Health, 1280 Athens Street, Gainesville, GA 30507.

2. Summary of Significant Accounting Policies (continued)

C. Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the government has two discretely presented component units. While they are not considered to be major component units, they are nevertheless aggregated and shown in a separate column in the government-wide financial statements.

D. Basis of Presentation – Fund Financial Statements

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges from interfund services provided. These services are not eliminated in the process of consolidation.

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

General Fund - The general operating fund of the County is used to account for all financial resources except those required to be accounted for in another fund.

Emergency Medical Services Special Revenue Fund - This fund is used to account for activities of the County's emergency medical services, available to any County resident.

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Hospital Debt Service Fund – This fund is used to account for the accumulation of resources and payment of general government long-term debt principal and interest from governmental resources.

Special Purpose Local Option Sales Tax #6 Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of capital facilities financed by special purpose local option sales taxes.

Capital Improvements Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of capital facilities financed through various revenue sources.

The County reports the following major proprietary funds:

Landfill Enterprise Fund – This fund is used to account for activities connected with the disposal of residential and commercial solid waste at the County's landfill. The landfill provides services to all citizens of Habersham County.

Transit Enterprise Fund – This fund is used to account for activities of the County's on-call bus service, available to any County resident.

Airport Enterprise Fund – This fund is used to account for activities of the County's airport service, available to any County resident.

Additionally, the County reports the following fund types:

Governmental Fund Types

Special Revenue Funds - This fund type is used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Governmental Fund Types, continued

Capital Projects Funds – This fund type is used to account for financial resources to be use for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds).

Debt Service Funds – This fund type is used to account for the accumulation of resources and payment of general government long-term debt principal and interest from governmental resources.

Fiduciary Fund Types

Agency Funds – Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that are held either for the County or for others.

Component Units

The Habersham County Development Authority and the Habersham County Health Department are accounted for using a current financial resources measurement focus and use the modified accrual basis of accounting. Under this method, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available).

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

F. Revenues and Expenditures/Expenses

Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

G. Budgets and Budgetary Accounting

The Board of Commissioners adopts an annual budget for all governmental fund types, prior to July 1, except for the Capital Projects Funds. The Capital Projects Funds are budgeted by the Board of Commissioners when capital projects are approved. The operating budget includes proposed expenditures and the means of financing them. The budget is legally enacted at a public meeting.

Each year in April, a Budget Committee consisting of the Board of Commissioners, the County Manager, and the Financial Director prepare the proposed budget. Budget requests from the various County departments are presented to this committee for consideration. Public hearings are held to discuss the proposed budget and to obtain input from the citizens of Habersham County. These hearings are publicized in the local newspaper for at least one week before the hearings, and the budget document is made available for public inspection during this time. The final proposed budget is presented at a Board of Commissioners meeting for final passage prior to July 1.

2. Summary of Significant Accounting Policies (continued)

G. Budgets and Budgetary Accounting, continued

The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is the department level. Any changes in total departmental expenditures/expenses, personnel benefits, or capital purchases must be approved by the Board of Commissioners.

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) at the legal level of budgetary control which is the department, sub-department, or project level. Expenditures may not exceed the appropriations within a fund. Budgets, as reported in the financial statements, are as originally passed by ordinance and subsequently amended. During the year, several supplementary appropriations are made as needed. The results are increases and decreases to the appropriations within the funds. All annual appropriations lapse at year end. The County does not use the encumbrance system of accounting.

H. Cash and Investments

Cash and equivalents, as reported in the statement of cash flows, includes amounts in demand deposits, amounts with fiscal agents, and investments with an original maturity at three months or less. Investments are reported at fair value with accrued interest shown under a separate caption on the balance sheet. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts.

The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

2. Summary of Significant Accounting Policies (continued)

H. Cash and Investments, continued

The County reports investments using net asset value (NAV) when NAV is calculated in a manner consistent with fair value measurement guidelines, fair value is not readily determinable, and it is not probable for the investment to be sold at an amount other than NAV.

I. Intergovernmental Receivables

Receivables from state, federal, and local governments are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the current year are recorded as prepaid items. Prepaid items in the governmental funds are recorded as expenditures when consumed.

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

GASB Statement No. 34 required the County to report and depreciate new infrastructure assets effective with the beginning of the fiscal year ended June 30, 2003. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. Neither their historical costs nor related depreciation had historically been reported in the financial statements. The County has previously implemented the requirements for retroactive reporting of major general infrastructure assets acquired in 1981 forward.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their acquisition cost on the date donated.

2. Summary of Significant Accounting Policies (continued)

K. Capital Assets, continued

Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets ranging as follows:

	Useful Life in Years	Capitalization Threshold
Land	N/A	$ 1
Buildings and improvements	7-40	$ 5,000
Land Improvements	15	$ 5,000
Machinery and Equipment	7-10	$ 5,000
Furniture and Fixtures	7	$ 5,000
Vehicles	5-10	$ 5,000
Computer Equipment and Software	3-5	$ 5,000
Distribution System	50	$ 5,000
Infrastructure	15-50	$ 50,000 - $150,000

The costs of normal maintenance and repairs that do not add value or materially extend the life of the asset are charged to operations as incurred. Costs of major additions and improvements are capitalized.

L. 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 reports deferred outflow of resource for deferred charges on bond refunding and their defined benefit pension plans. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

2. Summary of Significant Accounting Policies (continued)

L. Deferred Outflows/Inflows of Resources, 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 government has one type of item that 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 two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to their defined benefit pension plans.

M. Net Position Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

2. Summary of Significant Accounting Policies (continued)

N. Fund Balance Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

O. Restricted Assets and Restricted Net Position

Restricted assets represent certain resources restricted by funding source or required to be set aside for the repayment of debt. They are maintained in a separate bank account and their use is limited.

Restricted net position is equal to the excess of the restricted assets funded from operations over the liabilities to be paid with restricted assets which are due in one year or less. Restricted assets exclude bond proceeds for calculation of restricted net position.

P. Fund Balances – Governmental Funds

Habersham County implemented GASB No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in fiscal year 2011. In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact. All amounts reported as nonspendable by the County are nonspendable in form. The County has not reported any amounts that are legally or contractually required to be maintained intact.

2. Summary of Significant Accounting Policies (continued)

P. Fund Balances – Governmental Funds, continued

Restricted – includes amounts that can be spent only for the specific purposes stipulated by external resource providers either constitutionally or through enabling legislation.

Committed – includes amounts that can only be used for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The Board of Commissioners (the County's highest level of authority) has authority to set aside funds for a specific purpose. Any funds set aside as Committed Fund Balance requires the passage of a resolution. The passage of the resolution must take place prior to the end of the applicable fiscal year. If the actual amount of the commitment is not available by the end of the fiscal year, the resolution must state the process or formula to calculate the actual amount as soon as information is available. Commitments may be changed or lifted only by the Board taking the same formal action that imposed the constraint originally.

Assigned – includes amounts that are intended to be used by the County for a specific purpose. Intent can only be expressed by the Board of Commissioners or their designee. An assignment of fund balance requires the majority vote of the Board. However, the Board has authorized the County Finance Director to automatically assign fund balance in the following situations:

- If upon passage of a budget resolution, any fund balance is used to balance a future budget, the amount used will be automatically recorded as Assigned Fund Balance.
- If any unspent funds for an ongoing capital project remain at fiscal year end, these funds will be automatically recorded as Assigned Fund Balance until the project is complete.
- If any residual fund balance exists in a special revenue fund, they will be automatically recorded as Assigned Fund Balance.

The County Manager has determined that all equity amounts reported in special revenue funds, capital project funds, debt service funds, or permanent funds not otherwise classified as nonspendable, restricted, or committed shall constitute assignments of fund balance.

2. Summary of Significant Accounting Policies (continued)

P. Fund Balances – Governmental Funds, continued

Unassigned – includes amounts that do not fall into one of the above four categories. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund is the only fund that should report this category of fund balance.

The County will make every effort to use unassigned funds for the following purposes (listed in order of priority):

- To maintain the County's Rainy Day Fund at the prescribed level.
- To address unexpected revenue short-falls or expenditures encountered in the current fiscal year.
- To fund non-recurring capital expenditures. Unassigned fund balance will not be used to fund recurring expenditures or to compensate for structural budget deficits.

The unassigned fund balance of the General Fund at the end of each fiscal year shall not be less than 17% of the following fiscal year's projected budgeted expenditures. Any proposed appropriation that would result in the balance of the fund falling below the minimum fund balance ratio must be accompanied by a restoration plan that brings the fund back to the minimum within three years.

When multiple categories of fund balance are available for expenditure, the County will start with the most restricted category and spend those funds first before moving down to the next category with available funds.

2. Summary of Significant Accounting Policies (continued)

Q. Compensation for Future Absences

It is the County's policy to permit employees to accumulate earned but unused vacation benefits which will be paid to the employees upon separation from County service. Accumulated unpaid vacation pay amounts are accrued when incurred by the County in the government-wide, proprietary, and fiduciary fund financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. In governmental fund types, a liability is recorded only if the benefit has matured and is expected to be liquidated with expendable available financial resources.

R. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. The face amount of debt issued is reported as another financing source. Premiums received on debt issuances are reported as other financial sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

S. Capital Contributions

Federal, state and local government assistance in the form of grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment is recorded as an asset and as non-operating revenue.

2. Summary of Significant Accounting Policies (continued)

T. Comparative Data and Reclassifications

Comparative total data of the prior period has been presented in the accompanying individual fund financial statements in order to provide an understanding of changes in the County's financial position and operations. Certain 2018 amounts have been reclassified to conform to the 2019 presentation.

3. Deposit and Investment Risk

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned. The County follows the State of Georgia requirement that all deposits be federally insured or fully collateralized.

Interest Rate Risk

To achieve adequate liquidity within the County's portfolio, the County attempts to match investment maturities with anticipated cash flow requirements. Unless matched to a specific cash flow, the maximum maturity of any investment in the portfolio may not exceed two years from the date of acquisition by the County. In order to preserve liquidity and lessen market risk, not more than 25% of the total portfolio may mature more than two years beyond the date of calculation. No more than 25% of the total portfolio may mature more than one year beyond date of calculation, not inclusive of the two year rule. The maturity of non-negotiable time deposits may not exceed one year.

Concentration of Credit Risk

The County investment policy states that no more than 33% of the total investment portfolio shall be placed with a single issuer. This limitation does not apply to the Local Government Investment Pool or direct obligations of the United States Government.

Foreign currency risk

The County has no investments denominated in a foreign currency.

3. Deposit and Investment Risk (continued)

Credit Risk

State of Georgia law limits investments to include certificates of deposit, repurchase agreements, direct and agency obligations of the United States, obligations of any corporation of the United States government, obligations of the State of Georgia or other states, obligations of other political subdivisions of the State of Georgia, and pooled investment programs of the State of Georgia. The County investment policy does not further limit its investment choices.

The County participates in the State of Georgia Local Government Investment Pool (Georgia Fund 1). Assets in this pool are invested in the Georgia Fund 1, created by OCGA 36-83-8, which is a stable net asset investment pool that follows Standard and Poor's criteria for AAAf rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company.

The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1.00 per share. Georgia Fund 1 is managed by the Georgia Office of the State Treasurer. The investment policies of Georgia Fund 1 are established by the Georgia State Depository Board.

The Georgia Fund 1 is rated AAAf by Standard & Poor's. The weighted average maturity at June 30, 2019 was 39 days. At June 30, 2019, the County's balance in Georgia Fund 1 was $2,133,788.

3. Deposit and Investment Risk (continued)

Credit Risk (continued)

At June 30, 2019, the County's investments in securities had the following maturities and credit ratings:

Investment Type	Net Asset Value	Maturity (in months)	Credit Rating (1)
Government Mutual Funds			
Nuveen Georgia Muni Bd Fd	$ 125,688	207	A
Mainstay Tax Free Bd Fd	1,069,249	236	A
Thornburg Investment Trust	248,945	41	A
Goldman Sachs	33,821	1	AAA
	$ 1,477,703		

(1) - Standard and Poor's

4. Accounts Receivable

Net accounts receivable at June 30, 2019 consist of the following:

Primary Government:	
Major Funds	
General Fund	$ 82,068
Emergency Medical Services Special Revenue Fund	376,637
Enterprise Funds	
Landfill	146,770
Transit	12,965
Airport	4,742
Nonmajor Funds	
Emergency 911 Special Revenue Fund	132,286
Drug Abuse Treatment Special Revenue Fund	5,674
Senior Center Special Revenue Fund	45,781
Total primary government	$ 806,923
Component Units:	
Habersham County Health Department	$ 68,525

5. Intergovernmental Receivables

Intergovernmental receivables at June 30, 2019 consist of the following:

Primary Government:	
Major Funds	
General Fund	$ 301,947
Emergency Medical Services Special Revenue Fund	32,394
SPLOST #6 Capital Projects Fund	839,100
Nonmajor Funds	
Jail Special Revenue Fund	17,185
Emergency 911 Special Revenue Fund	7,688
Drug Abuse Treatment Special Revenue Fund	152,225
Senior Center Special Revenue Fund	13,836
Family Dependency Treatment Special Revenue Fund	52,083
Senior Center CDBG Capital Projects Fund	4,963
Total primary government	$ 1,421,421
Component Units:	
Habersham County Health Department	$ 5,602

6. Notes Receivable

The County entered into an intergovernmental contract dated August 1, 2014 with the Hospital Authority of Habersham County (Authority) to all the Authority to draw down $1,000,000 with 0%. Repayment is due in 60 monthly installments beginning April 1, 2016 and due on the first day of each month, thereafter, until such 60 payments have been made. As of June 30, 2019, the balance of this note is $350,000.

Year Ending June 30,	Principal	Interest	Total
2020	$ 200,000	$ 0	$ 200,000
2021	150,000	0	150,000
	$ 350,000	$ 0	$ 350,000

7. Property Taxes

Property tax rates are set by the Board of Commissioners each year and are limited by statutory or constitutional provision. Property values are assessed as of January 1st each year. Property taxes for digest year 2018, based upon the assessments of January 1, 2018, were levied on June 21, 2018, billed on August 7, 2018, and due on November 15, 2018. Tax liens may be issued 90 days after the due date.

8. Interfund Receivables and Payables

A summary of interfund receivables and payables as of June 30, 2019 is as follows:

Receivable Fund	Payable Fund	Amount
General	Landfill	$ 58,123
General	Transit	32,101
General	Airport	6,605
General	Capital Improvements	111,654
General	Emergency Medical Services	716,466
General	Nonmajor Governmental	103,253
SPLOST #6	General	134,736
Hospital Debt service	SPLOST #6	222,076
Nonmajor Governmental	General	23,860
		$ 1,408,874

The balances reported as Due to/Due from represent loans between the borrower funds and the lender funds. These balances resulted from the time lag between the dates that transactions are recorded in the accounting system and payments between the funds are made.

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

Amounts due to SPLOST #6 from the General Fund are due to grant funds for SPLOST #6 approved projects being deposited into the General fund.

9. Interfund Transfers

A summary of interfund transfers as of June 30, 2019 is as follows:

Transfer Out Fund	Transfer In Fund	Amount
General	Capital Improvements	$ 842,942
	Nonmajor Governmental	867,016
	Transit	17,485
Hospital Debt Service	General	200,000
SPLOST #6	Hospital Debt Service	1,261,415
	Landfill	314,547
	Airport	6,003,153
Nonmajor Governmental	General	124,966
		$ 9,631,524

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, and 2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group or business-type fund group.

The transfer out of the Hospital Debt Service Fund was to reimburse the General Fund for amounts loaned to the Habersham Medical Center in prior years. The County adopted a resolution enacting a tax levy to make debt service payments on the Hospital Bonds and any excess to reimburse the General Fund for previous amounts owed. The transfer out of the SPLOST #6 Capital Projects Fund was for debt service payments made by the Hospital Debt Service Fund and capital assets purchased for the Landfill Fund and Airport Fund.

10. Capital Assets

Capital asset activity for the primary government for the year ended June 30, 2019 was as follows:

	Balance 6/30/18	Increases	Decreases	Balance 6/30/19
Governmental activities				
Non-depreciable assets				
Land	$ 5,230,578	$ 0	$ 0	$ 5,230,578
Construction in progress	2,933,413	8,363,180	(2,122,658)	9,173,935
Total non-depreciable assets	8,163,991	8,363,180	(2,122,658)	14,404,513
Depreciable assets				
Buildings	73,010,275	0	(1,251,069)	71,759,206
Land improvements	3,527,559	67,121	0	3,594,680
Machinery and equipment	3,461,776	27,093	(144,975)	3,343,894
Furniture and fixtures	3,785,247	629,094	(225,219)	4,189,122
Vehicles	7,456,136	12,512	(567,440)	6,901,208
Infrastructure	64,440,928	2,156,955	0	66,597,883
Total depreciable assets	155,681,921	2,892,775	(2,188,703)	156,385,993
Less accumulated depreciation				
Buildings	(14,621,140)	(1,524,018)	354,340	(15,790,818)
Land improvements	(2,078,964)	(241,322)	0	(2,320,286)
Machinery and equipment	(2,387,194)	(247,574)	142,239	(2,492,529)
Furniture and fixtures	(2,279,930)	(277,998)	225,219	(2,332,709)
Vehicles	(6,544,368)	(352,104)	567,436	(6,329,036)
Infrastructure	(52,827,882)	(723,265)	0	(53,551,147)
Total accumulated depreciation	(80,739,478)	(3,366,281)	1,289,234	(82,816,525)
Total depreciable assets, net	74,942,443	(473,506)	(899,469)	73,569,468
Governmental activities capital assets, net	$ 83,106,434	$ 7,889,674	$ (3,022,127)	$ 87,973,981
Business-type activities				
Non-depreciable assets				
Land	$ 3,244,978	$ 0	$ (270,200)	$ 2,974,778
Construction in progress	8,773,363	6,326,371	(7,034,123)	8,065,611
Total non-depreciable assets	12,018,341	6,326,371	(7,304,323)	11,040,389
Depreciable assets				
Buildings	1,156,047	0	0	1,156,047
Land improvements	9,782,963	84,184	0	9,867,147
Machinery and equipment	2,334,062	0	(418,925)	1,915,137
Vehicles	426,423	145,936	(111,691)	460,668
Infastructure	15,397,879	6,949,988	0	22,347,867
Total depreciable assets	29,097,374	7,180,108	(530,616)	35,746,866
Less accumulated depreciation				
Buildings	(689,878)	(29,341)	0	(719,219)
Land improvements	(6,560,504)	(117,266)	0	(6,677,770)
Machinery and equipment	(1,117,947)	(241,369)	418,925	(940,391)
Vehicles	(357,778)	(154,955)	111,691	(401,042)
Infastructure	(3,313,312)	(1,077,992)	0	(4,391,304)
Total accumulated depreciation	(12,039,419)	(1,620,923)	530,616	(13,129,726)
Total depreciable assets, net	17,057,955	5,559,185	0	22,617,140
Business-type activities capital assets, net	$ 29,076,296	$ 11,885,556	$ (7,304,323)	$ 33,657,529

10. Capital Assets (continued)

Decreases in construction in progress for governmental activities consists of projects placed in service in the amount of $2,122,658. Decreases in construction in progress for business-type activities consist of projects placed in service in the amount of $7,034,123.

