2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ending June 30, 2021

BICENTENNIAL HENRY COUNTY, GA 200th

HENRY COUNTY, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

Prepared By:
Henry County Finance Department
David Smith, Director, Financial Services

INTRODUCTORY SECTION

HENRY COUNTY, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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Board of Commissioners

Carlotta Harrell
Chair

Johnny Wilson
District I

Dee Clemmons
District II

Greg Cannon
District III

Vivian Thomas
District IV

Bruce B. Holmes
District V

Cheri Hobson-Matthews
County Manager

Stephanie Braun
County Clerk

140 Henry Parkway
McDonough, GA 30253
770.288-6000
www.co.henry.ga.us

February 18, 2022

To the Honorable Chair, Distinguished Members of the County Commission and the Citizens of Henry County:

Ladies and Gentlemen:

We are honored to hereby present Henry County's Annual Comprehensive Financial Report. The report is as of and for the year ended June 30, 2021. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of Henry County. To provide a reasonable basis for making these representations, Henry County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to complete sufficient reliable information for the preparation of the County's financial statements in accordance with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the objective is to present reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data is accurate in all material respects, and is reported in a manner designed to present fairly the financial position and results of operations of the various funds, account groups, and component units of Henry County. The necessary disclosures to enable the reader to gain an understanding of the County's financial activities have been included.

Henry County's financial statements have been audited by Mauldin & Jenkins, Certified Public Accountants, LLC. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County are free of material misstatement. Our auditors have issued an unmodified opinion of Henry County's financial statements for the year ended June 30, 2021. The independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of Henry County is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing

Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements. The audit particularly places special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are presented in a separate Single Audit report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF HENRY COUNTY

Henry County was formed in 1821 from Creek Indian Lands. Georgia's 50th county is located in the north central portion of the State of Georgia, approximately 25 miles southeast of the City of Atlanta, and is considered part of the metropolitan Atlanta area. Henry County currently occupies 327 square miles of land and serves a population of approximately 240,712. This year marked the county's 200th birthday. The Henry County Board of Commissioners revealed the bicentennial logo and highlighted plans for the year to celebrate the county's past, present and future. Henry County is empowered to levy a property tax on both real and personal property located within its boundaries.

Henry County is bordered on the north by DeKalb County, on the east by Rockdale and Newton Counties, on the south by Spalding and Butts Counties, and on the west by Clayton County. Four incorporated municipalities are located within Henry County; McDonough, which is the County seat, Stockbridge, Hampton, and Locust Grove.

The governing authority of Henry County is a Board of Commissioners consisting of five members elected by district and a Chair elected at large. The commissioners serve on a part-time basis and are elected to staggered terms of four years. The commissioners are responsible, among other things; for passing ordinances, adopting the budget, establishing tax rates and appointing committees. In 1974, the General Assembly of Georgia created the position of County Administrator for Henry County. This position was changed to the present-day position of County Manager in 1992. The County Manager is responsible for the administration of all the affairs of the County over which she has jurisdiction, including offering positions of classified employment, as well as appointing heads of various departments.

Henry County provides a full range of services; law enforcement; corrections, the construction and maintenance of buildings, parks, streets, highways, bridges, storm water drainage facilities, and other associated infrastructure; parks and recreational activities, 911 emergency communications, voter

registration and election, court systems, tax assessment and collection, building inspections, geographic information system, planning and zoning, recycling, and general administrative and support activities. The County also provides fire protection and emergency medical services for the incorporated and unincorporated areas within its boundaries, with the exception of the City of McDonough, which utilizes the County's emergency medical services but provides their own fire protection.

This report includes all funds of the County, as well as those component units that have been determined to meet the criteria for inclusion in the County's reporting entity. The Henry County Water Authority, Henry County Health Department, Henry County Library System, and the Henry County Development Authority are all included as an integral part of Henry County's financial statements. Additional information on all four of these legally separate entities can be found in Notes to the Financial Statements.

The annual budget serves as the foundation for Henry County's financial planning and control. All departments and agencies of Henry County are required to submit requests for appropriation to the County Manager in February each year. The County Manager uses these requests as the starting point for developing a proposed budget. The County Manager then works in collaboration with the Chair to finalize the budget. The Chair will then present the proposed budget to the Board of Commissioners for review during the month of May. The Board of Commissioners are required to hold public hearings on the proposed budget and to adopt a final budget, per Henry County's charter, by May 31st, for the June 30th fiscal year. The appropriated budget is prepared at the department and fund level. The County Manager may make transfers of appropriations within a department. Transfers of appropriations between departments and the appropriation of additional funds, however, require the special approval of the Board of Commissioners. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the Basic Financial Statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Henry County operates.

Local Economy.

Henry County is experiencing healthy economic expansion due to ongoing residential and commercial development. This is spurred by population growth and proximity to Atlanta and the Hartsfield-Jackson airport. Henry County is strategically located along I-75 with a total of seven interchanges within its

borders. Henry County is just minutes from Atlanta, the business capital of the American South, and Hartsfield-Jackson Atlanta International Airport, the World's busiest international airport. Our outstanding labor force, abundant higher education opportunities, and high quality but affordable housing continues to make Henry County a powerful choice to live, work and play. State and national economic indicators still place Henry County in an enviable position as one of the nation's fastest-growing communities.

In 2021 Henry County, through its economic development organization The Henry County Development Authority (HCDA), broke records for Henry County for job and investment attraction. In 2021 the HCDA attracted 12 new Industrial/Office locations or expansions. With over 2,756 new jobs and $519M in new investment during the middle of a global pandemic and economic crisis, Henry County ranked 2nd (Tied with Dallas County Texas) in the number of project locations of the 17 Southern States according to Southern Business and Development Magazine. These are all-time high-performance metrics for the Authority in a fiscal year over its six-decade history. The community is expected to continue to be a desired location for firms looking to locate their business in Metro Atlanta. In 2020 there was a strong surge of Advanced Manufacturing led by Purple Innovations and Zinus. Of the 10 locations, 3 were foreign based continuing the trend of successful international investment attraction. Henry County is poised to attract similar type facilities in the future. The economic growth of Henry County is not just limited to industrial and office. As the Henry County market share grows, retailers are taking notice and opening new locations in Henry County as well as many regional medical practices with new locations such as Encompass Rehab, a health care facility, to complement the growth of Piedmont Henry's medical hub in the Metro South region of Atlanta. Retail and Entertainment recovered quickly from the start of the COVID-19 outbreak as travel patterns shifted to more driving. Also, in 2021 the Atlanta Motor Speedway opened its gates to host additional entertainment events which greatly benefited Henry County businesses along the I-75 corridor. This is seen as a driver for additional destination retail and entertainment since it attracts visitors from neighboring communities as far south as the Metro Macon market.

Henry County's tax base will likely continue expanding over the next several years due to economic expansion driven by population growth. The tax base is sizable at $19.9 billion in fiscal 2021. Assessed values, on which property taxes are based, have increased an average of 6.97% per year over the last five years and 6.3% over the past year of 2020. Further, developers are actively building new residential and commercial properties, contributing to tax base growth. Henry County has a rich variety of retail establishments, from large stores in outlying shopping centers to small mom and pop shops that serve the downtown areas. The Tanger Factory Outlet located in the City of Locust Grove continues to draw more than 2 million shoppers annually to Henry County. According to CNNMoney.com, "Henry County is a thriving commerce center mixed with big-box retail, abundant health care services and a nurturing attitude toward small businesses." CNN Money ranked Henry County 7th in overall job growth stating a 60.5% job

growth between 2000 and 2008. Southern Crescent Technical College also has a growing campus in Henry County. Since opening in the fall of 2014, the college has opened two buildings of a proposed eight-building campus. This campus will serve as an Academy for Advanced Studies, a Charter College, and a Career Academy. These educational programs will better prepare Henry County Students for college and careers after high school, which in turn, will provide a skilled work force for our existing and future employers.

In addition to the permanent residents and businesses of Henry County, the County hosts major sporting events each year aiding in the export of our tax burden through our Local and Special Purpose Local Option Sales Taxes (SPLOST). The National Association of Stock Car Racing (NASCAR) now holds two events each year at the Atlanta Motor Speedway in Hampton, which is said to bring in more visitors than any other sport in Georgia. These events bring more than a half billion dollars to the region each year.

The coronavirus outbreak (COVID-19) had a substantial impact on our public health and safety. There was no material financial impact for the County over the two-year timeframe. In fact, the County continued to experience healthy receipts from the Local Option Sales Tax (LOST) and Special Purpose Local Option Sales Tax (SPLOST). The situation surrounding COVID-19 continues to rapidly evolve and the longer-term impact on our financials will depend on both the severity and duration of this crisis.

Cash Management Policies and Practices.

Henry County has a responsibility to carefully account for public funds, to manage County finances wisely, and to plan for the provision of public services. The process is complex because unlike private businesses, Henry County has a broader range of responsibilities. The County is expected to address the community's social issues, protect the citizens' interest, provide public safety, and enforce laws and regulations. The key values of the County's financial management include fiscal integrity, prudence, planning, accountability, honesty, and transparency. Specifically, it is the County's intent to maximize the level of public goods and services while minimizing the level of debt. In this effort, Henry County has contracted with SunTrust Bank, now Truist, to provide banking and investment services. In addition, Regions Bank, Georgia Fund One, and East West Bank, provide investment services to the County. All operating funds of the county are carried in an interest-bearing Public Funds Interest Checking Accounts, Public Funds Interest Money Market Accounts and/or Certificate of Deposits in order to maximize interest income and to diversify the County's portfolio. The County does not currently incur financial fees or charges for banking services.

The County's financial position increased significantly over the past few years due to active long-term financial planning. The County appropriates funding for annual capital projects on a pay-go basis, and still managed to substantially grow reserves. Henry County ran six consecutive general fund surpluses through

fiscal year 2021, bringing total fund balance to $116 million (56.2% of general fund revenues) from $63 million (44% of revenues) in fiscal year 2016. The County's fund balance position exceeds the national Aaa median.

In relation to our prudent financial management, Henry County achieved a Aaa rating from Moody's Investor Services on November 1, 2020. This was an upgrade from our previous rating with Moody's of Aa1. This rating produces significant interest savings and is solid evidence of our financial strength and stability.

Henry County's debt burden is very low and will remain manageable even with a $30 million general obligation bond issuance in fiscal year 2021 for the SPLOST V program, which was approved by voters in November 2019. All the County's debt is fixed-rate. Principal amortization is rapid, with 96.3% of debt retired within 10 years. Debt service which is primarily SPLOST and Capital Projects related accounted for a modest 7.5% of General Fund operating expenditures in fiscal year 2021. The County's net direct debt burden is supported by a 1% special purpose local option sales tax (SPLOST). SPLOST V revenues were $51.1 million in fiscal year 2021, up from $40.2 million for SPLOST IV in 2020. SPLOST IV expired on March 31,2020 and was replaced with the SPLOST V program, which voters approved in November 2019. SPLOST V is anticipated to generate $204 million over the next five years.

Major Initiatives

The County has developed several major initiatives for 2021 and the future. Below is a discussion of those initiatives that are expected to affect the County's near future financial position.

In Fiscal Year 2020 (November 2019), the citizens of Henry County passed a referendum for the next phase (V) of the Special Purpose Local Option Sales Tax (SPLOST) program. The SPLOST V program collections began on April 1, 2020 and will end March 31, 2025. The program is expected to collect over $204,000,000 in revenue. The funds will be used to enhance the overall social well-being of the County through various transportation, public safety, capital, and recreational projects. Among the capital projects, one of the most notable projects is the construction of an aquatic center which has a budget of $22 million. Other noteworthy capital projects include three fire stations and three police precincts, along with park improvements in Districts 3, 4, and 5. Major transportation projects expected to be completed in the near future include the construction of McDonough Parkway, widening along Rock Quarry Road, construction along West Village Parkway, extension of South Ola Road, and many more.

The SPLOST IV program was approved by constituents of Henry County in Fiscal Year 2014 (November 2013). Collections began on April 1, 2014 and ended on March 31, 2020 totaling $218,822,982, surpassing the projected revenue collections of $190,000,000.