Capital asset activity for the discretely presented component units for the year ended June 30, 2019 was as follows:

	Balance 6/30/18	Increases	Decreases	Balance 6/30/19
Habersham County Development Authority				
Non-depreciable assets				
Land	$ 2,172,793	$ 152,000	(152,000)	$ 2,172,793
Construction in progress	340,611	386,753	(727,364)	0
Total non-depreciable assets	2,513,404	538,753	(879,364)	2,172,793
Depreciable assets				
Buildings	49,998	0	0	49,998
Land improvements	467,092	727,364	0	1,194,456
Machinery and equipment	38,418	0	(18,417)	20,001
Vehicles	24,036	0	0	24,036
Total depreciable assets	579,544	727,364	(18,417)	1,288,491
Less accumulated depreciation				
Buildings	(22,509)	(1,250)	0	(23,759)
Land improvements	(190,865)	(15,703)	0	(206,568)
Machinery and equipment	(9,703)	(2,623)	3,928	(8,398)
Vehicles	(24,035)	0	0	(24,035)
Total accumulated depreciation	(247,112)	(19,576)	3,928	(262,760)
Total depreciable assets, net	332,432	707,788	(14,489)	1,025,731
Habersham County Development Authority capital assets, net	$ 2,845,836	$ 1,246,541	$ (893,853)	$ 3,198,524

10. Capital Assets (continued)

Depreciation expense was charged to functions/programs as follows:

Primary Government	
Governmental activities	
General Government	$ 722,027
Judicial	352,351
Public Safety	918,275
Public Works	877,842
Health and Welfare	81,668
Culture and Recreation	389,813
Housing and Development	24,305
Total depreciation expense for governmental activities	$ 3,366,281
Business-type activities	
Landfill	$ 479,010
Transit	16,914
Airport	992,763
Total depreciation expense for business-type activities	$ 1,488,687
Discretely presented component units	
Habersham County Development Authority	$ 19,576

	Primary Government		Component Unit
	Governmental Activities	Business-type Activities	Habersham County Dev. Authority
Current year depreciation expense	$ 3,366,281	$ 1,488,687	$ 19,576
Prior accumulated depreciation on assets transferred between governmental, business-type activities, and component unit	0	132,236	0
Additions to accumulated depreciation	$ 3,366,281	$ 1,620,923	$ 19,576

11. Capital and Operating Lease Agreements

The County has entered into agreements for the lease of certain equipment. The terms of the agreements meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, which defines a capital lease generally as one which transfers benefits and risk of ownership to the lessee. The balances of these leases at June 30, 2019 are $375,398 and $779,600 for governmental and business-type activities, respectively.

Total assets leased under capital leases are $456,478 and $1,050,984 for governmental and business-type activities, respectively, and are classified as follows:

	Governmental Activities		Business-type Activities	
	Cost	Accumulated Depreciation	Cost	Accumulated Depreciation
Machinery and equipment	$ 456,478	$ 54,856	$ 1,050,984	$ 258,774

Amortization of leased equipment under capital leases is included with depreciation expense.

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of June 30, 2019:

Year Ending June 30,	Governmental activities	Business-type activities
2020	$ 113,417	$ 335,167
2021	113,417	131,558
2022	113,417	369,284
2023	47,072	0
2024	19,613	0
Total minimum lease payments	406,936	836,009
Less amounts representing interest	(31,538)	(56,409)
Present value of minimum lease payments	$ 375,398	$ 779,600

The County's lease agreements, other than such agreements described above, are relatively minor commitments and are in compliance with state law.

12. Long-Term Debt

Contracts Payable

Hospital Authority of Habersham County Taxable Revenue Anticipation Bond, Series 2014

The County entered into an intergovernmental contract dated July 17, 2014 with the Hospital Authority of Habersham County (Authority) to pay to the Authority amounts sufficient to enable the Authority to pay the debt service on the Series 2014 Bonds. The proceeds are used by the County to (a) refund a portion of the Authority's Revenue Anticipation Certificate, Series 2005, 2007, and 2013, and (b) pay the costs of issuing the Series 2014A Bonds. The bond calls for semiannual interest only payments commencing February 1, 2015 through August 1, 2016. Beginning February 1, 2017, equal semiannual payments are required in an amount that would amortize the principal and interest over twenty-eight years. Through this intergovernmental contract, the County also purchased land and buildings from the Authority. Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. Contract payments and obligations are secured by revenues on taxes, fees and charges collected by the County. The interest rate on the bond is 2% to 5%. At June 30, 2019, the balance of this contract payable is $37,461,449.

Based on total advances to date at June 30, 2019, annual debt service requirements for contracts payable are as follows:

Year Ending June 30,	Principal	Interest	Total
2020	$ 860,618	$ 1,556,769	$ 2,417,387
2021	895,618	1,523,769	2,419,387
2022	935,618	1,481,269	2,416,887
2023	980,618	1,436,769	2,417,387
2024	1,025,618	1,390,019	2,415,637
2025-2029	5,883,091	6,204,569	12,087,660
2030-2034	7,258,091	4,827,144	12,085,235
2035-2039	8,858,091	3,227,450	12,085,541
2040-2044	10,764,086	1,299,600	12,063,686
	$ 37,461,449	$ 22,947,358	$ 60,408,807

12. Long-Term Debt (continued)

Contracts Payable, continued

Hospital Authority of Habersham County Taxable Revenue Anticipation Bond, Series 2018

The County entered into an intergovernmental contract dated April 1, 2018 with the Hospital Authority of Habersham County (Authority) to pay to the Authority amounts sufficient to enable the Authority to pay the debt service on the Series 2018 Bonds. The proceeds are used by the County to (a) payoff the Hospital Authority of Habersham County Note Payable, and (b) pay the costs of issuing the Series 2018 Bonds. The bond calls for monthly principal and interest payments commencing June 1, 2018 through March 1, 2021. Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. Security for the certificates are secured by base rentals to the trustee. The interest rate on the bond is 3%. At June 30, 2019, the balance of this contract payable is $473,896.

Based on total advances to date at June 30, 2019, annual debt service requirements for contracts payable are as follows:

Year Ending June 30,	Principal	Interest	Total
2020	$ 267,875	$ 10,741	$ 278,616
2021	206,021	2,632	208,653
	$ 473,896	$ 13,373	$ 487,269

12. Long-Term Debt (continued)

Certificates of Participation

During the year ended June 30, 2018, the County issued $6,380,000 in Certificates of Participation, Series 2018, for the purpose of constructing an Administration Building. The certificates have a stated maturity of July 1, 2043 and are subject to mandatory sinking fund redemption, in order of maturity, in part by lot on July 1, beginning July 1, 2018, at a redemption price equal to 100% of the principal amount thereof plus accrued interest to the date of redemption. Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. The Certificate payments are secured by the real property associated with the project. Interest on the Certificates is to be paid semi-annually on July 1 and January 1 of each year at rates of 2.00% to 4.00%. At June 30, 2019, the balance is $6,529,089.

Annual debt service requirements for certificates of participation payable are as follows:

Year Ending June 30,	Principal	Interest	Total
2020	$ 13,457	$ 112,756	$ 126,213
2021	183,457	223,813	407,270
2022	183,457	219,563	403,020
2023	188,457	214,388	402,845
2024	193,457	209,063	402,520
2025-2029	1,077,285	939,475	2,016,760
2030-2034	1,292,285	726,938	2,019,223
2035-2039	1,552,285	456,538	2,008,823
2040-2044	1,844,949	150,431	1,995,380
	$ 6,529,089	$ 3,252,965	$ 9,782,054

13. Changes in Long-Term Liabilities

The following is a summary of changes in long-term liabilities of the County for the fiscal year ending June 30, 2019:

	Balance 6/30/2018	Additions	Deductions	Balance 6/30/2019	Due Within One Year
Governmental activities					
Capital leases payable	$ 253,497	$ 207,439	$ 85,538	$ 375,398	$ 99,784
Contracts payable	39,037,383	0	1,102,038	37,935,345	1,128,493
Certificates of participation	6,632,546	0	103,457	6,529,089	13,457
Compensated absences	846,487	932,416	846,487	932,416	720,794
Total governmental activities	$ 46,769,913	$ 1,139,855	$ 2,137,520	$ 45,772,248	$ 1,962,528
Business-type activities					
Capital leases payable	$ 914,218	$ 0	$ 134,618	$ 779,600	$ 312,002
Compensated absences	34,464	34,997	34,464	34,997	26,248
	$ 948,682	$ 34,997	$ 169,082	$ 814,597	$ 338,250
Habersham County Health Department Component Unit					
Compensated absences	$ 41,892	$ 43,637	$ 29,896	$ 55,633	$ 30,000

In prior years, long-term liabilities, such as compensated absences, of the governmental activities were liquidated in the General and Emergency 911 Special Revenue Funds.

The total interest incurred and charged to expense for the fiscal year ended June 30, 2019 was $1,832,904 for governmental activities and $10,553 for business-type activities.

14. Landfill Post-Closure Care Costs

In 1994, the County opened a solid waste landfill. State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post-closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and post-closure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and post-closure care costs has a balance of $4,073,027 as of June 30, 2019, which is based on 49.7% usage (filled) of the landfill. It is estimated that an additional $4,025,252 will be recognized as closure and post-closure care expense between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2046).

The estimated total current cost of the landfill closure and post-closure care ($8,098,279) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2019. However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

15. Pension Plan

Plan Description. The County is a participating member of the Association of County Commissioners of Georgia ("ACCG") Defined Benefit Plan ("Plan"), an agent multiple-employer retirement system, administered by the Association of County Commissioners of Georgia. This is a defined benefit pension plan, which provides retirement, disability and death benefits to plan members and beneficiaries. The Commission has established provisions, which assign the authority to the Commission council members to establish and amend the benefit provisions of the plan.

Control over the operation and administration of the plan is vested with ACCG along with custody of the plan assets. The plan provides that the County has no liability with respect to payments or benefits or otherwise under the plan except to pay over to ACCG such actuarially determined contributions as are required to meet minimum funding standards of the Public Retirement Systems Standards Law and provide benefits thereunder. If terminated, the plan provides that if there are funds remaining after the satisfaction of all liabilities, such funds shall not revert to the County but shall be allocated to employees. All full-time County employees are eligible to participate in the Plan after completing one year of service and having reached their 21st birthday. These benefit provisions and powers to amend the plan were established by a resolution executed by the County Board of Commissioners.

There are no loans to any of the County officials or other “party-in-interest,” and there are no prohibited transactions. The plan assets do not include any securities or investments in Habersham County. The funds are managed by independent money managers.

The annual report and more detailed information regarding the plan can be obtained by writing to Pension Service Company, 1100 Circle 75 Parkway, Suite 320, Atlanta, GA 30339.

15. Pension Plan (continued)

At January 1, 2018, the date of the most recent actuarial valuation, there were 584 participants consisting of the following:

Retirees, beneficiaries and disables currently receiving benefits	52
Terminated vested participants entitled to but not yet receiving benefits	313
Active participants	219
Total number of participants	584

Benefits Provided. The plan provides retirement and death benefits. Benefits are based on years of credited service, equal to one year of full-time employment. Benefits vest evenly over five years of service. Participants become eligible to retire with unreduced benefits at age 65 with 5 years of plan participation. The amount of monthly retirement benefits to be provided for each participant at their normal retirement date is equal to one percent of the participant's average annual compensation multiplied by the participant's total number of years of service. County Commissioners receive a benefit equal to $30 per month multiplied by years of service. The Plan also provides benefits in the event of death or disability.

Contributions. Employees make no contributions to the plan. The County is required to contribute the remaining amounts necessary to fund the plan in compliance with the minimum funding standards of the Public Retirement Systems Standards Law. This funding policy, as specified by ordinance, has been the same since the inception of the plan. The current rate is 5.13% of annual covered payroll. The Board of Commissioners provides for the benefits and funding policy through County ordinance and maintains the authority to change the policy.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. At June 30, 2019, the County reported a net pension liability of $2,395,022. The net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018. For the fiscal year ended June 30, 2019, the County recognized pension expense of $805,506. For governmental activities, the net pension liability is liquidated in the General Fund.

15. Pension Plan (continued)

At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to the plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 111,681	$ (202,778)
Net difference between projected and actual earnings on pension plan investments	589,554	
Changes of assumptions	366,318	0
	$ 1,067,553	$ (202,778)

Amounts reported as deferred outflows and deferred inflows of resources will be recognized in pension expense as follows:

Year Ending June 30	
2020	$ 321,505
2021	228,886
2022	105,284
2023	209,100
Totals	$ 864,775

Actuarial Assumptions. The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Projected salary increases	4.50% plus service based merit increases
Cost of living adjustments	N/A
Net investment rate of return	7.00%
Actuarial cost method	Entry age normal
Amortization method	Closed level dollar
Remaining amortization period	30 years

15. Pension Plans (continued)

Healthy mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females. Disabled mortality rates were based on the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates.

The mortality and economic actuarial assumptions used in the December 31, 2018 valuation were based on the results of an actuarial experience study for the period of January 1, 2010 through June 30, 2014.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2018 are summarized in the following table:

	Target Allocation	Range
Fixed Income	30%	25%-35%
Large Cap	30%	25%-35%
Mid Cap	5%	2.5%-10%
Small Cap	5%	2.5%-10%
REIT	5%	2.5%-10%
International	15%	10%-20%
Multi Cap	5%	2.5%-10%
Global Allocation	5%	2.5%-10%

15. Pension Plan (continued)

Discount Rate. The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from employer will be made at contractually required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability (Asset)

	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at 12/31/17	$ 9,562,417	$ 8,671,542	$ 890,875
Changes for the year:			
Service cost	323,781	0	323,781
Interest	684,066	0	684,066
Differences between expected and actual experience	143,636	0	143,636
Changes of assumptions	344,704	0	344,704
Contributions—employer	0	486,696	(486,696)
Net investment income	0	(389,864)	389,864
Benefit payments, including refunds of employee contributions	(254,043)	(254,043)	0
Administrative expense	0	(44,151)	44,151
Other changes	0	(60,641)	60,641
Net changes	1,242,144	(262,003)	1,504,147
Balances at 12/31/18	$ 10,804,561	$ 8,409,539	$ 2,395,022

Plan's fiduciary net position as a percentage of the total pension liability	77.83%
Covered payroll	$ 8,375,716
Net pension liability as a percentage of covered payroll	28.59%

15. Pension Plan (continued)

Sensitivity of the Net Pension Asset/Liability to Changes in the Discount Rate. The following presents what the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.00 percent) or one percentage-point higher (8.00 percent) than the current rate:

	Discount Rate	Net Pension Liabilty (Asset)
1% decrease	6.00%	$ 3,843,915
Current discount rate	7.00%	2,395,022
1% increase	8.00%	1,199,716

Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in the separately issued Association County Commissioners of Georgia Benefit System financial report.

OTHER PLANS

In addition to the plan above, various County employees are covered under the following plans: Georgia Firefighters' Pension Fund, Georgia State Employees' Retirement System (ERS), Magistrates' Retirement Fund of Georgia, Peace Officers' Annuity and Benefit Fund of Georgia, Probate Judges' Retirement Fund of Georgia, Sheriffs' Retirement Fund of Georgia, and Superior Court Clerks' Retirement Fund of Georgia. Further information regarding these plans can be obtained from the plans' annual reports. These plans are immaterial to the financial statements.

Habersham County Department of Public Health Retirement Plan

Eligible employees of the Habersham County Department of Public Health participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system. During the fiscal year ended June 30, 2019, the Department contributed $91,844. As of June 30, 2019, the Department reported a liability in the amount of $499,079 for its proportionate share (0.02%) of the net pension liability. The Department recognized pension expense of $91,844 for the fiscal year ended June 30, 2019. Further information regarding the plan can be obtained from Department's annual audit report by contacting District 2, Public Health, 1280 Athens Street, Gainesville, GA 30507.

16. Deferred Compensation Plans

The County has established a Defined Contribution Plan for the County Manager. The Plan was created under Internal Revenue Code Sections 457 and 401(a), and is administered by the Government Employees Benefits Corporation (GEBCorp) of Georgia, an independent third party. Under the terms of the Plan, the County Manager may defer a maximum of 25% of his/her salary through voluntary contributions to the Plan, up to the maximum allowed by federal law.

The County will contribute 200% of the County Manager's contributions per year with a maximum annual matching contribution of 10% of his/her salary. County contributions are paid into the Plans at the end of each payroll period. During the fiscal year ended June 30, 2019, the County contributed $12,143 to the Plans. The County Manager made voluntary contributions of $14,402.

The County provides retirement benefits for its other employees through a deferred compensation, defined contribution plan. The Plan was created under Internal Revenue Code Sections 457 and 401(a), and is administered by the Government Employees Benefits Corporation (GEBCorp) of Georgia, an independent third party. Under the terms of the Plan, employees may defer a maximum of 25% of their salary through voluntary contributions to the Plan, up to the maximum allowed by federal law.

The County will contribute 50% of the employee's contributions per year with a maximum annual matching contribution of 1% of the employee's salary. County contributions are paid into the Plan at the end of each payroll period. During the fiscal year ended June 30, 2019, the County contributed $54,365 to the Plan. Plan members made voluntary contributions of $265,480.

Funds are vested 100% at the time of contribution. Amounts held in the Plans are not available to the employees until termination, retirement, death, or unforeseeable emergency. The County has no fiduciary relationship with the Plans, and Plan assets are not available to the County or its general creditors. The Plan assets are held in trust by the administrators for the exclusive benefit of the participants of the Plans. The County may change the contribution requirements by resolution.