Major transportation projects completed during Fiscal Year 2021 include: Resurfacing South Ola Road, Speer Road, and Lake Dow Road. Awarded a resurfacing contract of $27.4 million that includes 96 roads with work starting in FY 2022. SPLOST V also started right-of-way acquisition for Rock Quarry Road widening from Eagles Landing Parkway to SR 138. A portion of Elliot Road and 7 subdivisions were resurfaced. Sidewalk replacement of numerous damaged sections took place in approximately 20 different neighborhoods. The Panola Mountain Greenway Trail Phase 1 was completed and opened. During FY 2021, Design/Build RFPs were issued for the Airport Terminal Building, the Fairview Police Precinct/Fire Station 6 and multi-purpose sports fields at Village Park. Additionally, two architectural design RFPs were issued for a corporate/wedding pavilion at Nash Farm and a Recreation Center in District 2. Projects under the SPLOST V program to be completed in the future include major transportation projects. Many of these proposed projects will make Henry County a more attractive place to do business which will create new jobs and bolster the local economy.

Critical to the future success of transportation in Henry County and its municipalities is the Transportation Special Purpose Local Option Sales Tax (TSPLOST). Subsequent to year end and in fiscal year 2022 (November 2021), the citizens of Henry County passed a referendum for a TSPLOST program. The TSPLOST program collections will begin on April 1, 2022 and will end March 31, 2027.

Park upgrades, hiring additional officers, and fleet modernization of public safety vehicles are just a few of the projects being done without raising the millage rate. The current property tax rate of 12.733 mills per $1,000 of assessed value has remained level since fiscal 2017. Other projects include various building repairs, remodels, and park improvements. As part of the Metropolitan North Georgia Water Planning District (MNGWPD) Model Floodplain Management/Flood Damage Prevention Ordinance, the Henry County Storm Water Department is continuing with updating a comprehensive mapping process. The maps allow developers, builders and residents to make sure all structures are built outside of the floodplain, saving them both time and money. In addition, homeowners are able to learn if parts of their property are in a flood plain. The findings and results of this data are free to the public.

The Henry County Board of Commissioners continues to implement programs to help local businesses and strengthen our local economy. Fiscal Year 2021 saw the implementation of the Small Business Restart and Non-Profit Assistance Programs. Small businesses were able to apply for grants up to $10,000 to assist in mitigating the impact of COVID-19. The Supplier Inclusion Program Policy recognizes the benefit of

creating an equal opportunity for all vendors to participate in the County's procurement process, and the County has a commitment to diversity and non-discrimination in business operations. Accordingly, the County will make a good-faith effort to utilize local businesses, veteran-owned business, small business enterprises, disadvantaged business enterprise (DBE) businesses and female-owned businesses throughout the procurement process. This effort does not equate to a quota or set percentage, and all efforts to contact and engage local businesses, veteran-owned business, small business enterprises, DBE businesses and female-owned businesses will be fair and impartial. No preference will be given to any business group or classification, as this program is created to ensure that the identified business groups have the unimpeded ability to compete in the bidding process and to do business with Henry County.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Henry County, Georgia for its comprehensive annual financial report for the fiscal year ended June 30, 2020. This was the fifteenth year that the County received this prestigious award. In order to be awarded a Certificate of Achievement, the County had to publish an easily readable and efficiently organized Annual Financial Report that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Financial Report continues to follow the guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). We believe the data presented in this report are accurate in all material respects and conforms to the standards of the GFOA program for the Certificate of Achievement. Accordingly, we are submitting this report to GFOA for evaluation of eligibility for another certificate.

Henry County also received our fifteenth GFOA Award for Outstanding Achievement in Popular Financial Reporting for the fiscal year ended June 30, 2020. In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, the County had to publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability and reader appeal.

In addition, the County also received it's first GFOA's Distinguished Budget Presentation Award for its annual budget document for fiscal year 2021. This is the first year that the government has achieved the prestigious award. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

The active involvement and professional support of Mauldin & Jenkins CPAs, LLC, Miller Edwards, Partner, and the auditing staff have been instrumental to the completion of the associated audit of this report. The cooperation of various Elected Officials, appointed management, and the Finance Department Staff has been invaluable. We express our appreciation to all those who contributed to its preparation. Finally, we would like to thank the Board of Commissioners for their leadership and support in conducting the financial affairs of Henry County in a responsible and progressive manner.

Respectfully submitted,

David Smith
Director, Financial Services

Cheri Hobson-Matthews
County Manager

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

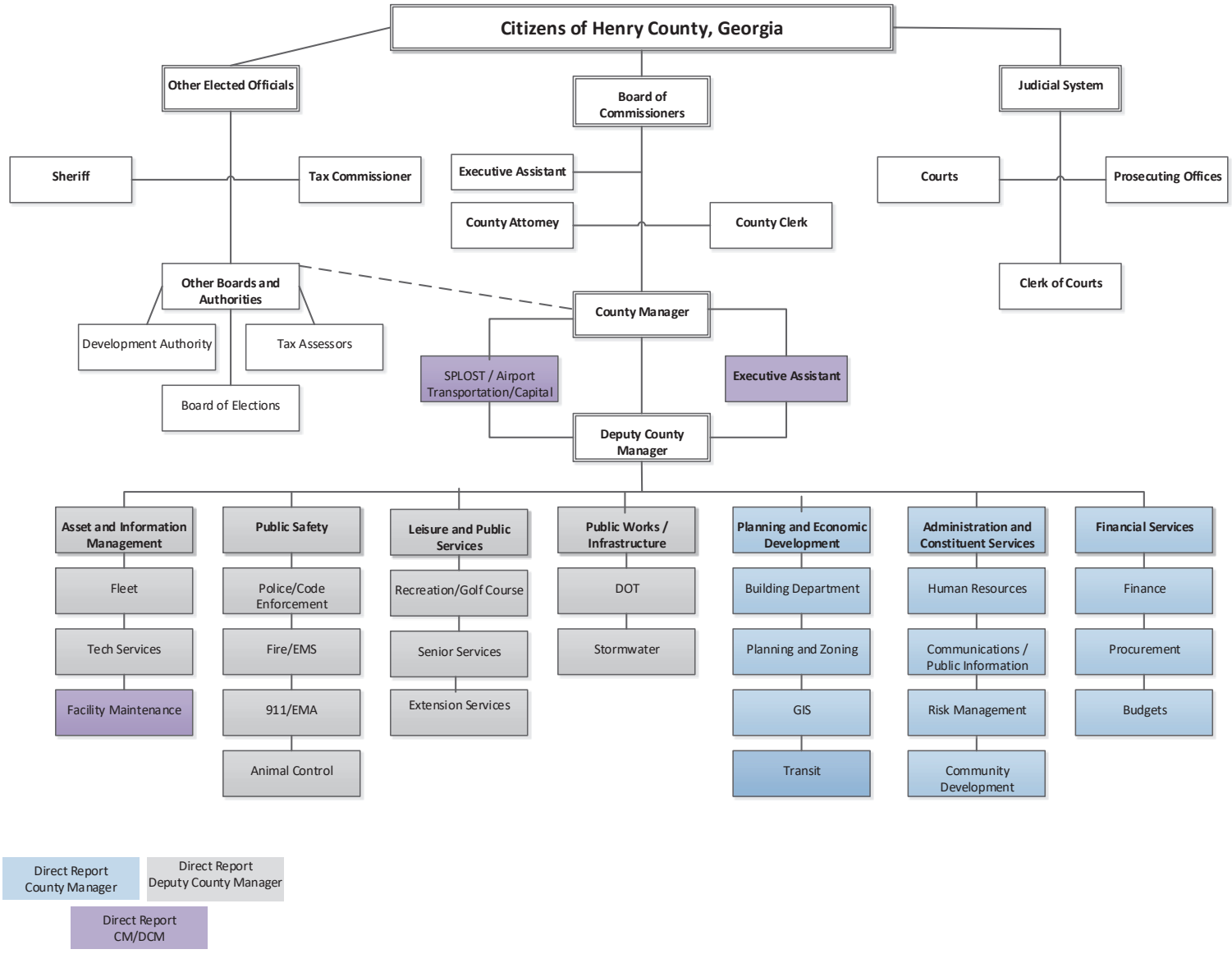
Henry County
Georgia

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO


Citizens of Henry County, Georgia
Other Elected Officials
Board of Commissioners
Judicial System
Sheriff
Tax Commissioner
Executive Assistant
County Attorney
County Clerk
Courts
Prosecuting Offices
Clerk of Courts
Other Boards and Authorities
Development Authority
Tax Assessors
Board of Elections
County Manager
SPLOST / Airport Transportation/Capital
Executive Assistant
Deputy County Manager
Asset and Information Management
Fleet
Tech Services
Facility Maintenance
Public Safety
Police/Code Enforcement
Fire/EMS
911/EMA
Animal Control
Leisure and Public Services
Recreation/Golf Course
Senior Services
Extension Services
Public Works / Infrastructure
DOT
Stormwater
Planning and Economic Development
Building Department
Planning and Zoning
GIS
Transit
Administration and Constituent Services
Human Resources
Communications / Public Information
Risk Management
Community Development
Financial Services
Finance
Procurement
Budgets
Direct Report County Manager
Direct Report Deputy County Manager
Direct Report CM/DCM

HENRY COUNTY, GEORGIA

LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2021

Elected Officials

Chairman, At Large	**Carlotta Harrell**
District 1	**Johnny Wilson**
District 2	**Dee Clemons**
District 3	**Greg Cannon**
District 4, Vice Chair	**Vivian Thomas**
District 5	**Bruce Holmes**
Tax Commissioner	**Michael Harris**
Sheriff	**Reginald Scandrett**
Clerk of Superior Court	**Sabriya H. Hill**
Superior Court Judge	**Holly Veal**
Superior Court Judge	**Pandora Palmer**
Superior Court Judge	**Brian Amero**
State Court Judge	**Chaundra Lewis**
State Court Judge	**Vincent Lotti**
State Court Judge	**Danielle Roberts**
State Court Judge, Chief Judge	**David Brown**
Probate Court Judge	**Kelley Powell**
Magistrate Court Judge	**Martin Jones**
District Attorney	**Darius Pattillo**
Solicitor	**Pamela Bettis**

Principal Officials

County Manager	**Cheri Hobson-Matthews**
County Clerk	**Stephanie Braun**
Fire Chief	**Jonathan Burnette**
Police Chief	**Mark Amerman**
Financial Services Director	**David Smith**

FINANCIAL SECTION

MAULDIN & JENKINS
CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
of Henry County, Georgia
McDonough, 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 **Henry County, Georgia** (the "County"), as of and for the year ended June 30, 2021, and the related notes to financial statements, which collectively comprise Henry County, Georgia'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 the Henry County Board of Health, which represent .60%, .23%, and 2.20%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Henry County Board of Health, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles 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 Henry County, Georgia, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and the COVID-19 Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 18, the Government implemented Governmental Accounting Standards Board ("GASB") Statement No. 84, *Fiduciary Activities*, as of July 1, 2020. This standard significantly changed the accounting for the County's activities previously reported as agency funds. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 16), Schedule of Changes in the County's Total OPEB Liability and Related Ratios – OPEB Plan (on page 95), Schedule of Changes in the County's Net Pension Liability and Related Ratios – Retirement Plan (on page 96), Schedule of County Contributions – Retirement Plan (on page 97), Schedule of Proportionate Share of Net Pension Liability – Teachers' Retirement System of Georgia – Library System (on page 98), Schedule of Contributions – Teachers' Retirement System of Georgia – Library System (on page 99), Schedule of Proportionate Share of the Net OPEB Liability – State of Georgia Employees Post-Employment Health Benefit Fund – Library System (on page 100), Schedule of Contributions – State of Georgia School Employees Post-Employment Health Benefit Fund (on page 101) 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 Henry County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of special purpose local option sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia Annotated ("O.C.G.A.") §48-8-121, and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the schedules of expenditures of special purpose local option sales tax proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements and schedules and the schedules of expenditures of special purpose local option sales tax proceeds are fairly stated, in all material respects, in relation to the basic 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will also issue our report dated February 18, 2022 on our consideration of Henry County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. That report will be issued under separate cover in the County's "Report of Independent Certified Public Accountants in Accordance with the Uniform Guidance and *Government Auditing* Standards." The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Henry County, Georgia's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
February 18, 2022

As management of Henry County, Georgia, (the "County") we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the financial statements, and the notes to the financial statements.