17. Other Post-Employment Benefits

Habersham County Health Department

Eligible employees of the Habersham County Health Department are provided OPEB through the State of Georgia OPEB Fund, a cost-sharing multiple-employer defined benefit post-employment healthcare plan and life insurance through the SEAD-OPEB Fund, a cost-sharing multiple-employer defined benefit other post-employment benefit plan. During the current fiscal year, the Department contributed $74,064. At the end of the current fiscal year, the Department reported a net liability in the amount of $277,900 for its proportionate share (0.011469%) for the State of Georgia OPEB Fund and 0.008159% for the SEAD-OPEB Fund) of the net OPEB liability. The Department recognized OPEB expense of $74,064 for the current fiscal year. Further information regarding the plans can be obtained from Department's annual audit report by contacting District 2 Public Health, 1280 Athens Street, Gainesville, Georgia 30507.

18. Hotel/Motel Lodging Tax

The County has levied a 5% lodging tax in accordance with OCGA 48-13-51. A summary of the transactions for the fiscal year ending June 30, 2019 follows:

Lodging tax receipts	$	108,018	
Disbursements for tourism and trade	$	43,207	40%

19. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the northeast Georgia area, is a member of the Georgia Mountains Regional Commission (GMRC) and is required to pay annual dues thereto. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official in each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. A copy of the GMRC financial statements can be obtained from GMRC, 1310 West Ridge Road, Gainesville, Georgia 30501.

20. Restricted, Committed and Assigned Fund Balances

The following is a summary of restricted, committed, and assigned fund balances of the governmental funds for the fiscal year ended June 30, 2019:

	General	Hospital Debt Service	SPLOST #6	Nonmajor Governmental Funds	Total Governmental Funds
Restricted for:					
Judicial					
Juvenile supervision	$ 25,385	$ 0	$ 0	$ 0	$ 25,385
Indigent defense	12,352	0	0	0	12,352
Law library operations	0	0	0	233,744	233,744
Drug programs	0	0	0	126,951	126,951
Public Safety					
Sheriff facilities and equipment	5,017	0	0	116,346	121,363
Debt service	0	1,606,236	0	0	1,606,236
Capital projects	0	0	1,335,194	0	1,335,194
	$ 42,754	$ 1,606,236	$ 1,335,194	$ 477,041	$ 3,461,225
Assigned to:					
General Government					
Future healthcare costs	$ 623,924	$ 0	$ 0	$ 0	$ 623,924
Public Safety					
Emergency 911 operations	0	0	0	682,679	682,679
Health and Welfare					
Senior Center operations	0	0	0	72,529	72,529
Housing and Development					
Tourism product development	0	0	0	5,845	5,845
Subsequent budget	499,143	0	0	0	499,143
	$ 1,123,067	$ 0	$ 0	$ 761,053	$ 1,884,120

At June 30, 2019, the Habersham County Development Authority fund balance consists of $576,733 assigned to housing and development.

21. Deficit Fund Balances

The County had a deficit fund balance in the amount of $87,663 in the Emergency Medical Services Special Revenue Fund and $55,343 in the Capital Improvements Capital Projects Fund for expenditures in excess of taxes and charges for services. The County will replenish this deficit with future taxes and charges for services.

22. Risk Financing Activities

Material estimates have been made by management about the historical cost of capital assets and the life of the depreciated capital assets. Management has used a conservative approach on these estimates.

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

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

22. Risk Financing Activities (continued)

Settled claims in the past three years have not exceeded the coverages. Management estimates liabilities for unpaid claims based on the probability of losses exceeding the occurrence limits and the reasonableness of estimating those losses. At June 30, 2019, the County has no losses that are probable or estimable and accordingly has not recognized any liability.

23. Self-Insurance

Group Health Insurance

During the fiscal year 2018, the County began providing health care benefits to its active employees and their dependents through a self-insured plan administered by MSI Benefits Group, Inc. Under this arrangement, the County is responsible for paying all claims but purchases reinsurance policies through an insurance provider that is responsible for paying claims in excess of agreed-upon specific and aggregate levels.

Liabilities

Liabilities of the funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Changes in the balances of claims liabilities during the year are as follows:

Group Insurance Liabilities

Balance at 7/1/2018	$	66,624
Current year claims and changes in estimates		1,361,239
Claim payments		(1,319,476)
Balance at 6/30/2019	$	108,387

24. Commitments and Contingencies

Contingencies

Habersham County participates in a number of Revenue Sharing Grants. Expenditures financed by Revenue Sharing Grants are subject to a compliance audit by the grantor or its representative. If expenditures are disallowed due to noncompliance with program regulations, the County may be required to reimburse the grantor government. The County believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual funds or the overall financial position of the County.

The County is a defendant in several lawsuits. Management intends to contest these open cases vigorously. The County's legal counsel has stated that the outcome of these lawsuits is not presently determinable.

25. New Accounting Pronouncements

The County implemented Governmental Accounting Standards Board Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements.* The requirements of this statement are effective for periods beginning after June 15, 2018.

REQUIRED SUPPLEMENTARY INFORMATION

HABERSHAM COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
LAST TEN FISCAL YEARS
June 30, 2019
(Unaudited)

	Fiscal Year End				
	2019	**2018**	**2017**	**2016**	**2015**
Total pension liability					
Service cost	$ 323,781	$ 249,076	$ 269,607	$ 259,833	$ 228,980
Interest	693,275	668,457	617,110	559,503	519,221
Differences between expected and actual experience	143,636	(479,754)	50,327	(105,680)	0
Changes of assumptions	344,704	24,759	296,824	293,250	0
Benefit payments, including refunds of employee contributions	(263,252)	(240,436)	(243,346)	(234,279)	(187,990)
Net change in total pension liability	1,242,144	222,102	990,522	772,627	560,211
Total pension liability - beginning	9,562,417	9,340,315	8,349,793	7,577,166	7,016,955
Total pension liability - ending (a)	$ 10,804,561	$ 9,562,417	$ 9,340,315	$ 8,349,793	$ 7,577,166
Plan fiduciary net position					
Contributions - employer	$ 486,696	$ 405,114	$ 450,711	$ 408,205	$ 399,462
Net investment income	(389,864)	1,163,292	501,317	45,158	443,332
Benefit payments, including refunds of employee contributions	(254,043)	(240,436)	(243,346)	(234,279)	(187,990)
Administrative expense	(44,151)	(33,299)	(39,054)	(37,197)	(33,173)
Other	(60,641)	(50,765)	(76,795)	(51,296)	(52,449)
Net change in total pension liability	(262,003)	1,243,906	592,833	130,591	569,182
Plan fiduciary net position - beginning	8,671,542	7,427,636	6,834,803	6,704,212	6,135,030
Plan fiduciary net position - ending (b)	$ 8,409,539	$ 8,671,542	$ 7,427,636	$ 6,834,803	$ 6,704,212
Net pension liability (asset) - ending: (a) - (b)	$ 2,395,022	$ 890,875	$ 1,912,679	$ 1,514,990	$ 872,954
Plan's fiduciary net position as a percentage of the total pension liability	77.83%	90.68%	79.52%	81.86%	88.48%
Covered payroll	$ 8,375,716	$ 6,423,152	$ 6,905,412	$ 7,165,355	$ 6,482,782
Net pension liability as a percentage of covered payroll	28.59%	13.87%	27.70%	21.14%	13.47%

Note: Fiscal year 2015 was the first year of implementation. Therefore, only five years are reported.

The accompanying notes to the required supplementary information are an integral part of this schedule.

HABERSHAM COUNTY, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
June 30, 2019
(Unaudited)

	Fiscal Year End				
	2019	**2018**	**2017**	**2016**	**2015**
Actuarially determined contribution	$ 486,696	$ 405,114	$ 450,711	$ 408,205	$ 399,462
Contributions in relation to the actuarially determined contribution	(486,696)	(405,114)	(450,711)	(408,205)	(399,462)
Contribution deficiency (excess)	$ 0	$ 0	$ 0	$ 0	$ 0
Covered payroll	$ 9,488,989	$ 8,444,632	$ 6,826,030	$ 6,722,017	$ 7,138,973
Contributions as a percentage of covered payroll	5.13%	4.80%	6.60%	6.07%	5.60%

Note: Fiscal year 2015 was the first year of implementation. Therefore, only five years are reported.

1. Valuation Date

The actuarially determined contribution rate was determined as of December 31, 2018, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending June 30, 2019.

2. Methods and Assumptions Used to Determine Contribution Rates

Actuarial cost method = Entry Age Normal

Amortization method = Closed level dollar for remaining unfunded liability

Remaining amortization period = Remaining amortization period varies for the bases, with a net effective amortization period of 15 years

Asset valuation method = Smoothed market value with a 5-year smoothing period.

Net investment rate of return = 7.00%

Projected salary increases = 4.50% plus service based merit increases

Cost of living adjustments = N/A

Retirement age for inactive vested participants = 65

Mortality = Healthy mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females. Disabled mortality rates were based on the Social Security Administration standard rate.

3. Changes in Benefits

There have been no substantive changes since the last actuarial valuation.

4. Changes of Assumptions

There have been no substantive changes since the last actuarial valuation.

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COMBINING STATEMENTS

Nonmajor Governmental Funds

HABERSHAM COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2019

	Special Revenue				
	Jail	Emergency 911	Hotel/Motel Tax	Law Library	Drug Abuse Treatment
ASSETS					
Cash and cash equivalents	$ 62,833	$ 602,025	$ 0	$ 127,724	$ 0
Certificates of deposit	0	0	0	106,020	0
Receivables					
Accounts (net)	0	132,286	0	0	5,674
Taxes	0	0	9,742	0	0
Intergovernmental	17,185	7,688	0	0	152,225
Due from other funds	0	0	0	0	23,860
Total assets	$ 80,018	$ 741,999	$ 9,742	$ 233,744	$ 181,759
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	$ 0	$ 7,437	$ 3,897	$ 0	$ 27,721
Accrued salaries and expenditures	0	13,828	0	0	2,440
Due to other agencies	0	0	0	0	0
Due to other funds	0	38,055	0	0	35,271
Total liabilities	0	59,320	3,897	0	65,432
Fund balances					
Restricted for:					
Judicial	0	0	0	233,744	116,327
Public safety	80,018	0	0	0	0
Assigned to:					
Public safety	0	682,679	0	0	0
Housing and development	0	0	5,845	0	0
Health and welfare	0	0	0	0	0
Total fund balances	80,018	682,679	5,845	233,744	116,327
Total liabilities and fund balances	$ 80,018	$ 741,999	$ 9,742	$ 233,744	$ 181,759

Special Revenue				Capital Projects	Total
Inmate Welfare	Confiscated Assets	Senior Center	Family Dependency Treatment	Senior Center CDBG	Nonmajor Governmental Funds
$ 24,941	$ 48,143	$ 47,536	$ 0	$ 3	$ 913,205
0	0	0	0	0	106,020
0	0	45,781	0	0	183,741
0	0	0	0	0	9,742
0	0	13,836	52,083	4,963	247,980
0	0	0	0	0	23,860
$ 24,941	$ 48,143	$ 107,153	$ 52,083	$ 4,966	$ 1,484,548
$ 0	$ 0	$ 30,728	$ 10,093	$ 4,963	$ 84,839
0	0	3,899	1,439	0	21,606
0	36,756	0	0	0	36,756
0	0	0	29,927	0	103,253
0	36,756	34,627	41,459	4,963	246,454
0	0	0	10,624	0	360,695
24,941	11,387	0	0	0	116,346
0	0	0	0	0	682,679
0	0	0	0	0	5,845
0	0	72,526	0	3	72,529
24,941	11,387	72,526	10,624	3	1,238,094
$ 24,941	$ 48,143	$ 107,153	$ 52,083	$ 4,966	$ 1,484,548

HABERSHAM COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2019

	Special Revenue				
	Jail	**Emergency 911**	**Hotel/Motel Tax**	**Law Library**	**Drug Abuse Treatment**
REVENUES					
Taxes	$ 0	$ 0	$ 108,018	$ 0	$ 0
Fines, fees, and forfeitures	138,228	0	0	36,790	35,632
Charges for services	0	862,461	0	0	129,501
Intergovernmental	0	39,321	0	0	484,379
Investment income	0	1,082	0	2,265	0
Contributions	0	0	0	0	0
Other	0	6,245	0	0	0
Total revenues	138,228	909,109	108,018	39,055	649,512
EXPENDITURES					
Current					
Judicial	0	0	0	23,842	611,494
Public safety	14,500	1,536,408	0	0	0
Health and welfare	0	0	0	0	0
Housing and development	0	0	43,207	0	0
Capital outlay	0	0	0	0	0
Debt service					
Principal	0	26,077	0	0	0
Interest	0	5,913	0	0	0
Total expenditures	14,500	1,568,398	43,207	23,842	611,494
Excess (deficiency) of revenues over (under) expenditures	123,728	(659,289)	64,811	15,213	38,018
Other financing sources (uses)					
Transfers in	0	674,721	0	0	0
Transfers out	(60,000)	0	(58,966)	0	(6,000)
Issuance of capital leases	0	207,439	0	0	0
Total other financing sources (uses)	(60,000)	882,160	(58,966)	0	(6,000)
Net change in fund balance	63,728	222,871	5,845	15,213	32,018
Fund balances, July 1	16,290	459,808	0	218,531	84,309
Fund balances, June 30	$ 80,018	$ 682,679	$ 5,845	$ 233,744	$ 116,327

Special Revenue				Capital Projects	Total
Inmate Welfare	Confiscated Assets	Senior Center	Family Dependency Treatment	Senior Center CDBG	Nonmajor Governmental Funds
$ 0	$ 0	$ 0	$ 0	$ 0	$ 108,018
0	0	0	20,533	0	231,183
43,245	0	0	0	0	1,035,207
0	0	231,862	139,493	747,437	1,642,492
0	0	0	0	0	3,347
0	0	8,727	0	0	8,727
0	0	38,292	0	0	44,537
43,245	0	278,881	160,026	747,437	3,073,511
0	0	0	0	0	635,336
44,385	0	0	0	0	1,595,293
0	0	415,645	153,220	0	568,865
0	0	0	0	0	43,207
0	0	0	0	747,437	747,437
0	0	0	0	0	26,077
0	0	0	0	0	5,913
44,385	0	415,645	153,220	747,437	3,622,128
(1,140)	0	(136,764)	6,806	0	(548,617)
0	0	192,295	0	0	867,016
0	0	0	0	0	(124,966)
0	0	0	0	0	207,439
0	0	192,295	0	0	949,489
(1,140)	0	55,531	6,806	0	400,872
26,081	11,387	16,995	3,818	3	837,222
$ 24,941	$ 11,387	$ 72,526	$ 10,624	$ 3	$ 1,238,094

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GENERAL FUND

The general operating fund of the County is used to account for all financial resources except those required to be accounted for in another fund.

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 3,931,389	$ 4,207,883
Investments	807,109	780,160
Receivables (net)		
Accounts	82,068	26,460
Intergovernmental	301,947	330,320
Taxes	106,413	109,348
Prepaid items	510,165	456,020
Due from other funds	1,028,202	932,301
Restricted Assets		
Cash and cash equivalents	42,754	52,008
Total assets	$ 6,810,047	$ 6,894,500
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 424,061	$ 354,068
Intergovernmental	26,137	222,497
Accrued salaries and expenditures	214,755	220,157
Unearned revenue	0	550
Due to other funds	158,596	303,007
Claims reserve	108,387	66,624
Total liabilities	931,936	1,166,903
Deferred inflows of resources		
Unavailable revenue - property taxes	22,152	39,706
Fund balances		
Nonspendable:		
Prepaid items	510,165	456,020
Restricted for:		
Judicial	37,737	36,143
Public Safety	5,017	15,865
Assigned for:		
General Government	623,924	623,924
Subsequent year's budget	499,143	569,008
Unassigned	4,179,973	3,986,931
Total fund balances	5,855,959	5,687,891
Total liabilities, deferred inflows of resources, and fund balances	$ 6,810,047	$ 6,894,500

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2019 and 2018

	2019	2018
REVENUES		
Taxes	$ 17,979,374	15,981,037
Licenses and permits	217,670	185,001
Fines, fees and forfeitures	1,216,957	1,098,411
Charges for services	1,910,043	1,786,396
Intergovernmental	1,210,993	891,286
Investment income	85,885	31,091
Contributions	45,529	63,305
Other	212,075	275,172
Total revenues	22,878,526	20,311,699
EXPENDITURES		
Current		
General Government	4,584,893	4,262,628
Judicial	2,995,218	2,923,906
Public Safety	9,746,741	8,624,045
Public Works	1,967,531	1,993,063
Health and Welfare	307,248	306,960
Culture and Recreation	1,304,570	1,238,940
Housing and Development	636,468	593,359
Debt Service		
General Government	320,000	206,504
Total expenditures	21,862,669	20,149,405
Excess (deficiency) of revenues over (under) expenditures	1,015,857	162,294
Other financing sources (uses)		
Transfers in (out)		
Jail Fund	60,000	78,000
Hotel/Motel Tax Fund	58,966	43,803
E911 Fund	(674,721)	(522,327)
Drug Abuse Treatment Fund	6,000	5,683
Capital Improvements Fund	(842,942)	(379,314)
Senior Center Fund	(192,295)	(102,153)
Hospital Debt Service Fund	200,000	500,000
Transit Fund	(17,485)	0
Proceeds from the sale of assets	554,688	653,138
Total other financing sources (uses)	(847,789)	276,830
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	168,068	439,124
Fund balances, July 1	5,687,891	5,248,767
Fund balances, June 30	$ 5,855,959	$ 5,687,891

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Taxes				
General property taxes				
Current and prior year levies	$ 13,401,671	$ 13,485,037	$ 83,366	$ 11,855,850
Motor vehicle tax	1,301,306	1,344,164	42,858	1,187,011
Mobile home tax	103,443	90,676	(12,767)	90,956
Timber tax	3,415	1,226	(2,189)	3,131
Cost, penalties, and interest	85,000	65,911	(19,089)	65,588
Total general property taxes	14,894,835	14,987,014	92,179	13,202,536
Intangibles tax	235,000	238,195	3,195	195,453
Real estate transfer tax	80,000	86,553	6,553	69,826
Franchise tax	77,172	75,429	(1,743)	78,484
Insurance premium tax	1,980,444	1,982,416	1,972	1,838,518
Alcohol excise tax	466,886	464,940	(1,946)	457,502
Occupational tax	128,845	136,932	8,087	132,414
Other	9,180	7,895	(1,285)	6,304
Total taxes	17,872,362	17,979,374	107,012	15,981,037
Licenses and permits				
Building permits	171,430	217,670	46,240	184,601
Other	0	0	0	400
Total licenses and permits	171,430	217,670	46,240	185,001
Fines, fees and forfeitures	1,209,723	1,216,957	7,234	1,098,411
Charges for Services				
Sheriff services	297,500	295,407	(2,093)	236,257
Prisoner board	10,000	2,325	(7,675)	20,460
Ambulance charges	8,000	11,760	3,760	9,600
Recreation fees	567,500	551,897	(15,603)	506,721
Collection commissions	590,000	677,301	87,301	630,794
Other charges for services	336,550	371,353	34,803	382,564
Total charges for services	1,809,550	1,910,043	100,493	1,786,396
Intergovernmental	1,275,692	1,210,993	(64,699)	891,286
Investment income	5,000	85,885	80,885	31,091
Contributions	17,500	45,529	28,029	63,305
Other				
Rental Income	133,147	85,187	(47,960)	61,601
Miscellaneous	47,056	126,888	79,832	213,571
Total other	180,203	212,075	31,872	275,172
Total revenues	$ 22,541,460	$ 22,878,526	$ 337,066	$ 20,311,699

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
EXPENDITURES				
Current				
General Government				
County-Wide				
Personal services	$ 64,300	$ 62,680	$ 1,620	$ 63,500
Contract services	793,940	789,888	4,052	712,667
Materials and supplies	0	1,000	(1,000)	947
Total County-Wide	858,240	853,568	4,672	777,114
Commissioners				
Personal services	100,193	96,716	3,477	95,401
Contract services	107,000	104,272	2,728	106,996
Materials and supplies	13,000	15,156	(2,156)	18,641
Payments to other agencies	370,500	369,250	1,250	365,473
Total Commissioners	590,693	585,394	5,299	586,511
County Manager				
Personal services	208,532	208,296	236	192,746
Contract services	7,700	7,769	(69)	6,963
Materials and supplies	3,200	3,062	138	2,672
Total County Manager	219,432	219,127	305	202,381
County Finance				
Personal services	277,066	276,995	71	257,748
Contract services	5,320	4,803	517	5,081
Materials and supplies	7,500	7,866	(366)	4,590
Total County Finance	289,886	289,664	222	267,419
County Human Resources				
Personal services	173,808	173,040	768	150,307
Contract services	20,850	16,533	4,317	18,666
Materials and supplies	3,050	2,244	806	1,585
Total County Human Resources	197,708	191,817	5,891	170,558
Tax Commissioner				
Personal services	312,260	309,527	2,733	326,432
Contract services	65,560	65,069	491	54,641
Materials and supplies	6,000	6,000	0	3,967
Total Tax Commissioner	383,820	380,596	3,224	385,040
Tax Assessor				
Personal services	502,683	502,203	480	464,087
Contract services	71,758	73,157	(1,399)	70,406
Materials and supplies	6,015	4,513	1,502	3,436
Total Tax Assessor	580,456	579,873	583	537,929
Board of Equalization				
Contract services	4,050	1,109	2,941	1,903
Materials and supplies	300	0	300	0
Total Board of Equalization	4,350	1,109	3,241	1,903

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
General Government (continued)				
County Clerk				
Personal services	$ 68,450	$ 67,469	$ 981	$ 62,872
Contract services	5,055	2,559	2,496	3,660
Materials and supplies	150	30	120	50
Total County Clerk	73,655	70,058	3,597	66,582
Registrar				
Personal services	150,355	149,751	604	112,229
Contract services	22,850	20,570	2,280	18,073
Materials and supplies	9,600	11,850	(2,250)	8,806
Total Registrar	182,805	182,171	634	139,108
Buildings and Grounds				
Personal services	445,559	437,672	7,887	414,660
Contract services	232,889	235,878	(2,989)	224,395
Materials and supplies	217,713	213,722	3,991	225,641
Total Buildings and Grounds	896,161	887,272	8,889	864,696
Information Technology				
Personal services	179,370	183,482	(4,112)	145,895
Contract services	132,662	129,636	3,026	103,132
Materials and supplies	31,227	31,126	101	14,360
Total Information Technology	343,259	344,244	(985)	263,387
Total General Government	4,620,465	4,584,893	35,572	4,262,628
Judicial				
Probate Court				
Personal services	200,606	197,729	2,877	181,437
Contract services	10,560	10,080	480	8,797
Materials and supplies	6,750	7,000	(250)	6,297
Total Probate Court	217,916	214,809	3,107	196,531
Magistrate Court				
Personal services	162,802	160,711	2,091	158,968
Contract services	7,750	3,573	4,177	5,272
Materials and supplies	1,600	923	677	1,062
Total Magistrate Court	172,152	165,207	6,945	165,302
Clerk of Superior Court				
Personal services	628,234	626,491	1,743	604,062
Contract services	53,200	54,770	(1,570)	41,415
Materials and supplies	17,000	15,011	1,989	14,673
Total Clerk of Superior Court	698,434	696,272	2,162	660,150

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
Judicial (continued)				
Superior Court				
Personal services	$ 157,002	$ 155,319	$ 1,683	$ 154,793
Contract services	108,950	107,693	1,257	92,009
Materials and supplies	3,000	2,626	374	1,522
Total Superior Court	268,952	265,638	3,314	248,324
District Attorney				
Personal services	58,298	54,040	4,258	13,527
Contract services	246,070	219,891	26,179	203,191
Materials and supplies	8,000	8,332	(332)	8,064
Payments to other agencies	74,530	77,398	(2,868)	66,011
Total District Attorney	386,898	359,661	27,237	290,793
Public Defender				
Personal services	56,754	54,732	2,022	54,756
Contract services	525,211	520,571	4,640	528,557
Materials and supplies	21,000	23,869	(2,869)	21,509
Total Public Defender	602,965	599,172	3,793	604,822
State Court Judge				
Personal services	173,836	170,738	3,098	174,595
Contract services	85,280	84,412	868	81,072
Materials and supplies	9,400	10,066	(666)	10,000
Total State Court Judge	268,516	265,216	3,300	265,667
Juvenile Court				
Personnel services	172,365	169,268	3,097	217,528
Contract services	100,719	98,819	1,900	115,132
Materials and supplies	2,000	456	1,544	1,900
Total Juvenile Court	275,084	268,543	6,541	334,560
Juvenile Supervision				
Contract services	8,000	3,951	4,049	1,500
State Court Solicitor				
Personal services	148,283	147,249	1,034	146,757
Materials and supplies	9,550	9,500	50	9,500
Total State Court Solicitor	157,833	156,749	1,084	156,257
Total Judicial	3,056,750	2,995,218	61,532	2,923,906
Public Safety				
Sheriff				
Personal services	3,038,711	3,038,580	131	2,671,315
Contract services	324,990	320,101	4,889	258,785
Materials and supplies	408,000	411,622	(3,622)	422,480
Capital outlay	0	0	0	12,775
Total Sheriff	3,771,701	3,770,303	1,398	3,365,355

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
Public Safety (continued)				
Jail				
Personal services	$ 1,980,445	$ 1,979,737	$ 708	$ 1,624,840
Contract services	967,072	963,225	3,847	879,677
Materials and supplies	390,750	393,422	(2,672)	381,038
Capital outlay	0	0	0	17,672
Total Jail	3,338,267	3,336,384	1,883	2,903,227
Heat Unit				
Personal services	65,751	62,813	2,938	58,032
Materials and supplies	13,000	15,072	(2,072)	14,724
Capital outlay	0	0	0	53,260
Total Heat Unit	78,751	77,885	866	126,016
Animal Control				
Personal services	264,317	262,515	1,802	232,918
Contract services	100,225	114,262	(14,037)	100,215
Materials and supplies	53,500	39,316	14,184	57,810
Capital outlay	0	0	0	26,894
Total Animal Control	418,042	416,093	1,949	417,837
Coroner				
Personal services	12,432	12,119	313	10,921
Contract services	10,650	9,463	1,187	7,870
Materials and supplies	2,400	1,300	1,100	1,266
Total Coroner	25,482	22,882	2,600	20,057
Fire				
Personal services	1,658,486	1,658,303	183	1,269,177
Contract services	130,720	120,653	10,067	92,454
Materials and supplies	186,634	191,909	(5,275)	143,958
Total Fire	1,975,840	1,970,865	4,975	1,505,589
Emergency Management Agency				
Personal services	115,857	115,052	805	92,405
Contract services	27,825	28,099	(274)	48,513
Materials and supplies	9,650	9,178	472	13,696
Capital outlay	0	0	0	131,350
Total Emergency Management Agency	153,332	152,329	1,003	285,964
Total Public Safety	9,761,415	9,746,741	14,674	8,624,045

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
Public Works				
Fleet				
Personal services	$ 287,584	$ 284,185	$ 3,399	$ 264,189
Contract services	90,760	95,187	(4,427)	90,398
Materials and supplies	260,200	255,487	4,713	231,060
Total Fleet	638,544	634,859	3,685	585,647
Road Department				
Personal services	1,000,582	974,734	25,848	1,062,157
Contract services	208,927	204,488	4,439	198,082
Materials and supplies	150,850	153,450	(2,600)	147,177
Total Road Department	1,360,359	1,332,672	27,687	1,407,416
Total Public Works	1,998,903	1,967,531	31,372	1,993,063
Health and Welfare				
Georgia Mountains Community Mental Health				
Payments to other agencies	26,300	26,300	0	26,300
Senior Center				
Payments to other agencies	10,450	10,450	0	10,450
Habersham County Health Department				
Payments to other agencies	198,788	198,788	0	198,788
Child Welfare				
Payments to other agencies	80,000	71,710	8,290	71,422
Total Health and Welfare	315,538	307,248	8,290	306,960
Culture and Recreation				
Libraries				
Payments to other agencies	311,121	311,121	0	297,896
Recreation				
Personal services	489,377	487,518	1,859	468,974
Contract services	196,705	197,738	(1,033)	159,607
Materials and supplies	307,300	297,957	9,343	306,230
Payments to other agencies	2,900	10,236	(7,336)	6,233
Total Recreation	996,282	993,449	2,833	941,044
Total Culture and Recreation	1,307,403	1,304,570	2,833	1,238,940

HABERSHAM COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
Housing and Development				
Extension Service				
Personal services	$ 23,670	$ 23,651	$ 19	$ 22,862
Contract services	81,624	81,787	(163)	69,025
Materials and supplies	12,000	11,699	301	11,753
Payments to other agencies	3,250	3,250	0	3,500
Total Extension Service	120,544	120,387	157	107,140
Forestry				
Payments to other agencies	8,400	7,660	740	7,832
Building				
Personal services	453,626	452,238	1,388	423,927
Contract services	36,346	35,340	1,006	34,228
Materials and supplies	12,334	11,516	818	11,475
Total Building	502,306	499,094	3,212	469,630
Conservation				
Contract services	5,000	5,000	0	5,000
Planning Commission				
Contract services	5,500	4,327	1,173	3,757
Total Housing and Development	641,750	636,468	5,282	593,359
Total Current	21,702,224	21,542,669	159,555	19,942,901
Debt Service				
General Government				
County-Wide				
Principal	34,209	34,209	0	80,409
Interest	283,104	285,791	(2,687)	126,095
Total Debt Service	317,313	320,000	(2,687)	206,504
Total Expenditures	$ 22,019,537	$ 21,862,669	$ 156,868	$ 20,149,405

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

Jail Fund – This fund is used to account for fines and fees received restricted for the maintenance of the County Jail.

Emergency 911 Fund – This fund is used to account for the County's share of telephone fees for the operation of the 911 emergency system.

Hotel/Motel Tax Fund – This fund is used to account for Hotel/Motel tax collections which are used to support tourism in Habersham County.

Law Library Fund – This fund is used to account for the funds court office fines and fees legally restricted for operation of the Habersham County Law Library.

Emergency Medical Services Fund – This fund is used to account for activities of the County's emergency medical services, available to any County resident.

Drug Abuse Treatment Fund – This fund is used to account for fines and fees received restricted for drug treatment and education programs in the County.

Inmate Welfare Fund – This fund is used to account for monies legally restricted for the benefit of detainees in the County jail.

Confiscated Assets Fund – This fund is used to account for cash received either from a cash confiscation or cash received from a sale of assets acquired from a drug raid.

Senior Center Fund – This fund is used to account for monies received restricted for use at the Senior Center.

Family Dependency Treatment Court Fund – This fund is used to account for fines and fees received restricted for drug treatment and education programs in the County.

HABERSHAM COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 62,833	$ 7,799
Intergovernmental receivable	17,185	8,491
Total assets	$ 80,018	$ 16,290
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for Public Safety	$ 80,018	$ 16,290

HABERSHAM COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	$ 74,500	$ 138,228	$ 63,728	$ 88,778
Total revenues	74,500	138,228	63,728	88,778
EXPENDITURES				
Current				
Public Safety				
Capital outlay	14,500	14,500	0	0
Total expenditures	14,500	14,500	0	0
Excess (deficiency) of revenues over (under) expenditures	60,000	123,728	63,728	88,778
Other financing sources (uses)				
Transfers in (out)				
General fund	(60,000)	(60,000)	0	(78,000)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	63,728	63,728	10,778
Fund balances, July 1	0	16,290	16,290	5,512
Fund balances, June 30	$ 0	$ 80,018	$ 80,018	$ 16,290

HABERSHAM COUNTY, GEORGIA
EMERGENCY 911 SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 602,025	$ 439,884
Accounts receivable (net)	132,286	127,949
Intergovernmental receivable	7,688	16,766
Total assets	$ 741,999	$ 584,599
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 7,437	$ 27,943
Accrued salaries and other payroll liabilities	13,828	13,788
Due to other funds	38,055	83,060
Total liabilities	59,320	124,791
Fund balances		
Assigned to Public Safety	682,679	459,808
Total liabilities and fund balances	$ 741,999	$ 584,599

HABERSHAM COUNTY, GEORGIA
EMERGENCY 911 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Charges for services	$ 694,000	$ 862,461	$ 168,461	$ 710,946
Intergovernmental	37,924	39,321	1,397	39,920
Investment income	0	1,082	1,082	297
Other	1,500	6,245	4,745	6,238
Total revenues	733,424	909,109	175,685	757,401
EXPENDITURES				
Current				
Public Safety				
Personal services	960,728	928,936	31,792	871,864
Contract services	373,176	368,993	4,183	204,156
Materials and supplies	33,200	31,040	2,160	32,223
Capital outlay	208,000	207,439	561	0
Debt service				
Principal	42,466	26,077	16,389	17,504
Interest	55	5,913	(5,858)	619
Total expenditures	1,617,625	1,568,398	49,227	1,126,366
Excess (deficiency) of revenues over (under) expenditures	(884,201)	(659,289)	224,912	(368,965)
Other financing sources (uses)				
Transfers in (out)				
General Fund	676,201	674,721	(1,480)	522,327
Issuance of capital leases	208,000	207,439	(561)	0
Total other financing sources (uses)	884,201	882,160	(2,041)	522,327
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	222,871	222,871	153,362
Fund balances, July 1	0	459,808	459,808	306,446
Fund balances, June 30	$ 0	$ 682,679	$ 682,679	$ 459,808

HABERSHAM COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

	2019	2018
ASSETS		
Taxes receivable	$ 9,742	$ 0
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 3,897	$ 0
Fund balances		
Assigned for Housing and Development	5,845	0
Total liabilities and fund balances	$ 9,742	$ 0

HABERSHAM COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Taxes	$ 105,000	$ 108,018	$ 3,018	$ 73,005
Total revenues	105,000	108,018	3,018	73,005
EXPENDITURES				
Current				
Housing and Development				
Payments to other agencies	45,000	43,207	1,793	29,202
Total expenditures	45,000	43,207	1,793	29,202
Excess (deficiency) of revenues over (under) expenditures	60,000	64,811	4,811	43,803
Other financing sources (uses)				
Transfers in (out)				
General Fund	(60,000)	(58,966)	1,034	(43,803)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	5,845	5,845	0
Fund balances, July 1	0	0	0	0
Fund balances, June 30	$ 0	$ 5,845	$ 5,845	$ 0

HABERSHAM COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 127,724	$ 112,604
Certificates of deposit	106,020	105,927
Total assets	$ 233,744	$ 218,531
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for Judicial	$ 233,744	$ 218,531

HABERSHAM COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	$ 33,200	$ 36,790	$ 3,590	$ 30,235
Investment income	0	2,265	2,265	1,129
Total revenues	33,200	39,055	5,855	31,364
EXPENDITURES				
Current				
Judicial				
Personal services	3,600	3,300	300	2,000
Contact services	7,500	5,798	1,702	2,386
Materials and supplies	22,100	14,744	7,356	12,406
Total expenditures	33,200	23,842	9,358	16,792
Excess (deficiency) of revenues over (under) expenditures	0	15,213	15,213	14,572
Fund balances, July 1	0	218,531	218,531	203,959
Fund balances, June 30	$ 0	$ 233,744	$ 233,744	$ 218,531

HABERSHAM COUNTY, GEORGIA
EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 281,687	$ 153,421
Receivables (net)		
Accounts	376,637	500,991
Taxes	4,645	3,865
Intergovernmental	32,394	3,901
Total assets	$ 695,363	$ 662,178
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 34,769	$ 35,161
Accrued salaries and other payroll liabilities	30,469	29,250
Due to other funds	716,466	635,535
Total liabilities	781,704	699,946
Deferred inflows of resources		
Unavailable revenue - property taxes	1,322	1,322
Fund balances		
Unassigned	(87,663)	(39,090)
Total liabilities, deferred inflows, and fund balances	$ 695,363	$ 662,178

HABERSHAM COUNTY, GEORGIA
EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Taxes	$ 532,319	$ 508,901	$ (23,418)	$ 401,615
Charges for services	2,170,629	2,142,586	(28,043)	628,570
Intergovernmental	116,360	116,360	0	24,496
Other	0	175	175	0
Total revenues	2,819,308	2,768,022	(51,286)	1,054,681
EXPENDITURES				
Current				
Public Safety				
Personal Services	2,278,000	2,276,441	1,559	639,653
Contract services	309,408	319,597	(10,189)	274,266
Materials and supplies	231,900	220,557	11,343	172,218
Capital outlay	0	0	0	7,634
Total expenditures	2,819,308	2,816,595	2,713	1,093,771
Excess (deficiency) of revenues over (under) expenditures	0	(48,573)	(48,573)	(39,090)
Fund balances, July 1	0	(39,090)	(39,090)	0
Fund balances, June 30	$ 0	$ (87,663)	$ (87,663)	$ (39,090)

HABERSHAM COUNTY, GEORGIA
DRUG ABUSE TREATMENT SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Accounts receivable	$ 5,674	$ 3,425
Intergovernmental receivable	152,225	121,691
Due from other funds	23,860	20,930
Total assets	$ 181,759	$ 146,046
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 27,721	$ 20,930
Accrued salaries and other payroll liabilities	2,440	2,151
Due to other funds	35,271	38,656
Total liabilities	65,432	61,737
Fund balances		
Restricted for Judicial	116,327	84,309
Total liabilities and fund balances	$ 181,759	$ 146,046