Financial Highlights

- At June 30, 2021, the County's General Fund reported a total fund balance of $116,147,833, an increase of $23,761,447, or 25.72%, from the prior fiscal year.
- Total assets and deferred outflows of resources of governmental and business-type activities exceeded liabilities and deferred inflows of resources at June 30, 2021, by $812,473,893 (total net position). This is an increase of $42,898,445 over the previous year.
- The 2014 Special Purpose Local Option Sales Tax ("SPLOST") generated total revenues of $2,802,515 and expended $9,162,486 leaving a fund balance of $35,536,002 at the end of fiscal year 2021.
- The 2020 Special Purpose Local Option Sales Tax ("SPLOST") generated total revenues of $51,128,803 and expended $8,792,292. GO Bonds were issued in the amount of $30,000,000 at a premium of $3,914,339. Debt service was then transferred to the debt service fund of $6,317,045 leaving an ending fund balance of $80,433,788.
- During fiscal year 2021, Henry County's Airport completed its ninth fiscal year of operations with aggregate revenues, grants, and capital contributions of $1,160,712, offset by expenses of $921,139, leaving a net profit of $239,573. No operating transfers were made to support airport operations.

Overview of the Financial Statements

This Management's Discussion and Analysis ("MD&A") is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The Statement of Net Position presents information on all of the County's assets and liabilities, with the difference between the two reported as Net Position. A review of annual increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development. The business-type activities of the County are the Airport (Atlanta Speedway Airport), Stormwater Utility, and the Cotton Fields Golf Course.

The government-wide financial statements include not only the County itself (known as the primary government), but also the Henry County Department of Public Health, the Henry County Library System and the Henry County Water Authority. These are legally separate entities that are component units of the County due to the significance of their operational or financial relationships with the County. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 17 – 22 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories***: governmental funds, proprietary funds and fiduciary funds***.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains governmental funds to account for the following activities: **General**; **Special Revenue** (Confiscated Assets Fund, Hotel/Motel Tax Fund, E-911 Fund, Law Library Fund, Court Fund, Technology Fund, Neighborhood Stabilization Fund, Neighborhood Stabilization 3 Fund, CDBG Fund, Juvenile Assistance Fund, Grant Fund, Henry First Fund, and Drug Court Fund) Also broken out this year are the CARES Act Funds to respond to COVID-19 (e.g. CDBG, ESG) and Redspeed (law enforcement); **Capital Projects** (Development Authority Fund, Capital Asset Fund, 2002 SPLOST Fund, 2008 SPLOST Fund, 2014 SPLOST Fund, 2020 SPLOST Fund, and Impact Fees Fund); and Debt Service. As major 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, the 2014 SPLOST Fund, and the Grant Fund. Data from the other governmental funds are combined into a single, aggregated column. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. **The County adopts an annual appropriated budget for its general, special revenue, and debt service funds.** A project-length budget is adopted for the capital projects funds. A budgetary comparison statement has been provided for the General Fund. This statement is found on pages 30 – 32 of this report.

The basic governmental fund financial statements can be found on pages 23 – 33. Budgetary comparison schedules have also been included in the combining statements for other governmental funds with legally adopted annual budgets.

Proprietary Funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements and are reported as Proprietary Funds. The County maintains three enterprise funds. The Airport, Stormwater, and the Cotton Fields Golf Course were established for County operations that are financed and operated in a manner similar to private business enterprises. The cost (expenses, including depreciation) of providing the services to the general public is recovered in whole or in part through user charges.

The proprietary fund financial statements provide separate information for the Airport (major fund), Stormwater (major fund), and The Cotton Fields Golf Course (non-major fund).

The basic proprietary fund financial statements can be found on pages 34 – 37 of this report.

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 statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund statement of fiduciary assets and Liabilities can be found on page 38 and 39 of this report.

Notes to 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 40 – 94 of this report.

Other Information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the Required Supplementary Information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by $812,473,893 at the close of the June 30, 2021 fiscal year.

The following analysis provides a breakdown of the County's net position in a condensed format presenting current and non-current amounts for the governmental activities as well as for the business-type activities.

Henry County's Net Position

	Governmental Activities		Business-type Activities		Total		
	2021	2020	**2021**	2020	**2021**	2020	**Variance**
Current and other assets	**$ 318,567,168**	$ 189,700,512	**$ 1,964,661**	$ 4,754,246	**$ 320,531,829**	$ 194,454,758	$ 126,077,071
Capital assets	**675,383,030**	672,494,881	**29,977,636**	29,786,879	**705,360,666**	702,281,760	3,078,906
Total assets	**993,950,198**	862,195,393	**31,942,297**	34,541,125	**1,025,892,495**	896,736,518	129,155,977
Deferred outflows of resources	**77,266,200**	69,347,847	**857,589**	1,179,796	**78,123,789**	70,527,643	7,596,146
Current liabilities	**47,155,103**	15,851,412	**911,068**	381,495	**48,066,171**	16,232,907	31,833,264
Long-term liabilities	**224,127,338**	169,881,152	**1,254,538**	1,964,768	**225,381,876**	171,845,920	53,535,956
Total liabilities	**271,282,441**	185,732,564	**2,165,606**	2,346,263	**273,448,047**	188,078,827	85,369,220
Deferred inflows of resources	**17,822,929**	9,365,795	**271,415**	244,091	**18,094,344**	9,609,886	8,484,458
Net position:							
Net investment in capital assets	**656,696,414**	659,253,079	**29,913,617**	29,786,879	**686,610,031**	689,039,958	(2,429,927)
Restricted	**125,437,488**	75,482,658	**-**	-	**125,437,488**	75,482,658	49,954,830
Unrestricted	**(22,874)**	1,709,144	**449,248**	3,343,688	**426,374**	5,052,832	(4,626,458)
Total net position	**$ 782,111,028**	$ 736,444,881	**$ 30,362,865**	$ 33,130,567	**$ 812,473,893**	$ 769,575,448	$ 42,898,445

The largest portion of the County's net position ($686,610,631, or 84.51%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, and roads), less any related debt used to acquire those assets that are still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position ($125,437,488, or 15.44%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($426,374, or .05%) may be used to meet the County's ongoing obligations to citizens and creditors.

There was an increase in current and other assets of $126,077,071 and an increase in capital assets of $3,078,906 creating a net increase of $129,155,977 in total assets. The primary reason for the increase in current and other assets is due to the continued use of cash and investments to purchase needed capital items and fund construction in progress for many of the County's departments, an increase in the tax digest avoiding increasing the property tax millage, and prudent department expense management. The increase in capital assets was primarily due to the completion of many major SPLOST projects during the fiscal year.

Long-term liabilities increased by $53,535,956. Current liabilities also increased by $31,833,264. The total increase in liabilities amounted to $85,369,220. The increase was primarily due to an increase in unearned revenue (e.g. American Rescue Plan, CARES Act, COVID-19) and due to other funds at fiscal year-end.