HABERSHAM COUNTY, GEORGIA
DRUG ABUSE TREATMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	$ 28,000	$ 35,632	$ 7,632	$ 37,273
Charges for services	130,500	129,501	(999)	135,131
Intergovernmental	493,125	484,379	(8,746)	482,054
Total revenues	651,625	649,512	(2,113)	654,458
EXPENDITURES				
Current				
Judicial				
Personal services	155,213	152,732	2,481	111,033
Contract services	424,002	372,734	51,268	402,222
Supplies	9,260	20,032	(10,772)	8,328
Payments to others	57,150	65,996	(8,846)	67,125
Total expenditures	645,625	611,494	34,131	588,708
Excess (deficiency) of revenues over (under) expenditures	6,000	38,018	32,018	65,750
Other financing sources (uses)				
Transfers in (out)				
General Fund	(6,000)	(6,000)	0	(14,184)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and and other financing uses	0	32,018	32,018	51,566
Fund balances, July 1	0	84,309	84,309	32,743
Fund balances, June 30	$ 0	$ 116,327	$ 116,327	$ 84,309

HABERSHAM COUNTY, GEORGIA
INMATE WELFARE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 24,941	$ 26,081
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for Public Safety	$ 24,941	$ 26,081

HABERSHAM COUNTY, GEORGIA
INMATE WELFARE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Charges for services	$ 30,000	$ 43,245	$ 13,245	$ 42,716
Total revenues	30,000	43,245	13,245	42,716
EXPENDITURES				
Current				
Public Safety				
Materials and supplies	45,000	44,385	615	25,691
Capital outlay	0	0	0	7,495
Total expenditures	45,000	44,385	615	33,186
Excess (deficiency) of revenues over (under) expenditures	(15,000)	(1,140)	13,860	9,530
Fund balances, July 1	15,000	26,081	11,081	16,551
Fund balances, June 30	$ 0	$ 24,941	$ 24,941	$ 26,081

HABERSHAM COUNTY, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 48,143	$ 48,143
LIABILITIES AND FUND BALANCES		
Liabilities		
Due to other agencies	$ 36,756	$ 36,756
Fund balances		
Restricted for Public Safety	11,387	11,387
Total liabilities and fund balances	$ 48,143	$ 48,143

HABERSHAM COUNTY, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
EXPENDITURES				
Current				
Public Safety				
Supplies and materials	0	0	0	5
Total expenditures	0	0	0	5
Excess (deficiency) of revenues over (under) expenditures	0	0	0	(5)
Fund balances, July 1	0	11,387	11,387	11,392
Fund balances, June 30	$ 0	$ 11,387	$ 11,387	$ 11,387

HABERSHAM COUNTY, GEORGIA
SENIOR CENTER SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 47,536	$ 11,197
Receivables		
Accounts	45,781	31,065
Intergovernmental	13,836	5,224
Total assets	$ 107,153	$ 47,486
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 30,728	$ 26,677
Accrued salaries and other payroll liabilities	3,899	3,814
Total liabilities	34,627	30,491
Fund balances		
Assigned for Health and Welfare	72,526	16,995
Total liabilities and fund balances	$ 107,153	$ 47,486

HABERSHAM COUNTY, GEORGIA
SENIOR CENTER SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental	$ 293,863	$ 231,862	$ (62,001)	$ 226,574
Contributions	9,300	8,727	(573)	9,375
Other	24,000	38,292	14,292	29,129
Total revenues	327,163	278,881	(48,282)	265,078
EXPENDITURES				
Current				
Health and Welfare				
Personal services	278,383	274,077	4,306	252,489
Contract services	213,077	95,055	118,022	71,350
Materials and supplies	27,998	33,313	(5,315)	29,591
Capital outlay	13,200	13,200	0	0
Total expenditures	532,658	415,645	117,013	353,430
Excess (deficiency) of revenues over (under) expenditures	(205,495)	(136,764)	68,731	(88,352)
Other financing sources (uses)				
Transfers in				
General Fund	192,295	192,295	0	102,153
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(13,200)	55,531	68,731	13,801
Fund balances, July 1	13,200	16,995	3,795	3,194
Fund balances, June 30	$ 0	$ 72,526	$ 72,526	$ 16,995

HABERSHAM COUNTY, GEORGIA
FAMILY DEPENDENCY TREATMENT COURT SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Receivables		
Accounts	$ 0	$ 1,385
Intergovernmental	52,083	18,111
Total assets	$ 52,083	$ 19,496
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 10,093	$ 5,962
Accrued salaries and other payroll liabilities	1,439	764
Due to other funds	29,927	8,952
Total liabilities	41,459	15,678
Fund balances		
Restricted for Judicial	10,624	3,818
Total liabilities and fund balances	$ 52,083	$ 19,496

HABERSHAM COUNTY, GEORGIA
FAMILY DEPENDENCY TREATMENT COURT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	$ 28,568	$ 20,533	$ (8,035)	$ 20,252
Intergovernmental	140,258	139,493	(765)	80,452
Total revenues	168,826	160,026	(8,800)	100,704
EXPENDITURES				
Current				
Health and Welfare				
Personal services	71,419	63,368	8,051	47,678
Contract services	94,840	87,346	7,494	60,707
Materials and supplies	2,567	2,506	61	5,870
Total expenditures	168,826	153,220	15,606	114,255
Excess (deficiency) of revenues over (under) expenditures	0	6,806	6,806	(13,551)
Other financing sources (uses)				
Transfers in				
General Fund	0	0	0	8,501
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	6,806	6,806	(5,050)
Fund balances, July 1	0	3,818	3,818	8,868
Fund balances, June 30	$ 0	$ 10,624	$ 10,624	$ 3,818

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DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources and payment of general government long-term debt principal and interest from governmental resources.

Hospital Debt Service Fund – This fund is used to account for the accumulation of resources and payment of general government long-term debt principal and interest financed from various revenue sources.

HABERSHAM COUNTY, GEORGIA
HOSPITAL DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 1,023,139	$ 940,571
Receivables		
Taxes	11,021	10,839
Notes	350,000	533,333
Due from other funds	222,076	204,627
Total assets	$ 1,606,236	$ 1,689,370
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for debt service	$ 1,606,236	$ 1,689,370

HABERSHAM COUNTY, GEORGIA
HOSPITAL DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2019
(With comparative actual amounts for the fiscal year ended June 30, 2018)

	2019			2018
	Final Budget	Actual	Variance	Actual
REVENUES				
Taxes	$ 1,555,774	$ 1,509,575	$ (46,199)	$ 1,152,728
Other	0	0	0	56
Total revenues	1,555,774	1,509,575	(46,199)	1,152,784
EXPENDITURES				
Debt Service				
Principal	1,054,884	1,056,420	(1,536)	1,699,113
Interest	1,599,388	1,597,704	1,684	1,643,898
Total expenditures	2,654,272	2,654,124	148	3,343,011
Excess (deficiency) of revenues over (under) expenditures	(1,098,498)	(1,144,549)	(46,051)	(2,190,227)
Other financing sources (uses)				
Transfers in (out)				
General Fund	(200,000)	(200,000)	0	(500,000)
SPLOST #6 Fund	1,128,516	1,261,415	132,899	1,175,763
Issuance of notes payable	0	0	0	755,043
Total other financing sources (uses)	928,516	1,061,415	132,899	1,430,806
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(169,982)	(83,134)	86,848	(759,421)
Fund balances, July 1	169,982	1,689,370	1,519,388	2,448,791
Fund balances, June 30	$ 0	$ 1,606,236	$ 1,606,236	$ 1,689,370

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CAPITAL PROJECTS FUNDS

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds).

Special Purpose Local Option Sales Tax #6 Fund – This fund is used to account for long-term projects financed by the 2014 passage of a special purpose local option sales tax.

Capital Improvements Fund – This fund is used to account for general purpose long-term capital projects financed from various revenue sources.

Senior Center CDBG Fund – This fund is used to account for senior center project financed by the CDBG grant.

HABERSHAM COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #6
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 2,271,652	$ 2,300,467
Receivables		
Intergovernmental	839,100	1,387,143
Taxes	554,156	524,954
Due from other funds	134,736	0
Total assets	$ 3,799,644	$ 4,212,564
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 1,236,665	$ 1,797,389
Intergovernmental	336,000	309,600
Retainages	669,709	294,077
Due to other funds	222,076	445,145
Total liabilities	2,464,450	2,846,211
Fund balances		
Restricted for capital outlay	1,335,194	1,366,353
Total liabilities and fund balances	$ 3,799,644	$ 4,212,564

HABERSHAM COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #6
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2019 and 2018

REVENUES	**2019**	**2018**
Taxes	$ 6,307,074	$ 5,878,815
Intergovernmental	6,043,315	6,087,657
Investment income	34,550	17,347
Other	471	0
Total revenues	12,385,410	11,983,819
EXPENDITURES		
Capital outlay		
General Government		
County Wide	221	1,845
Public Safety		
Sheriff	144,021	153,594
Fire	256,659	162,393
Ambulance	61,584	41,870
Public Works		
Roads and Bridges	2,362,681	1,921,184
Housing and Development		
Economic Development	37,421	624,302
Intergovernmental	1,908,521	1,778,930
Debt service		
Public Works		
Roads and Bridges	66,345	0
Total expenditures	4,837,453	4,684,118
Excess (deficiency) of revenues over (under) expenditures	7,547,957	7,299,701
Other financing sources (uses)		
Transfers in (out)		
Hospital Debt Service Fund	(1,261,415)	(1,175,763)
Landfill Enterprise Fund	(314,547)	(14,785)
Airport Enterprise Fund	(6,003,154)	(5,488,636)
Issuance of capital leases	0	249,000
Total other financing sources (uses)	(7,579,116)	(6,430,184)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(31,159)	869,517
Fund balances, July 1	1,366,353	496,836
Fund balances, June 30	$ 1,335,194	$ 1,366,353

HABERSHAM COUNTY, GEORGIA
CAPITAL IMPROVEMENTS
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Restricted cash and cash equivalents	$ 378,570	$ 5,100,859
Due from other funds	0	282,078
Total assets	$ 378,570	$ 5,382,937
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 122,259	$ 540,885
Retainages	200,000	158,430
Due to other funds	111,654	0
Total liabilities	433,913	699,315
Fund balances		
Restricted for capital outlay	0	4,683,622
Unassigned	(55,343)	0
Total fund balances	(55,343)	4,683,622
Total liabilities and fund balances	$ 378,570	$ 5,382,937

HABERSHAM COUNTY, GEORGIA
CAPITAL IMPROVEMENTS
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the fiscal years ended June 30, 2019 and 2018

REVENUES	**2019**	**2018**
Investment income	$ 62,434	$ 47,927
Other	0	4,559
Total revenues	62,434	52,486
EXPENDITURES		
Capital outlay		
General Government		
County-Wide	5,020,400	2,088,581
Information Technology	49,247	20,000
County Buildings & Grounds	73,139	14,293
Health and Welfare		
Senior Center	279,923	36,394
Public Safety		
Sheriff	61,122	49,736
Jail	24,126	215,142
Fire	22,653	0
Animal Control	26,552	29,462
Culture and Recreation		
Recreation	12,238	11,012
Housing and Development		
Building	21,649	0
Extension Services	53,292	0
Total expenditures	5,644,341	2,464,620
Excess (deficiency) of revenues over (under) expenditures	(5,581,907)	(2,412,134)
Other financing sources (uses)		
Transfers in (out)		
General Fund	842,942	379,314
Airport Enterprise Fund	0	(7,833)
Issuance of certificates of participation	0	6,724,275
Total other financing sources (uses)	842,942	7,095,756
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(4,738,965)	4,683,622
Fund balances, July 1	4,683,622	0
Fund balances, June 30	$ (55,343)	$ 4,683,622

HABERSHAM COUNTY, GEORGIA
SENIOR CENTER CDBG
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 3	$ 3
Intergovernmental receivable	4,963	0
Total assets	$ 4,966	$ 3
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	4,963	0
Fund balances		
Assigned for Health and Welfare	3	3
Total liabilities and fund balances	$ 4,966	$ 3

HABERSHAM COUNTY, GEORGIA
SENIOR CENTER CDBG
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2019 and 2018

REVENUES	**2019**	**2018**
Intergovernmental	$ 747,437	$ 2,563
Other	0	25
Total revenues	747,437	2,588
EXPENDITURES		
Capital outlay		
Health and Welfare		
Senior Center	747,437	2,585
Excess (deficiency) of revenues over (under) expenditures	0	3
Fund balances, July 1	3	0
Fund balances, June 30	$ 3	$ 3

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ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The funds are self-supporting in nature where the costs, including depreciation, of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges.

Landfill Fund – This fund is used to account for activities connected with the disposal of residential and commercial solid waste at the County's solid waste transfer station.

Transit Fund – This fund is used to account for activities of the County's on-call bus service, available to any County resident.

Airport Fund – This fund is used to account for activities of the County's Airport.

HABERSHAM COUNTY, GEORGIA
LANDFILL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2019 and 2018

	2019	2018
ASSETS		
Current assets		
Cash and cash equivalents	$ 2,309,697	$ 1,568,877
Investments	670,594	648,889
Accounts receivable (net)	146,770	97,505
Due from other funds	0	147,200
Total current assets	3,127,061	2,462,471
Capital assets		
Land	872,059	872,059
Construction in progress	315,047	114,937
Land improvements	7,931,375	7,816,939
Buildings	33,365	33,365
Machinery and equipment	2,391,522	2,810,447
Vehicles	341,601	321,056
Accumulated depreciation	(7,318,928)	(7,238,298)
Total capital assets (net of accumulated depreciation)	4,566,041	4,730,505
Total assets	7,693,102	7,192,976
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources - pension	24,673	7,623
LIABILITIES		
Current liabilities		
Payables		
Accounts	112,641	29,349
Interest	7,704	25,382
Accrued salaries	6,019	5,877
Compensated absences	21,117	20,115
Due to other funds	58,123	48,285
Capital leases payable	312,002	142,519
Total current liabilities	517,606	271,527
Noncurrent liabilities		
Compensated absences	7,039	6,705
Net pension liability	56,837	21,850
Capital leases payable	467,598	771,699
Post-closure care	4,073,027	3,750,996
Total noncurrent liabilities	4,604,501	4,551,250
Total liabilities	5,122,107	4,822,777
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of reources - pension	5,023	15,544
NET POSITION		
Net investment in capital assets	3,786,441	3,816,287
Unrestricted	(1,195,796)	(1,454,009)
Total net position	$ 2,590,645	$ 2,362,278

HABERSHAM COUNTY, GEORGIA
LANDFILL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the fiscal years ended June 30, 2019 and 2018

OPERATING REVENUES	**2019**	**2018**
Charges for sales and services	$ 1,609,989	$ 1,386,798
Other	18,489	220
Total operating revenues	1,628,478	1,387,018
OPERATING EXPENSES		
Costs of sales and services	847,855	501,913
Personal services	430,053	374,459
Depreciation	479,010	411,862
Total operating expenses	1,756,918	1,288,234
Operating income (loss)	(128,440)	98,784
Non-operating revenues (expenses)		
Investment income	41,512	14,451
Intergovernmental revenue	0	44,070
Interest expense	(10,553)	(29,798)
Gain (loss) on sale of assets	11,301	(6,895)
Total non-operating revenues (expenses)	42,260	21,828
Net income (loss) before transfers	(86,180)	120,612
Transfers in (out)		
SPLOST #6 Fund	314,547	14,785
Change in net position	228,367	135,397
Net position, July 1	2,362,278	2,226,881
Net position, June 30	$ 2,590,645	$ 2,362,278

HABERSHAM COUNTY, GEORGIA
LANDFILL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2019 and 2018

	2019	2018
Cash flows from operating activities:		
Receipts from customers	$ 1,560,724	$ 1,344,830
Payments to suppliers	(442,532)	(352,753)
Payments to employees	(421,159)	(371,088)
Other receipts	18,489	220
Net cash provided (used) by operating activities	715,522	621,209
Cash flows from non-capital financing activities:		
Receipts from other funds	9,838	0
Payments to other funds	0	(7,359)
Receipts from other governments	0	44,070
Net cash provided (used) by non-capital financing activities	9,838	36,711
Cash flows from capital and related financing activities:		
Receipts from other funds	461,747	367,270
Acquisition of capital assets	(314,546)	(15,770)
Sale of capital assets	11,301	15,240
Payment of prior year accounts payable for the purchase of capital assets	0	(1,741)
Principal payments - capital leases	(134,618)	(51,887)
Interest paid	(28,231)	(8,791)
Net cash provided (used) by capital and related financing activities	(4,347)	304,321
Cash flows from investing activities:		
Interest received	41,512	14,451
Purchase of investments	(21,705)	(6,400)
Net cash provided (used) by investing activities	19,807	8,051
Net increase (decrease) in cash and cash equivalents	740,820	970,292
Cash and cash equivalents, July 1	1,568,877	598,585
Cash and cash equivalents, June 30	$ 2,309,697	$ 1,568,877

HABERSHAM COUNTY, GEORGIA
LANDFILL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2019 and 2018

	2019	2018
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ (128,440)	$ 98,784
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	479,010	411,862
Closure/postclosure costs	322,031	125,316
(Increase) decrease in accounts receivable	(49,265)	(41,968)
(Increase) decrease deferred outflows of resources - pension	(17,050)	11,040
Increase (decrease) in accounts payable	83,292	23,844
Increase (decrease) in accrued payroll liabilities	1,478	3,057
Increase (decrease) in deferred inflow of resources - pension	(10,521)	14,202
Increase (decrease) in net pension liability	34,987	(24,928)
Total adjustments	843,962	522,425
Net cash provided (used) by operating activities	$ 715,522	$ 621,209

Noncash capital and related financing activities:

Acquisition of capital assets through capital leases payable totaled $662,954 for the fiscal year ended June 30, 2018.

Contributions of capital assets from governmental activities totaled $132,236 with accumulated depreciation of $132,236 for the fiscal year ended June 30, 2019.

HABERSHAM COUNTY, GEORGIA
TRANSIT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2019 and 2018

	2019	2018
ASSETS		
Current assets		
Accounts receivable	$ 12,965	$ 15,795
Capital assets		
Vehicles	84,569	84,569
Accumulated depreciation	(46,399)	(29,485)
Total capital assets (net of accumulated depreciation)	38,170	55,084
Total assets	51,135	70,879
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources - pension	3,666	1,294
LIABILITIES		
Current liabilities		
Accounts payable	432	1,445
Accrued salaries and other payroll liabilities	1,481	1,093
Compensated absences	5,131	5,733
Due to other funds	32,101	22,738
Total current liabilities	39,145	31,009
Noncurrent liabilities		
Compensated absences	1,710	1,911
Net pension liability	7,937	3,755
Total noncurrent liabilities	9,647	5,666
Total liabilities	48,792	36,675
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources - pension	723	1,647
NET POSITION		
Investment in capital assets	38,170	55,084
Unrestricted	(32,884)	(21,233)
Total net position	$ 5,286	$ 33,851

HABERSHAM COUNTY, GEORGIA
TRANSIT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the fiscal years ended June 30, 2019 and 2018

OPERATING REVENUES	**2019**	**2018**
Charges for sales and services	$ 44,200	$ 45,704
Other	1,500	0
Total operating revenues	45,700	45,704
OPERATING EXPENSES		
Costs of sales and services	34,110	34,810
Personal services	99,499	74,755
Depreciation	16,914	16,914
Total operating expenses	150,523	126,479
Operating income (loss)	(104,823)	(80,775)
Non-operating revenues (expenses)		
Intergovernmental revenue	58,773	50,888
Net income (loss) before transfers	(46,050)	(29,887)
Transfers in (out)		
General Fund	17,485	0
Change in net position	(28,565)	(29,887)
Net position, July 1	33,851	63,738
Net position, June 30	$ 5,286	$ 33,851

HABERSHAM COUNTY, GEORGIA
TRANSIT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2019 and 2018

	2019	2018
Cash flows from operating activities:		
Receipts from customers	$ 47,030	$ 29,961
Payments to suppliers	(35,123)	(34,157)
Payments to employees	(99,028)	(72,868)
Other	1,500	0
Net cash provided (used) by operating activities	(85,621)	(77,064)
Cash flows from non-capital financing activities:		
Receipts from other governments	58,773	56,973
Receipts from other funds	26,848	20,091
Net cash provided (used) by non-capital financing activities	85,621	77,064
Net increase (decrease) in cash and cash equivalents	0	0
Cash and cash equivalents, July 1	0	0
Cash and cash equivalents, June 30	$ 0	$ 0
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ (104,823)	$ (80,775)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	16,914	16,914
(Increase) decrease in accounts receivable	2,830	(15,743)
(Increase) decrease in deferred outflows of resources - pension	(2,372)	1,745
Increase (decrease) in accounts payable	(1,013)	653
Increase (decrease) in accrued payroll liabilities	(415)	1,849
Increase (decrease) in net pension liability	4,182	(3,111)
Increase (decrease) in deferred inflows of resources - pension	(924)	1,404
Total adjustments	19,202	3,711
Net cash provided (used) by operating activities	$ (85,621)	$ (77,064)

HABERSHAM COUNTY, GEORGIA
AIRPORT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2019 and 2018

	2019	2018
ASSETS		
Current assets		
Cash and cash equivalents	$ 116,312	$ 51,479
Accounts receivable	4,742	1,281
Inventories	21,244	44,843
Total current assets	142,298	97,603
Capital assets		
Land	2,102,718	2,372,918
Construction in progress	7,750,565	8,658,427
Building	1,122,682	1,122,682
Land improvements	1,472,532	1,388,349
Infrastructure	22,233,381	15,397,879
Vehicles and equipment	34,550	20,800
Machinery and equipment	8,000	8,000
Furniture and equipment	93,290	93,290
Accumulated depreciation	(5,764,400)	(4,771,638)
Total capital assets (net of accumulated depreciation)	29,053,318	24,290,707
Total assets	29,195,616	24,388,310
LIABILITIES		
Current liabilities		
Accounts payable	11,476	3,780
Unearned revenue	6,000	3,000
Due to other funds	6,605	1,757
Total liabilities	24,081	8,537
NET POSITION		
Investment in capital assets	29,053,318	24,290,707
Unrestricted	118,217	89,066
Total net position	$ 29,171,535	$ 24,379,773

HABERSHAM COUNTY, GEORGIA
AIRPORT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the fiscal years ended June 30, 2019 and 2018

OPERATING REVENUES	**2019**	**2018**
Charges for sales and services	$ 282,759	$ 268,824
Rental income	51,450	45,048
Contributions	5,511	0
Other	6,348	6,909
Total operating revenues	346,068	320,781
OPERATING EXPENSES		
Costs of sales and services	294,586	279,432
Depreciation	992,763	993,128
Total operating expenses	1,287,349	1,272,560
Operating income (loss)	(941,281)	(951,779)
Non-operating revenues (expenses)		
Investment income	90	26
Distribution of capital assets to component unit	(152,000)	0
Distriubtion of capital assets to governmental activities	(118,200)	0
Total non-operating revenues (expenses)	(270,110)	26
Net income (loss) before transfers	(1,211,391)	(951,753)
Transfers in (out)		
SPLOST #6 Fund	6,003,153	5,488,636
Capital Improvements Fund	0	7,833
Total transfers in (out)	6,003,153	5,496,469
Change in net position	4,791,762	4,544,716
Net position, July 1	24,379,773	19,835,057
Net position, June 30	$ 29,171,535	$ 24,379,773

HABERSHAM COUNTY, GEORGIA
AIRPORT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2019 and 2018

	2019	2018
Cash flows from operating activities:		
Receipts from customers	$ 345,607	$ 319,319
Payments to suppliers	(263,291)	(286,396)
Net cash provided (used) by operating activities	82,316	32,923
Cash flows from non-capital financing activities:		
Receipts from other governments	0	8,450
Receipts from other funds	4,848	1,757
Net cash provided (used) by non-capital financing activities	4,848	10,207
Cash flows from capital and related financing activities:		
Receipts from other funds	6,003,153	5,496,469
Acquisition of capital assets	(6,025,574)	(5,499,734)
Net cash provided (used) by capital and related financing activities	(22,421)	(3,265)
Cash flows from investing activities:		
Interest received	90	26
Net increase (decrease) in cash and cash equivalents	64,833	39,891
Cash and cash equivalents, July 1	51,479	11,588
Cash and cash equivalents, June 30	$ 116,312	$ 51,479
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ (941,281)	$ (951,779)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	992,763	993,128
(Increase) decrease in accounts receivable	(3,461)	(862)
(Increase) decrease in inventories	23,599	(5,426)
Increase (decrease) in accounts payable	7,696	(1,538)
Increase (decrease) in unearned revenue	3,000	(600)
Total adjustments	1,023,597	984,702
Net cash provided (used) by operating activities	$ 82,316	$ 32,923

Noncash capital and related financing activities:

Distribution of capital assets to component unit totaled $152,000 for the fiscal year ended June 30, 2019.

Distribution of capital assets to governmental activities totaled $118,200 for the fiscal year ended June 30, 2019.

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AGENCY FUNDS

These funds are used to account for assets held by the County as an agent to be expended in accordance with the conditions of its agency capacity.

Tax Commissioner - This fund accounts for assets and related liabilities for the collection of taxes and tag and title fees.

Probate Court, Juvenile Court, and Clerk of Court - These funds account for assets and related liabilities for the collection of court related fees.

Sheriff Department - This fund accounts for deposits held for incarcerated inmates.

HABERSHAM COUNTY, GEORGIA
AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 2019

	Tax Commissioner	Probate Court	Clerk of Court	Sheriff Department	Totals
ASSETS					
Cash	$ 81,090	$ 5,974	$ 521,417	$ 386,277	$ 994,758
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other agencies	$ 81,090	$ 5,974	$ 521,417	$ 386,277	$ 994,758

HABERSHAM COUNTY, GEORGIA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the fiscal year ended June 30, 2019

	Balance July 1	Additions	Deletions	Balance June 30
TAX COMMISSIONER				
ASSETS				
Cash	$ 81,549	$ 39,349,976	$ 39,350,435	$ 81,090
LIABILITIES				
Due to other agencies	$ 81,549	$ 39,349,976	$ 39,350,435	$ 81,090
PROBATE COURT				
ASSETS				
Cash	$ 5,008	$ 203,402	$ 202,436	$ 5,974
LIABILITIES				
Due to other agencies	$ 5,008	$ 203,402	$ 202,436	$ 5,974
CLERK OF COURT				
ASSETS				
Cash	$ 479,810	$ 2,796,117	$ 2,754,510	$ 521,417
LIABILITIES				
Due to other agencies	$ 479,810	$ 2,796,117	$ 2,754,510	$ 521,417
SHERIFF DEPARTMENT				
ASSETS				
Cash	$ 363,134	$ 610,010	$ 586,867	$ 386,277
LIABILITIES				
Due to other agencies	$ 363,134	$ 610,010	$ 586,867	$ 386,277
TOTALS				
ASSETS				
Cash	$ 929,501	$ 42,959,505	$ 42,894,248	$ 994,758
LIABILITIES				
Due to other agencies	$ 929,501	$ 42,959,505	$ 42,894,248	$ 994,758

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COMPONENT UNITS

Habersham County Development Authority – This component unit is used to account for the activities of the Habersham County Development Authority, which exists to promote business development in the County.

HABERSHAM COUNTY, GEORGIA
DEVELOPMENT AUTHORITY (A COMPONENT UNIT)
COMPARATIVE BALANCE SHEETS
June 30, 2019 and 2018

ASSETS	**2019**	**2018**
Cash and cash equivalents	$ 577,153	$ 562,368
Restricted cash and cash equivalents	0	43,165
Accounts receivable	0	908
Total assets	$ 577,153	$ 606,441
LIABILITIES AND FUND BALANCES		
Current liabilities		
Accounts payable	$ 400	$ 2,689
Overdrawn cash	20	0
Unearned revenue	0	2,500
Total liabilities	420	5,189
Fund balances		
Restricted for capital outlay	0	43,165
Assigned to housing and development	576,733	558,087
Total fund balances	576,733	601,252
Total liabilities and fund balances	$ 577,153	$ 606,441

HABERSHAM COUNTY, GEORGIA
DEVELOPMENT AUTHORITY (A COMPONENT UNIT)
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the fiscal years ended June 30, 2019 and 2018

REVENUES	**2019**	**2018**
Intergovernmental	$ 300,000	$ 675,639
Investment income	549	46
Rents	250	30,000
Miscellaneous	0	11,673
Total revenues	300,799	717,358
EXPENDITURES		
Current		
Housing and Development		
Contract services	29,180	11,701
Materials and supplies	193	3,320
Capital outlay	386,753	175,240
Intergovernmental	0	118,423
Total expenditures	416,126	308,684
Excess (deficiency) of revenues over (under) expenditures	(115,327)	408,674
Other financing sources (uses)		
Proceeds from sale of capital assets	90,808	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(24,519)	408,674
Fund balances, July 1	601,252	192,578
Fund balances, June 30	$ 576,733	$ 601,252

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Part III

Statistical Section

HABERSHAM COUNTY
GEORGIA | Est. 1818

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HABERSHAM COUNTY, GEORGIA
INTRODUCTION TO THE STATISTICAL SECTION
(UNAUDITED)

This part of Habersham County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and supplementary information reveals about the County's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

	Exhibit	Page(s)
Net Position by Component	K-1	138-139
Changes in Net Position	K-2	140-143
Governmental Activities Tax Revenues by Source	K-3	144
Fund Balances of Governmental Funds	K-4	145-146
Changes in Fund Balances of Governmental Funds	K-5	147-148
General Government Tax Revenue by Source	K-6	149

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax and another significant local revenue source, sales tax.

Assessed Value and Estimated Actual Value of Taxable Property	K-7	150-151
Property Tax Rates (Direct and Overlapping Governments)	K-8	152-153
Principal Taxpayers	K-9	154
Property Tax Levies and Collections	K-10	155

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future

Ratios of Outstanding Debt by Type	K-11	156
Direct and Overlapping Governmental Activities Debt	K-12	157
Legal Debt Margin Information	K-13	158-159

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place

Demographic and Economic Statistics	K-14	160
Principal Employers	K-15	161

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs

Full-time Equivalent County Government Employees	K-16	162-163
Operating Indicators by Function	K-17	164-165
Capital Asset Statistics by Function	K-18	166-169

HABERSHAM COUNTY, GEORGIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

	Fiscal Year			
	2010	**2011**	**2012**	**2013**
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	$ 33,665	$ 32,226	$ 33,648	$ 39,095
Restricted	14,514	24,062	22,153	11,086
Unrestricted	5,008	(1,254)	988	7,491
Total governmental activities net position	$ 53,187	$ 55,033	$ 56,789	$ 57,672
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	$ 14,501	$ 13,993	$ 13,300	$ 4,309
Restricted	1,128	1,035	0	0
Unrestricted	(1,818)	(1,211)	(1,277)	(1,543)
Total business-type activities net position	$ 13,811	$ 13,817	$ 12,022	$ 2,765
PRIMARY GOVERNMENT				
Net investment in capital assets	$ 48,166	$ 46,219	$ 46,948	$ 43,404
Restricted	15,642	25,096	22,153	11,086
Unrestricted	3,190	(2,466)	(289)	5,948
Total primary government net position	$ 66,998	$ 68,850	$ 68,811	$ 60,438

Fiscal Year						
2014	**2015**	**2016**	**2017**	**2018**	**2019**
$ 48,923	$ 52,787	$ 57,830	$ 43,253	$ 40,808	$ 41,318
6,801	4,650	5,729	3,310	3,051	3,083
2,259	5,458	3,168	2,282	4,907	5,577
$ 57,982	$ 62,894	$ 66,728	$ 48,844	$ 48,766	$ 49,978
$ 3,898	$ 4,019	$ 3,888	$ 24,037	$ 28,162	$ 32,878
0	0	0	0	0	0
(1,572)	(1,802)	(1,842)	(1,911)	(1,386)	(1,110)
$ 2,326	$ 2,217	$ 2,047	$ 22,126	$ 26,776	$ 31,767
$ 52,821	$ 56,806	$ 61,719	$ 67,290	$ 68,970	$ 74,196
6,801	4,650	5,729	3,310	3,051	3,083
687	3,655	1,327	370	3,521	4,467
$ 60,309	$ 65,111	$ 68,774	$ 70,970	$ 75,542	$ 81,745

HABERSHAM COUNTY, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

	Fiscal Year		
Expenses	**2010**	**2011**	**2012**
Governmental activities:			
General Government	$ 4,487	$ 4,767	$ 4,698
Judicial	2,278	2,444	2,620
Public Safety	8,097	8,272	8,417
Public Works	5,219	3,951	4,390
Health and Welfare	482	468	465
Culture and Recreation	1,513	1,356	1,442
Housing and Development	864	851	718
Nondepartmental	0	0	0
Interest on long-term debt	33	126	184
Total governmental activities expenses	22,973	22,235	22,934
Business-type activities:			
Water and Sewer	584	533	599
Landfill	1,484	1,353	1,370
Transit	53	55	72
Airport	0	0	0
Total business-type activities expenses	2,120	1,941	2,041
Total primary government expenses	$ 25,093	$ 24,176	$ 24,975
Program revenues			
Governmental activities:			
Charges for services:			
General Government	$ 567	$ 561	$ 545
Judicial	522	565	520
Public Safety	1,835	1,677	1,475
Public Works	0	0	0
Culture and Recreation	198	227	273
Housing and Development	101	91	62
Operating grants and contributions	607	660	891
Capital grants and contributions	333	877	583
Total governmental activities program revenues	4,163	4,657	4,349
Business-type activities:			
Charges for services:			
Water and Sewer	247	241	238
Landfill	1,377	1,033	1,021
Transit	6	7	8
Airport	0	0	0
Operating grants and contributions	26	53	30
Capital grants and contributions	0	45	0
Total business-type activities program revenues	1,655	1,379	1,297
Total primary government program revenues	$ 5,818	$ 6,036	$ 5,646

Fiscal Year							
2013	2014	2015	2016	2017	2018	2019
$ 3,855	$ 4,157	$ 4,153	$ 4,353	$ 4,889	$ 5,080	$ 5,783
2,802	3,001	3,387	3,437	3,750	4,553	4,138
8,541	8,894	8,845	9,851	10,138	11,647	15,220
4,639	3,037	2,947	4,334	4,336	5,164	5,029
526	522	497	1,332	717	742	819
1,498	1,481	1,470	1,507	1,621	1,643	1,700
837	763	806	1,046	1,602	1,236	716
0	0	0	0	0	0	0
148	135	1,430	1,651	1,640	1,762	1,833
22,846	21,991	23,536	27,511	28,694	31,828	35,239
527	16	0	0	0	0	0
1,261	1,206	1,132	1,467	1,164	1,325	1,767
72	70	88	91	109	126	151
0	0	0	101	531	1,273	1,440
1,861	1,291	1,220	1,659	1,804	2,724	3,358
$ 24,707	$ 23,282	$ 24,756	$ 29,170	$ 30,498	$ 34,552	$ 38,597
$ 490	$ 563	$ 568	$ 584	$ 592	$ 654	$ 696
595	656	660	641	593	575	532
1,441	1,548	1,649	1,653	1,683	2,451	4,541
0	0	158	146	159	336	325
266	388	489	482	560	507	552
63	67	73	126	120	136	160
976	1,127	1,307	1,441	1,859	2,378	2,117
660	764	6,431	5,842	3,783	6,304	6,932
4,491	5,113	11,334	10,914	9,349	13,341	15,855
247	0	0	0	0	0	0
814	839	929	982	1,008	1,387	1,610
7	5	26	33	38	46	44
0	0	0	92	228	269	283
27	26	110	56	43	95	64
0	0	0	36	41	0	0
1,095	870	1,066	1,198	1,358	1,796	2,001
$ 5,586	$ 5,983	$ 12,400	$ 12,112	$ 10,707	$ 15,137	$ 17,856

HABERSHAM COUNTY, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

	Fiscal Year		
	2010	**2011**	**2012**
Net (expense)/revenue			
Governmental activities	$ (18,810)	$ (17,578)	$ (18,585)
Business-type activities	(465)	(562)	(745)
Total primary government net expense	(19,276)	(18,140)	(19,330)
General revenues and other changes in net position			
Governmental activities:			
Property taxes	$ 10,722	$ 11,628	$ 11,276
Sales taxes	5,320	5,208	5,741
Intangible	134	141	159
Insurance premium taxes	1,291	1,255	1,286
Other taxes	547	621	654
Investment earnings	162	59	60
Rental income	51	60	29
Gain on sale of capital assets	29	6	9
Miscellaneous	51	76	119
Special items	0	0	0
Transfers	3,167	55	1,007
Total governmental activities	21,473	19,109	20,340
Business-type activities:			
Investment earnings	6	12	21
Rental Income	0	0	0
Gain on sale of capital assets	0	0	(66)
Miscellaneous	43	14	2
Special items	0	0	0
Transfers	(3167)	(55)	(1007)
Total business-type activites	(3,118)	(29)	(1,050)
Total primary government	18,354	19,080	19,291
Prior Period Adjustments:			
Governmental Activities	0	0	0
Business Type Activities	0	0	0
Total Prior Period Adjustments:	0	0	0
Change in net position			
Governmental activities	2,662	1,531	1,756
Business-type activities	(3,584)	(591)	(1,795)
Total primary government	$ (921)	$ 940	$ (39)