There was an increase of $49,954,830 in restricted net position reported in connection with the County's governmental activities due mainly to an increase in capital projects activity. The restrictions are primarily for capital projects, debt service, housing and development, federal and state grants, citizen welfare, law enforcement purposes, and public safety purposes. Restrictions for capital projects are mostly restrictions for the SPLOST Funds. There were no restrictions on the net position related to the business-type activities.

Governmental activities. Governmental activities increased the County's net position by $45,468,048.

Key elements of the increase in governmental activities are noted in the following analysis which represents a condensed statement of activities and changes in net position:

Henry County's Changes in Net Position

	Governmental Activities		Business-type Activities		Total		Variance
	2021	2020	**2021**	2020	**2021**	2020	**Pos. (Neg.)**
Program revenues:							
Charges for services	**$ 37,023,268**	$ 39,216,056	**$ 5,196,021**	$ 4,907,952	**$ 42,219,289**	$ 44,124,008	$ (1,904,719)
Grants and contributions:							
Operating	**14,667,349**	10,686,639	**-**	-	**14,667,349**	10,686,639	3,980,710
Capital	**4,206,633**	3,655,551	**167,635**	535,404	**4,374,268**	4,190,955	183,313
General revenues:							
Property taxes	**101,823,619**	95,705,448	**-**	-	**101,823,619**	95,705,448	6,118,171
Sales taxes	**100,179,825**	79,071,213	**-**	-	**100,179,825**	79,071,213	21,108,612
Other taxes	**15,196,834**	14,484,413	**-**	-	**15,196,834**	14,484,413	712,421
Unrestricted investment earnings	**146,750**	1,479,313	**362**	24,644	**147,112**	1,503,957	(1,356,845)
Total revenues	**273,244,278**	244,298,633	**5,364,018**	5,468,000	**278,608,296**	249,766,633	28,841,663
Expenses, by function:							
General government	**49,779,084**	46,030,512	**-**	-	**49,779,084**	46,030,512	3,748,572
Judicial	**20,094,567**	20,168,556	**-**	-	**20,094,567**	20,168,556	(73,989)
Public safety	**115,254,510**	102,170,045	**-**	-	**115,254,510**	102,170,045	13,084,465
Public works	**18,897,970**	15,148,068	**-**	-	**18,897,970**	15,148,068	3,749,902
Health and welfare	**7,328,177**	7,070,382	**-**	-	**7,328,177**	7,070,382	257,795
Culture and recreation	**9,162,181**	9,110,207	**-**	-	**9,162,181**	9,110,207	51,974
Housing and development	**6,420,247**	5,201,732	**-**	-	**6,420,247**	5,201,732	1,218,515
Interest on long-term debt	**1,064,494**	393,940	**-**	-	**1,064,494**	393,940	670,554
Stormwater	**-**	-	**6,228,978**	4,833,066	**6,228,978**	4,833,066	1,395,912
Airport	**-**	-	**921,139**	981,500	**921,139**	981,500	(60,361)
Cotton Fields	**-**	-	**756,603**	658,728	**756,603**	658,728	97,875
Total expenses	**228,001,230**	205,293,442	**7,906,720**	6,473,294	**235,907,950**	211,766,736	24,141,214
Change in net position before transfers	**45,243,048**	39,005,191	**(2,542,702)**	(1,005,294)	**42,700,346**	37,999,897	4,700,449
Transfers	**225,000**	125,122	**(225,000)**	(125,122)	**-**	-	-
Increase in net position	**45,468,048**	39,130,313	**(2,767,702)**	(1,130,416)	**42,700,346**	37,999,897	$ 4,700,449
Net position, beginning of year, as restated	**736,642,980**	697,314,568	**33,130,567**	34,260,983	**769,773,547**	731,575,551	
Net position, end of year	**$ 782,111,028**	$ 736,444,881	**$ 30,362,865**	$ 33,130,567	**$ 812,473,893**	$ 769,575,448	

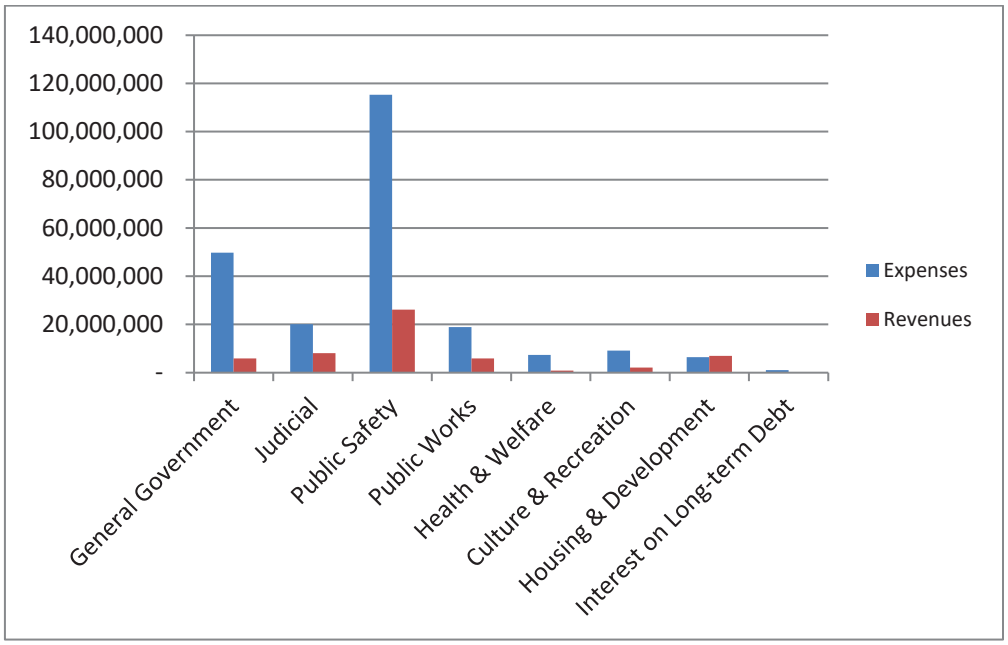
Operating grants increased by $3,980,710. Most of the increase is due to an increase in Public Safety activity. Capital grants increased by $183,313 during the year. This is mainly due to public works activity and airport construction (i.e. taxiway extension).