Fiscal Year						
2013	2014	2015	2016	2017	2018	2019
$ (18,356)	$ (16,878)	$ (12,201)	$ (16,597)	$ (19,345)	$ (18,487)	$ (19,384)
(765)	(421)	(155)	(460)	(446)	(928)	(1,357)
(19,121)	(17,299)	(12,356)	(17,057)	(19,791)	(19,414)	(20,740)
$ 11,467	$ 12,555	$ 13,208	$ 13,084	$ 13,542	$ 14,749	$ 16,946
5,367	3,911	1,316	5,607	5,547	5,879	6,307
204	170	159	199	223	215	269
1,374	1,428	1,506	1,613	1,717	1,839	1,982
652	723	748	816	698	825	891
24	49	85	151	50	97	138
44	66	53	69	83	62	85
9	4	8	202	18	0	24
89	111	112	364	71	254	170
0	0	0	0	0	0	0
80	45	(33)	(267)	(20,487)	(5,511)	(6,217)
19,312	19,061	17,163	21,839	1,462	18,408	20,596
2	2	14	37	(6)	14	42
0	0	0	9	41	45	51
0	25	0	0	0	0	11
0	0	0	0	3	7	26
(8413)	0	0	0	0	0	0
(80)	(45)	33	267	20,487	5,511	6,217
(8,491)	(18)	47	313	20,525	5,578	6,348
10,820	19,043	17,211	22,152	21,987	23,986	26,943
0	(1,873)	(983)	(477)	0	0	0
0	0	(24)	0	0	0	0
0	(1,873)	(1,007)	(477)	0	0	0
956	2,183	4,962	5,243	(17,883)	(78)	1,212
(9,257)	(439)	(108)	(148)	20,079	4,650	4,991
$ (8,301)	$ 1,744	$ 4,854	$ 5,095	$ 2,196	$ 4,572	$ 6,203

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HAHBERSHAM COUNTY, GEORGIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

Fiscal Year	Property Taxes	Sales Tax	Intangible Tax	Ins. Prem Tax	Other Taxes	Total
2010	$ 10,722	$ 5,320	$ 134	$ 1,291	$ 547	$ 18,013
2011	11,628	5,208	141	1,255	621	18,854
2012	11,276	5,741	159	1,286	654	19,115
2013	11,467	5,367	204	1,374	652	19,065
2014	12,555	3,911	170	1,428	723	18,786
2015	13,208	1,316	159	1,506	748	16,939
2016	13,084	5,607	199	1,613	816	21,320
2017	13,542	5,547	223	1,717	698	21,727
2018	14,749	5,879	215	1,839	825	23,507
2019	16,946	6,307	269	1,982	891	26,395

Note: Other taxes include real estate transfer, intangible, occupational, alcoholic beverage, hotel/motel, and franchise taxes.

HABERSHAM COUNTY, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

	Fiscal Year			
	2010	**2011 (1)**	**2012**	**2013**
General fund				
Reserved	$ 43	$ 0	$ 0	$ 0
Unreserved	5,232	0	0	0
Nonspendable	0	420	230	376
Restricted	0	20	36	22
Assigned	0	425	428	486
Unassigned	0	4,790	4,674	3,367
Total general fund	5,276	5,655	5,368	4,250
All other governmental funds:				
Unreserved	13,430	0	0	0
Special revenue funds	750	0	0	0
Capital projects funds	345	0	0	0
Nonspendable	0	421	202	238
Restricted	0	26,018	24,094	11,195
Assigned	0	243	154	38
Unassigned	0	0	(82)	(88)
Total all other governmental funds	14,525	26,682	24,368	11,383
Total governmental funds	$ 19,800	$ 32,337	$ 29,736	$ 15,633

Note (1): The County adopted GASB 54 in fiscal year 2011.

Fiscal Year					
2014	2015	2016	2017	2018	2019
$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
0	0	0	0	0	0
559	466	61	406	456	510
38	24	46	85	52	43
0	205	284	819	1,193	1,123
4,107	4,703	4,853	3,938	3,987	4,180
4,705	5,399	5,244	5,249	5,688	5,856
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
6,762	4,626	5,683	3,225	8,100	3,418
230	275	249	310	477	761
(39)	34	0	0	(39)	(143)
6,953	4,934	5,931	3,534	8,537	4,037
$ 11,658	$ 10,333	$ 11,175	$ 8,783	$ 14,225	$ 9,892

HABERSHAM COUNTY, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

	Fiscal Year		
	2010	**2011**	**2012**
Revenues			
Taxes	$ 18,220	$ 18,963	$ 19,120
Licenses and permits	101	91	62
Fines, fees and forfeitures	1,284	1,186	1,071
Charges for services	1,824	1,833	1,736
Interest	162	134	110
Intergovernmental	942	1,433	992
Contributions	11	20	15
Other	103	135	148
Total Revenues	22,647	23,795	23,254
Expenditures			
General government	3,349	3,391	3,489
Judicial	2,292	2,436	2,575
Public safety	7,458	7,848	8,590
Public works	1,637	1,719	1,669
Health and welfare	423	409	406
Culture and recreation	1,141	1,025	1,098
Housing and development	668	668	508
Capital outlay	3,458	4,253	5,857
Intergovernmental	2,069	875	1,151
Debt service:			
Principal	0	545	2,225
Interest	0	89	139
Total expenditures	22,494	23,257	27,706
Excess (deficiency) of revenues over (under) expenditures	152	538	(4,453)
Other financing sources (uses)			
Transfers in	4,082	954	2,076
Transfers out	(916)	(899)	(1,069)
Issuance of capital leases	620	1,600	829
Issuance of bonds	0	10,000	0
Issuance of contracts payable	0	0	0
Issuance of notes payable	0	0	0
Issuance of certificates of participation	0	0	0
Gain on sale of assets	29	29	15
Total other financing sources (uses)	3,816	11,684	1,851
Net change in fund balance	3,969	12,222	(2,601)
Fund balances, July 1 (original)	15,833	19,800	32,337
Prior period adjustments	0	315	0
Fund balances, June 30	$ 19,802	$ 32,337	$ 29,736
Debt service as a percentage of non-capital expenditures	0%	3%	11%

Fiscal Year						
2013	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**
$ 19,161	$ 18,780	$ 16,932	$ 21,345	$ 21,712	$ 23,487	$ 26,413
63	67	104	167	162	185	218
1,085	1,154	1,260	1,214	1,185	1,275	1,448
1,706	2,001	2,233	2,179	2,301	3,116	5,088
62	68	114	111	5,601	8,023	186
1,581	1,844	7,653	6,808	(6)	98	9,013
18	28	13	10	87	73	54
133	177	165	433	153	315	257
23,809	24,119	28,475	32,267	31,195	36,572	42,677
3,600	3,571	3,958	4,170	3,953	6,386	9,728
2,789	3,031	3,048	3,004	3,272	3,529	3,631
8,538	8,387	8,243	9,034	9,193	11,172	14,293
1,695	1,886	1,910	1,539	1,554	1,993	1,968
457	2,415	700	618	714	814	1,156
1,058	1,125	1,137	1,119	1,221	1,250	1,317
560	559	570	630	617	623	755
16,235	6,039	46,872	8,638	8,463	2,905	3,610
1,267	675	398	1,697	1,678	1,779	1,909
2,315	2,410	2,505	80	34	1,733	1,176
106	88	752	1,655	2,497	1,816	1,896
38,622	30,187	70,095	32,184	33,197	33,999	41,437
(14,812)	(6,068)	(41,619)	83	(2,003)	2,572	1,240
1,783	2,148	5,154	2,161	2,347	2,816	3,296
(1,703)	(2,104)	(5,183)	(2,427)	(2,760)	(8,327)	(9,632)
620	81	0	0	0	0	207
0	0	0	0	0	0	0
0	1,963	40,301	0	0	0	0
0	0	0	1,000	0	755	0
0	0	0	0	0	6,724	0
9	4	23	502	23	902	555
709	2,093	40,294	1,236	(390)	2,870	(5,573)
(14,103)	(3,975)	(1,325)	1,319	(2,392)	5,442	(4,333)
29,736	15,633	11,658	10,333	11,175	8,783	14,225
0	0	0	(477)	0	0	0
$ 15,633	$ 11,658	$ 10,333	$ 11,175	$ 8,783	$ 14,225	$ 9,893
11%	10%	13%	7%	10%	12%	10%

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HAHBERSHAM COUNTY, GEORGIA
GENERAL GOVERNMENT TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

Fiscal Year	Property Taxes	Sales Tax	Intangible Tax	Ins. Prem Tax	Other Taxes	Total
2010	$ 10,515	$ 5,320	$ 134	$ 1,291	$ 547	$ 17,806
2011	11,519	5,208	141	1,255	621	18,745
2012	11,271	5,741	159	1,286	654	19,110
2013	11,371	5,367	204	1,374	652	18,969
2014	12,561	3,911	170	1,428	723	18,792
2015	13,214	1,316	159	1,506	748	16,945
2016	13,059	5,607	199	1,613	816	21,295
2017	13,557	5,547	223	1,717	698	21,742
2018	14,757	5,879	195	1,839	818	23,487
2019	17,005	6,307	238	1,982	880	26,413

Note: Other taxes include real estate transfer, intangible, occupational, alcoholic beverage, hotel/motel, and franchise taxes.

HABERSHAM COUNTY, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year Ended June 30	Gross Digest Assessed Value	Residential Property	Commercial Property	Industrial Property	All Other
2010	$ 1,630,836	$ 958,263	$ 168,017	$ 60,625	$ 443,931
2011	1,611,371	954,594	163,198	58,981	434,598
2012	1,485,186	861,843	151,764	59,840	411,740
2013	1,375,791	772,676	151,287	62,221	389,606
2014	1,326,305	734,826	151,675	59,053	380,752
2015	1,315,053	728,355	155,477	65,387	365,834
2016	1,312,392	745,121	154,255	63,616	349,400
2017	1,318,913	750,900	159,120	67,604	341,289
2018	1,473,432	845,408	189,059	87,392	351,573
2019	1,505,643	868,105	190,069	93,867	353,602

Source: Tax Commissioner's Office

Notes: (1) The direct tax rate is applied against the total net taxable assessed value to levy property taxes. (2) Under Georgia law, porperty is assessed for taxes at 40% of fair market value.

Less Exempt Property	Total Net Assessed Value	Total Direct Tax	Total Net Fair Market Value	Percentage Assessed Value To Fair Market Value
$ (273,305)	$ 1,357,531	7.760	$ 3,393,828	40
(278,830)	1,332,540	8.400	3,331,351	40
(248,484)	1,236,703	8.974	3,091,757	40
(224,169)	1,151,622	9.635	2,879,054	40
(199,927)	1,126,378	10.785	2,815,945	40
(204,107)	1,110,947	10.785	2,777,367	40
(211,442)	1,100,950	10.639	2,752,375	40
(221,034)	1,097,879	10.626	2,744,698	40
(270,531)	1,202,901	11.176	3,007,253	40
(278,299)	1,227,344	11.689	3,068,359	40

HABERSHAM COUNTY, GEORGIA
PROPERTY TAX RATES (MILLS)
DIRECT AND OVERLAPPING GOVERNMENTS
(Per $1000 of Assessed Value)
LAST TEN FISCAL YEARS

Fiscal Year **Tax Year**	**2010** **2009**	**2011** **2010**	**2012** **2011**
Habersham County Rates:			
County Operations:	7.760	8.400	8.974
Board of Education :	13.350	13.350	13.350
Hospital Bond:	0.510	0.510	0.545
Hospital Services:	*	*	*
State of Georgia:	0.250	0.250	0.250
Totals	21.870	22.510	23.119

Source: Georgia Department of Revenue

2013 2012	2014 2013	2015 2014	2016 2015	2017 2016	2018 2017	2019 2018
9.635	10.785	10.785	10.639	10.626	11.176	11.689
14.410	14.750	14.770	14.490	14.451	14.290	13.423
0.585	0.598	0.598	0.590	0.998	0.998	1.138
*	*	*	*	*	0.390	0.673
0.200	0.150	0.100	0.050	0.000	0.000	0.000
24.830	26.283	26.253	25.769	26.075	27.244	26.923

HABERSHAM COUNTY, GEORGIA
PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS PRIOR

	2019			2010		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Ethicon Inc.	$ 54,287,891	1	4.93 %	$ 21,007,288	1	1.55
Georgia Power	30,263,435	2	2.75	19,473,588	2	1.43
Habersham EMC	17,111,721	4	1.55	15,011,149	3	1.11
Nicoln	8,807,630	5	0.80	9,484,845	5	0.70
Fieldale Corp.	24,646,321	3	2.24	5,900,679	7	0.43
Windstream Standard	7,116,909	6	0.65	9,783,014	4	0.72
D. Aubry Higgins	6,976,784	7	0.63	7,389,172	6	0.54
Fieldale Farms Inc.			0.00	5,211,934	9	0.38
Norflok Sourthern Corp.	5,217,162	8	0.47			
Lowe's Home Centers Inc	4,907,046	10	0.45			
GSG Fasteners LLC	5,213,164	9	0.47			
Silverleaf Resorts				5,556,700	8	0.41
Maudlin Creek LLC				4,975,024	10	0.37
	$ 164,548,063		**14.95** %	**$ 103,793,393**		**7.65**

Source: Habersham County Tax Commissioner

HABERSHAM COUNTY, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Tax Year	Total Tax Levy	Adjustments	Total Adjusted Tax Levy	Collections Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
					Amount	Percentage of Original Levy	Amount	Amount	Percentage of Adjusted Levy
2010	2009	$ 9,620,490	$ 132,605	$ 9,753,095	$ 9,260,431	96.26%	$ 492,483	$ 9,752,914	100.00%
2011	2010	10,329,795	119,876	10,449,671	10,101,795	97.79%	347,444	10,449,239	100.00%
2012	2011	10,193,550	17,295	10,210,845	9,966,006	97.77%	244,172	10,210,178	99.99%
2013	2012	10,080,813	74,117	10,154,930	9,904,987	98.26%	249,003	10,153,991	99.99%
2014	2013	10,981,347	5,108	10,986,455	10,721,034	97.63%	263,070	10,984,105	99.98%
2015	2014	10,982,306	(15,094)	10,967,212	10,899,929	99.25%	64,223	10,964,151	99.97%
2016	2015	10,943,000	72,337	11,015,337	10,919,392	99.78%	87,082	11,006,474	99.92%
2017	2016	11,051,879	9,772	11,061,651	11,021,775	99.73%	25,744	11,021,775	99.64%
2018	2017	11,935,620	74,473	12,010,093	11,935,620	100.00%	0	11,935,620	99.38%
2019	2018	13,422,159	(25,961)	13,396,198	13,422,159	100.00%	N/A	13,422,159	100.19%

Source: Habersham County Tax Commissioner

HABERSHAM COUNTY, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	Governmental Activities								
Fiscal Year	Capital Leases	Guarantee Obligation	Bonds Payable	Notes Payable	Contracts Payable	Certificates of Participation	Total	Percentage of Personal Income (1)	Per Capita
2010	$ 743,558	$ 0	$ 0	$ 0	$ 0	$ 0	$ 743,558	0.06%	17.25
2011	1,779,027	0	9,455,000	0	0	0	11,234,027	0.93%	260.77
2012	2,091,690	0	7,230,000	0	0	0	9,321,690	0.77%	214.41
2013	2,021,346	1,873,051	4,915,000	0	0	0	8,809,397	0.70%	203.45
2014	70,122	274,961	2,505,000	0	1,963,027	0	4,813,110	0.38%	110.01
2015	54,782	0	0	0	39,983,922	0	40,038,704	3.07%	910.05
2016	38,752	0	0	1,976,076	39,938,304	0	41,953,132	3.22%	948.18
2017	22,001	0	0	1,016,245	39,127,686	0	40,165,932	2.97%	901.25
2018	253,497	0	0	0	39,037,383	6,632,546	45,923,426	3.08%	1,011.80
2019	375,398	0	0	0	37,935,345	6,529,089	44,839,832		

	Business-Type Activities		Primary Government		
Fiscal Year	Capital Leases		Total	Percentage of Personal Income (1)	Per Capita
2010	$ 280,502		$ 1,024,060	0.09%	23.76
2011	151,327		11,385,354	0.95%	264.28
2012	264,084		9,585,774	0.79%	220.49
2013	222,870		9,032,267	0.71%	208.60
2014	179,755		4,992,865	0.39%	114.12
2015	132,158		40,170,862	3.08%	913.06
2016	353,576		42,306,708	3.25%	956.17
2017	303,151		40,469,083	2.99%	908.05
2018	914,218		46,837,644	3.14%	1,031.94
2019	779,600		45,619,432		

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Note (1): See the Schedule of Demographic and Economic Statistics within this section for personal income and population data. This data is not currently available past 2018.