Property taxes increased by $6,118,171 (or 6.4%) during the year. This increase is due primarily to the increase of the assessed value of real property. Sales taxes increased by $21,108,612 (or 26.7%) during the year. This is mainly due to an increase in retail activity.

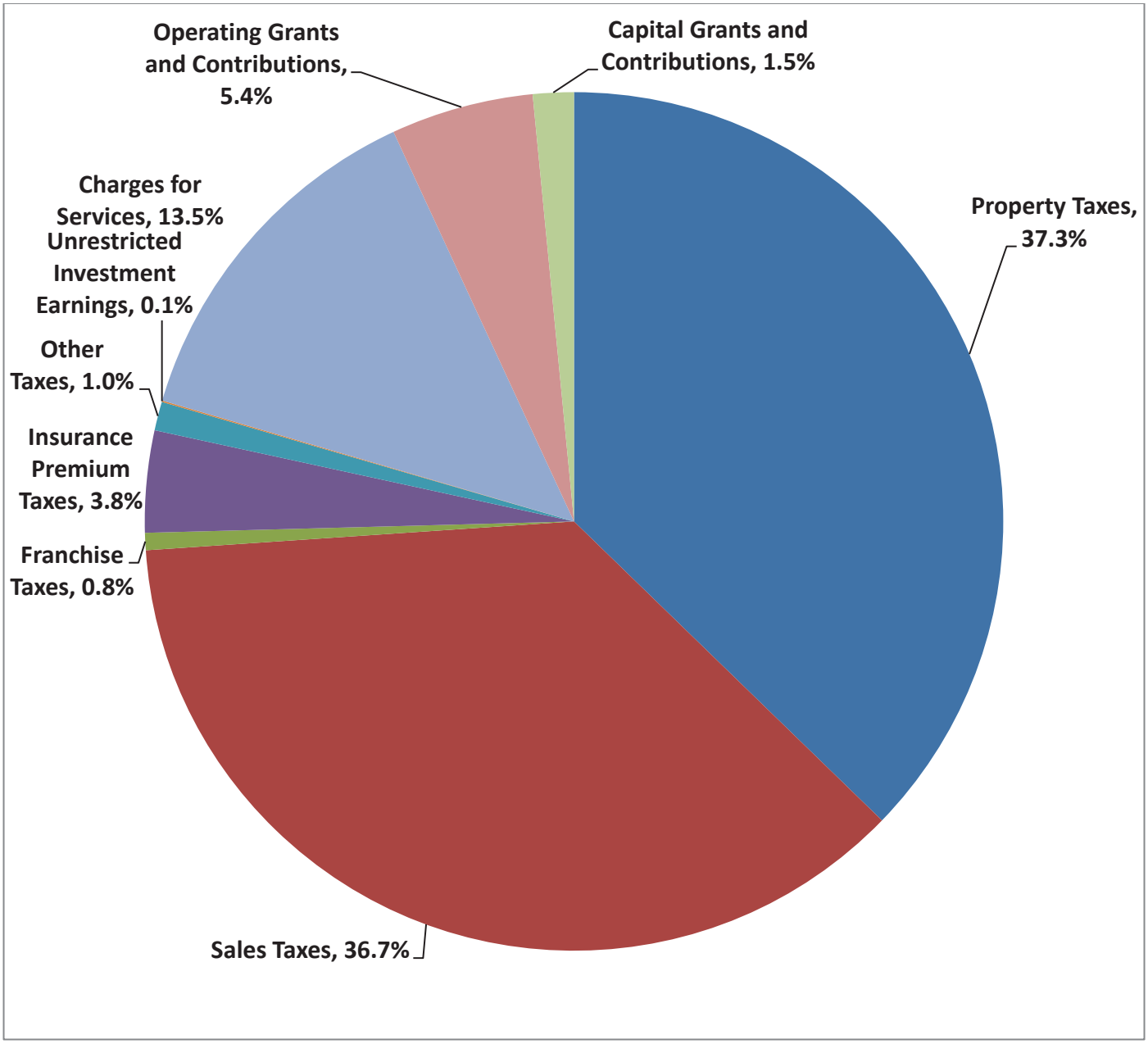
Total expenses were $24,141,214 (11.4%) higher than the prior fiscal year. The biggest areas of change were in the functional areas of:

- Stormwater increased by $1,395,912 (or 28.9%). This is mainly due to increased investment in repair and mapping activity.
- Housing and development increased by $1,218,515 (or 23.4%) due to increased planning and zoning and building department activity.
- Public works increased by $3,749,902 (or 24.8%) due to deferring road resurfacing and increased materials costs.
- Public safety increased by $13,084,465 (or 12.8%). This is mainly due to increased law enforcement activity, cost of personnel services, deferred maintenance, and new station openings.
- General government increased by $3,748,572 (or 8.1%) due to continued costs of an ERP conversion project, insurance payouts, and deferred building maintenance.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



Business-type activities. The County started an enterprise fund, **Stormwater** Utility, during fiscal year 2007 for the purpose of fairly allocating the costs of stormwater management to all properties. Specifically, the fund allows for the conservation, management, protection, control, use, and enhancement of stormwater within the County's corporate jurisdiction, and for the planning, acquisition, construction, installation, management, operation, maintenance, regulation, extension, and improvement of the stormwater control systems. In fiscal year 2021, the Stormwater Fund realized operating revenues of $3,559,234 and incurred expenses of $6,228,978 thus creating an operating loss of $2,669,744. Operating revenues increased by $15,000 due mainly to increased collection of fees over the previous year. Operating expenses increased from the prior year by $1,395,912 due mainly to salaries and benefits and purchased contracted services.

The County's enterprise fund for the **Airport** was created in fiscal year 2012, with the acquisition of Tara Field Airport. With the acquisition, the County aimed to enhance its economy by "leveling the playing field" with other communities that have already invested in enhanced aviation infrastructure. The Board of Commissioners first requested the airport name be changed to Henry County Airport but was later changed again to Atlanta Speedway Airport in 2017. The County is in the process of completing the improvements advocated by the Federal Aviation Administration ("FAA") in its Environmental Assessment report. Those recommended enhancements and improvements continue to be funded almost entirely (95%), by the FAA (90%) and Georgia Department of Transportation ("GDOT") (5%). Some of these improvements include the removal of the displaced threshold, remarking the runway and taxiway, replacement of the Automated Weather Observing System ("AWOS"), and the installation of perimeter fencing. In fiscal year 2021, the airport realized operating revenues of $993,077 and incurred expenses of $921,139, creating an operating income of $71,938 before capital contributions, income from grants of $167,635, and transfers in.