HABERSHAM COUNTY, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2019

Governmental Unit	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Overlapping:			
City of Alto	$ 294,636	100%	$ 294,636
City of Baldwin (1)			
City of Clarkesville	2,511,829	100%	2,511,829
City of Cornelia	27,380,009	100%	27,380,009
City of Demorest	10,121,026	100%	10,121,026
City of Demorest Downtown Development Authority	2,907	100%	2,907
Habersham County School District	31,805,000	100%	31,805,000
Town of Mount Airy	0		0
Town of Tallulah Falls	0		0
Total overlapping debt	72,115,407		72,115,407
Habrsham County Direct Debt			
General Obligation Bonds	0	100%	0
Intergovernmental Contracts	37,935,345	100%	37,935,345
Certificates of participation	6,529,089	100%	6,529,089
Capital Leases Governmental activities	375,398	100%	375,398
Capital Leases Business-type activities	779,600	100%	779,600
	45,619,432		45,619,432
Total direct and overlapping debt	$ 117,734,839		$ 117,734,839

Source: Information provided by each municipality

(1) Information was not available

HABERSHAM COUNTY, GEORGIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

	Fiscal Year			
	2010	**2011**	**2012**	**2013**
Taxable assessed value of property	$ 1,611,371	$ 1,485,186	$ 1,375,791	$ 1,326,305
Add back: exemptions	278,830	248,484	224,169	199,927
Total assessed value	1,890,201	1,733,670	1,599,959	1,526,233
Debt limit (10% total assessed value)	189,020	173,367	159,996	152,623
Amount of debt applicable to limit	0	9,455	7,230	4,915
Legal debt margin	$ 189,020	$ 163,912	$ 152,766	$ 147,708
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%

Note (1): Under state finance law, Habersham County's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Fiscal Year					
2014	2015	2016	2017	2018	2019
$ 1,315,053	$ 1,312,392	$ 1,318,913	$ 1,342,672	$ 1,473,433	$ 1,505,643
204,107	211,423	221,034	227,763	270,532	278,299
1,519,160	1,523,815	1,539,947	1,570,435	1,743,964	1,783,943
151,916	152,381	153,995	157,043	174,396	178,394
2,505	0	0	0	0	0
$ 149,411	$ 152,381	$ 153,995	$ 157,043	$ 174,396	$ 178,394
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

HABERSHAM COUNTY, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Year	Population	(1) Personal Income (in thousands)	(1) Per Capita Personal Income	Unemployment Rate (2)	(3) School Enrollment (PK-12)
2009	42,947	$ 1,167,714	$ 27,190	9.80%	6,837
2010	43,102	1,151,519	26,716	9.60%	6,809
2011	43,081	1,202,508	27,913	8.80%	6,844
2012	43,475	1,216,705	27,986	7.10%	6,888
2013	43,300	1,266,863	29,258	7.10%	6,888
2014	43,752	1,274,640	29,133	6.90%	6,853
2015	43,996	1,302,414	29,603	5.60%	6,883
2016	44,246	1,302,414	29,436	5.30%	6,911
2017	44,567	1,351,717	30,330	4.60%	6,911
2018	45,388	1,491,767	32,867	3.70%	6,928

Sources: (1) US Department of Commerce, Bureau of Economic Analysis (CA1-3 Personal Income Summary)
(2) - Annual Average. US Department of Labor, Bureau of Labor Statistics
(3) GA Dept of Education Enrollment by County

Note: Data for 2019 is unavailable, therefore 10 years prior to 2019 are reported.

HABERSHAM COUNTY, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS PRIOR

	2019			2007		
Employer	Number of Employees	Rank	Percentage of Labor Force	Number of Employees	Rank	Percentage of Labor Force
Fielddale Farms	2,105	1	11.15 %	2,000	1	9.98 %
Habersham County BOE	1,170	2	6.20	800	2	3.99
Ethicon	772	3	4.09	500	5	2.50
Mt. Vernon Mills	650	4	3.44	600	3	2.99
Habersham County Medical Center	571	5	3.03	600	4	2.99
Habersham County BOC	438	6	2.32			
North Georgia Technical College	348	7	1.84			
Global Tech	345	8	1.83			
Lee Arrendale Correctional Institute	296	9	1.57	500	6	2.50
Piedmont College	287	10	1.52			
TC Baycor				275	8	1.37
Regency Thermographers				265	9	1.32
Wal-Mart	280		1.48	200	10	1.00
Windstream	251		1.33			
Scovill Mfg.	142			300	7	1.50
	7,655		39.80 %	6,040		30.15 %
Total County Labor Force	19,372			20,035		

Source: Habersham County Chamber of Commerce

Note: 2010 (9 years prior) data is unavailable, therefore data for 2007, the closest data is reported.

HABERSHAM COUNTY, GEORGIA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30			
	2010	**2011**	**2012**	**2013**
Function				
General Government	26.10	34.15	33.83	34.45
Health and Welfare				
Housing and Development	6.58	8.72	6.31	6.82
Judicial	20.03	27.63	28.35	28.47
Landfill	7.48	9.22	9.41	10.88
Public Safety				
Sheriff	31.42	45.50	46.16	46.58
Officers	*	*	*	*
Civilians	*	*	*	*
Jail	28.94	40.50	40.50	39.63
Officers	*	*	*	*
Civilians	*	*	*	*
Fire Protection	20.88	29.88	29.92	29.38
Firefighters	*	*	*	*
Civilians	*	*	*	*
Other public safety				
EMA/E-911	15.95	22.56	22.30	22.68
EMS	0	0	0	0
Animal Control	3.86	5.24	5.71	4.48
Public Works	22.25	31.21	31.91	31.00
Recreation and culture	8.90	9.81	12.82	12.21
Transit	0.73	1.00	1.01	1.00
Total employees	**193.12**	**265.42**	**268.23**	**267.58**

Source: Habersham County Finance Department

Note: Full-time equivalency (FTE) is calculated by taking total labor hours worked and dividng by 2,080. A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).

* indicates information is unavailable

Full-time Equivalent Employees as of June 30					
2014	**2015**	**2016**	**2017**	**2018**	**2019**
35.26	38.14	37.93	37.35	38.10	39.76
		4.61	5.64	5.03	5.93
6.66	6.77	7.44	7.50	7.52	7.72
29.79	28.69	26.90	26.36	23.40	27.58
8.69	8.35	9.03	9.25	9.02	9.87
48.87	48.28	50.21	50.68	50.14	54.31
2.99	3.10	3.11	3.06	3.05	3.07
37.85	35.37	36.94	40.63	38.06	40.87
2.08	2.39	2.77	0.93	1.00	0.97
27.83	27.21	29.36	35.85	37.01	40.57
1.27	1.55	1.61	1.61	1.59	1.60
23.32	22.64	22.08	25.29	23.39	22.90
0	0	0	0	13.23	47.52
4.49	4.64	5.05	7.02	6.88	7.07
30.33	29.40	29.75	29.87	25.26	29.85
14.77	14.68	13.56	14.96	12.46	14.55
1.00	1.25	1.45	1.88	1.96	2.03
275.20	**272.46**	**281.80**	**297.88**	**297.10**	**356.17**

HABERSHAM COUNTY, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year			
Function	**2010**	**2011**	**2012**	**2013**
Sheriff				
Traffic citations	*	2,044	2,136	1,400
Fire				
Number of calls answered	674	739	894	862
Inspections conducted	12	7	2	3
E911				
Emergency Calls	65,879	65,697	74,026	101,732
Non-Emergency Calls	68,726	72,333	75,933	109,408
Emergency Medical Service				
Calls	*	*	*	*
Highways and streets				
Paved or resurfaced (LMIG)	*	*	*	*
Building, Planning & GIS				
New Residential Buildings	54	26	31	31
New Other Buildings	23	2	0	7

Source: Various County Departments

Note: Indicators are not available for the general government function.

* indicates information is unavailable

Fiscal Year					
2014	2015	2016	2017	2018	2019
1,120	738	2,721	3,421	4,354	5,624
1,056	1,026	2,407	3,592	2,856	3,755
1	3	4	6	12	5
119,658	124,204	126,146	134,569	184,749	101,790
144,353	154,620	156,396	159,723	189,323	112,828
6,032	6,104	6,808	7,012	8,929	7,236
13.81	12.04	16.36	16.36	9.20	10.32
28	28	92	74	62	109
0	0	0	1	0	0

HABERSHAM COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year				
	2010	**2011**	**2012**	**2013**	**2014**
Function					
General Government					
Buildings	6	6	6	6	6
Vehicles	12	12	12	13	13
Judicial					
Vehicles	2	2	2	2	2
Public Safety					
Sheriff					
Buildings	1	1	1	1	1
Vehicles	26	27	39	46	50
Other Equipment	7	7	9	10	11
Fire Department					
Fire stations	8	8	8	8	8
Fire Trucks (1)	30	29	29	30	25
Fire Engine	*	*	*	*	*
Ladder Truck	0	0	0	0	0
Tankers	*	*	*	*	*
Rescue Unit	*	*	*	*	*
Light and Air Unit	*	*	*	*	*
Other vehicles	1	1	1	2	2
Other Equipment	6	6	6	8	8
Animal Shelter					
Buildings	1	1	1	1	1
Vehicles	3	3	3	3	3
Other Equipment	1	1	1	1	1
EMA					
Vehicles	1	1	1	2	2
Other Equipment	1	1	1	1	1
E911					
Buildings	1	1	1	1	1
Vehicles	1	1	1	1	1
Other Equipment	1	1	4	4	5
EMS					
Ambulance	7	7	7	8	8
Other vehicles	1	1	2	2	2
Other Equipment	1	1	1	1	1
Coroner					
Vehicles	2	1	1	1	1

Fiscal Year				
2015	**2016**	**2017**	**2018**	**2019**
6	6	6	6	6
13	9	8	8	9
4	3	2	2	2
1	1	1	1	1
58	58	61	67	60
12	12	12	16	16
8	8	9	9	9
*	*	*	*	*
13	13	13	13	12
0	0	1	1	1
6	6	6	6	6
7	7	6	7	2
1	1	1	1	1
3	5	7	7	7
9	10	10	14	12
1	1	1	2	2
4	4	4	5	4
1	1	1	1	1
2	2	3	3	2
1	1	2	5	5
1	1	1	1	1
1	1	1	1	1
8	8	8	9	12
8	8	10	9	8
3	3	1	3	3
3	5	10	30	30
1	1	1	1	1

	Fiscal Year				
	2010	2011	2012	2013	2014
Public Works					
Fleet Department					
Buildings	0	0	0	0	0
Vehicles	1	1	2	2	2
Other Equipment	0	0	0	1	1
Roads & Bridges					
Buildings	3	3	3	4	4
Vehicles	34	35	35	35	35
Other Equipment	26	27	30	34	39
Health and Welfare					
Hospital					
Buildings	0	0	0	0	0
Senior Center					
Buildings	1	1	1	1	1
Vehicles	1	2	3	3	3
Habersham County Health Department					
Buildings	*	*	*	*	*
Vehicles	*	*	*	*	*
Culture & Recreation					
Recreation Department					
Buildings	9	10	10	10	10
Vehicles	1	1	1	1	1
Other Equipment	7	7	7	8	9
Housing & Development					
Economic Development					
Vehicles	0	0	0	1	1
Planning & Development					
Vehicles	6	4	4	4	4
Code Enforcement					
Vehicles	1	1	1	1	1
Extension Service					
Buildings	1	1	1	1	1
Vehicles	2	2	2	2	2
Landfill					
Buildings	1	2	2	2	2
Vehicles	3	4	4	4	4
Other Equipment	11	12	13	13	13
Transit					
Vehicles	1	1	1	1	1
Airport					
Buildings	*	*	*	*	*
Vehicles	0	0	0	0	0
Other Equipment	*	*	*	*	*

Source: Various County Departments and Capital Assets Reports

Note (1): Fire Trucks break-down by type not available prior to 2015

* indicates information is unavailable

** indicated restructured to another department

Fiscal Year				
2015	2016	2017	2018	2019
1	1	1	1	1
3	5	6	6	7
2	2	2	2	2
4	4	4	4	4
41	35	35	37	36
45	42	44	46	43
4	4	4	4	4
1	1	1	1	1
3	4	3	3	3
1	1	1	1	1
*	2	2	2	2
10	10	10	10	10
1	1	1	1	1
10	11	16	16	15
1	**	**	**	**
4	5	5	4	3
1	**	**	**	**
1	1	1	1	1
2	2	2	2	2
2	2	2	2	2
10	10	10	10	9
16	13	15	14	13
1	1	2	2	2
*	12	12	12	12
0	0	1	1	1
*	0	0	0	0

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Part IV

Other Reporting Section

HABERSHAM COUNTY
GEORGIA | Est. 1818

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SINGLE AUDIT SECTION

This section contains reports required by Uniform Guidance and grantor agencies.

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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*

Honorable Chairman and Members
of the Board of Commissioners
Habersham County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Habersham County, Georgia, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Habersham County, Georgia's basic financial statements and have issued our report thereon dated October 31, 2019. Our report includes a reference to other auditors who audited the financial statements of the Habersham County Health Department, as described in our report on Habersham 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 were reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Habersham 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 Habersham County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Habersham County, Georgia's internal control over financial reporting.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Habersham County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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.*

Purpose of this Report

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

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
October 31, 2019

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Honorable Chairman and Members
of the Board of Commissioners
Habersham County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Habersham County, Georgia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Habersham County, Georgia's major federal programs for the year ended June 30, 2019. Habersham County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Habersham County, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Habersham County, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on Habersham County, Georgia's compliance.

Opinion on Each Major Federal Program

In our opinion, Habersham County, Georgia complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Report on Internal Control over Compliance

Management of Habersham County, Georgia is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Habersham County, Georgia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Habersham County, Georgia's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
October 31, 2019

HABERSHAM COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2019

Federal Grant/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Number	Total Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture				
Forest Service Schools and Roads Cluster				
Passed through the Georgia Office of the State Treasury:				
Schools and Roads - Grants to States	10.665	FY2019	$ 30,101	$ 0
Community Facilities Loans and Grants Cluster				
Community Facilities Loans and Grants	10.766	N/A	300,000	0
Total U.S. Department of Agriculture			330,101	0
U.S. Department of Housing and Urban Development				
Passed through the Georgia Department of Community Affairs:				
Community Development Block Grants/ State's program and Non-Entitlement Grants in Hawaii	14.228	17p-y-068-1-5939	747,437	0
U.S. Department of Interior				
Payments in Lieu of Taxes	15.226	N/A	73,565	0
U.S. Department of Justice				
Passed through the Criminal Justice Coordinating Council:				
Victims of Crime Act Assistance Grant Program	16.575	C14-8-109/C16-8-001	31	0
		C15-8-374	12,001	0
		C16-8-207/C15-8-392	31,576	0
		C17-8-17/C17-8-171	144,424	0
			188,032	0
Violence Against Women Formula Grants	16.588	W17-8-013	28,590	0
		W18-8-009	35,237	0
			63,827	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	B17-8-009	10,954	0
		B18-8-009	10,995	0
			21,949	0
Total U.S. Department of Justice			273,808	0
U.S. Department of Transportation				
Passed through the Georgia Department of Transportation				
Airport Improvement Program	20.106	AP016-9030-18(137)	629,203	0
		AP017-9032-19(137)	2,238,945	0
		AP018-9034-19(137)	1,340,922	0
		AP019-9036-22(137)	260,099	0
			4,469,169	0
Formula Grants for Rural Areas	20.509	GA18-X033-02	58,773	0

HABERSHAM COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2019

Federal Grant/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Number	Total Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Transportation				
Highway Safety Cluster				
Passed through the Georgia Office of Highway Safety				
State and Community Highway Safety	20.600	GA-2018-402PT-006	$ 8,651	$ 0
		GA-2019-402PT-049	18,335	0
			26,986	0
Total U.S. Department of Transportation			4,554,928	0
U.S. Department of Health and Human Services				
Aging Cluster				
Passed through Legacy Link, Inc.:				
Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	FY2019	24,367	0
Title III, Part C, Nutrition Services	93.045	FY2019	77,202	0
Total Aging Cluster of Programs			101,569	0
Passed through Legacy Link, Inc.:				
Social Services Block Grant	93.667	FY2019	9,396	0
Passed through T&T Transportation:				
Social Services Block Grant	93.667	FY2019	74,822	0
			84,218	0
Total Department of Health and Human Services			185,787	0
U.S. Department of Homeland Security				
Passed through the Georgia Emergency Management Agency:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4338-DR-GA	9,128	0
Hazard Mitigation Grant	97.039	HPD16-071E01	22,777	0
Emergency Management Performance Grants	97.042	OEM18-70	23,601	0
Homeland Security Grant Program	97.067	EMW-2017-SS-00015-S01	3,000	0
Total U.S. Department of Homeland Security			58,506	0
Total Federal Awards			$ 6,224,132	$ 0

See accompanying notes to the schedule of expenditures of federal awards and the schedule of findings and questioned costs.

HABERSHAM COUNTY, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2019

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Habersham County, Georgia, under programs for the federal government for the fiscal year ended June 30, 2019. The information in this schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. De Minimis Indirect Cost Rate

Habersham County, Georgia has elected not to use the 10-percent *de minimis* indirect cost rate allowed under the Uniform Guidance.

1. Summary of the Auditor's Results

A. Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	None reported
Significant Deficiencie(s) identified not considered material weaknesses?	None reported
Noncompliance material to financial statements noted?	None reported

B. Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	None reported
Significant Deficiencie(s) identified not considered material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	None reported

Identification of major programs:

10.766	Community Facilities Loans and Grants
20.106	Airport Improvement Program

Dollar threshold used to distinguish Between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	Yes

2. Financial Statement Findings

A. Current Year Audit Findings

None reported.

B. Prior Year Audit Findings Follow-Ups

Comment 2018-001

Condition: While performing audit procedures at the Tax Commissioner's office, we noted the monthly payouts of title ad valorem tax were incorrectly calculated.

Corrected

3. Federal Award Findings and Questioned Costs

The audit of our basic financial statements and schedule of expenditures of federal awards disclosed no audit findings or questioned costs which are required to be reported under Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.

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STATE REPORTING SECTION

This section contains additional reports required by the State of Georgia.

HABERSHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2019

Project	Estimated Cost *		Expenditures		
	Original	Current	Prior Years	Current Year	Total
SPLOST #6					
Hospital	$ 7,500,000	$ 7,500,000	$ 3,669,714	$ 1,261,415	$ 4,931,129
Landfill	3,431,500	3,431,500	657,278	314,547	971,825
Roads, Streets, and bridges	9,735,334	9,735,334	3,104,040	1,479,343	4,583,383
Public Safety	3,487,132	3,487,132	3,546,227	1,367,028	4,913,255
Capital Projects	2,000,000	2,000,000	698,082	41,930	740,012
City of Alto	442,878	442,878	216,534	74,424	290,958
City of Baldwin	1,754,438	1,754,438	858,898	295,177	1,154,075
City of Clarkesville	1,800,831	1,800,831	880,616	302,736	1,183,352
City of Cornelia	4,938,068	4,938,068	2,416,378	830,637	3,247,015
City of Demorest	1,256,853	1,256,853	614,644	211,286	825,930
City of Mount Airy	881,226	881,226	431,373	148,222	579,595
City of Tallulah Falls	271,740	271,740	133,833	46,038	179,871
	$ 37,500,000	$ 37,500,000	$ 17,227,617	$ 6,372,783	$ 23,600,400

Total expenditures and transfers out of the SPLOST #6 Capital Projects Fund	$ 12,416,569
Expenditures financed through other revenue sources	(6,043,786)
	$ 6,372,783

* Estimated cost represents the portion of these projects to be financed with Special Purpose Local Option Sales Tax. Actual costs that are in excess of these amounts have been financed through alternative funds.

Prior years actual numbers have been restated between projects for misclassifications in prior years. There was no change in the prior years actual total number.