The County purchased the Cotton Fields **Golf Course** in 2007. However, the County hired a management company to operate the golf course and was under a contractual agreement through the fiscal year 2016. The County began the first full year of operating the Cotton Fields Golf Course as an enterprise fund on July 1, 2016. In fiscal year 2021, the Cotton Fields Golf Course Fund realized operating revenues of $643,710 and incurred expenses of $756,603, creating operating loss of $112,893. This is due primarily to improvements made to the greens and cart paths.

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Henry County Board of Commissioners adopted in May 2015, by resolution, a Fund Balance Policy that states a minimum unassigned fund balance in the General Fund will reflect the amount of 25% of the subsequent year's budgeted expenditures and outgoing transfers. In February 2020, the policy was increased to 30% of the subsequent year's budgeted expenditures and outgoing transfers.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of $267,679,936 as compared to the previous fiscal year which amounted to $164,413,324, an increase of $103,266,612 (or 63.0%).

Of the ending governmental fund balances $110,695,737 (or 41%) constitutes unassigned fund balance, which is available for spending at the County's discretion. An additional $968,383 is classified as non-spendable for prepaid items and inventories, and another $156,015,816 is classified as restricted to indicate that it is not available for new spending because it has already been restricted for: capital projects ($133,520,738), public safety purposes ($13,420,077) and other requirements such as federal and state grants and debt service ($9,075,001).

The **General Fund** is the chief operating fund of the County. At the end of the current fiscal year, net change in fund balance for the General Fund increased by $23,761,447. Unassigned fund balance of the General Fund was $111,299,475, while total fund balance reached $116,147,833. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 65.2% of total General Fund expenditures, while total fund balance represents 68.0% of that same amount.

The **2014 SPLOST** Capital Projects Fund accounts for the financial resources provided from the 1% SPLOST Referendum that took place in November of 2013. These resources must be used for various capital projects and road improvements throughout the County. At the end of the 2021 fiscal year, the 2014 SPLOST Capital Projects Fund had a total fund balance of $35,536,002, a decrease of $6,359,971 from the prior year. The decrease in fund balance is due to the SPLOST IV program being in its 6th full year. Many of the major projects are being completed, and collections are higher than the prior fiscal year.

The **2020 SPLOST** Capital Projects Fund accounts for the financial resources provided from the 1% SPLOST Referendum that took place in November of 2019. These resources must be used for various capital projects and road improvements throughout the County. At the end of the 2021 fiscal year, the 2020 SPLOST Capital Projects Fund had a total fund balance of $80,433,788. Many of the major projects have yet to begin and collections are higher than anticipated.

The **American Rescue Plan Act Fund** is a special revenue fund used to account for the American Rescue Plan Act's grant revenues and expenditures. The reason for the significant increase in cash and unearned revenue from the prior year was due to the County being awarded a significant federal grant in the amount of $22,780,368, which had not been earned during the current year.

The **COVID-19 Fund** is a special revenue fund used to account for the revenues and expenditures relating to the CARES Act monies received for Federal Awards. The fund experienced an increase of $917,100, which was the result of the County being awarded several large grants (ERAP and CARES) during the current year.

Proprietary Funds. The County's proprietary funds provide the same type of information found in the government-wide statements, but in more detail. The County has three enterprise funds: the Airport, Stormwater, and The Cotton Fields Golf Course. At the end of the current fiscal year, the County's proprietary funds reported ending net position of $30,362,865. The primary driver is a decrease of $3,044,382 in the Stormwater fund.

Long-term debt. At the end of the current fiscal year, the County had $27,870,500 in bonded debt outstanding primarily for acquisition and construction of SPLOST V projects.

Henry County's Outstanding Debt
General Obligation Bonds

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
General Obligation Debt	$ 27,870,500	$ -	$ -	$ -	$ 27,870,500	$ -
Total	$ 27,870,500	$ -	$ -	$ -	$ 27,870,500	$ -

The General Obligation Sales Tax Bonds, Series 2020, was issued May 2021, after completing the payoff of the Series 2015 bonds for SPLOST IV. The proceeds of the bonds will be used to finance certain capital outlay projects for the County and pay the costs of issuing the bonds.

The General Obligation Sales Tax Bonds, Series 2015, was issued May 2015, after completing the payoff of the Series 2008 bonds for SPLOST III. The proceeds of the bonds were used to finance certain capital outlay projects for the County and the cities of Locust Grove, McDonough and Stockbridge and pay the costs of issuing the bonds. The SPLOST IV bond was fully paid off in fiscal year 2020.

During the fiscal year 2016, the Development Authority refunded a revenue bond to lower the interest rate; resulting in substantial debt service savings for the County. The interest rate changed from 4.40% to an average variable rate of 1.854%. The bonds were originally issued to finance the acquisition of land. This revenue bond will be paid back during fiscal year 2016 thru 2022, versus the prior bond to 2032.

The County's enterprise funds which are reported under business-type activities did not incur any debt and did not have debt in prior years.

The County achieved an Aaa rating from Moody's Investor Services on November 1, 2020. This was an upgrade from our previous rating with Moody's of Aa1.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10% of its total assessed valuation. The current limitation for the County is $768,081,888 which is significantly in excess of the County's outstanding general obligation debt. Additional information regarding the County's long-term debt can be found in Note 7 of this report.

Economic Factors and Next Year's Budgets

- The unemployment rate for the County at June 30, 2021 is 4.9 %, which is a decrease from the 7.3% rate a year ago. The State rate was 4.5%. This decrease is the direct result of the return to work efforts after the COVID-19 pandemic which left many of the County citizens out of work.
- Since the great recession, the local option sales tax ("LOST") Collection has increased for the County. That statement continues to hold true for this year. For fiscal year 2021, the total LOST collections were $33,951,298 which is a 27.86% increase over the previous fiscal year. It is anticipated that fiscal year 2022 will see another increase over 2021, as this upward trend continues.
- The Board of Commissioners was able to maintain the same County's General Fund millage rate for 2021 at 12.733 mills. The fiscal year 2021 budget process focused on balancing the budget without increasing the millage rate and making use of additional property tax collections from increased assessments over the prior year.
- The County is designated a Community Development Block Grant ("CDBG") Program entitlement urban county by the U.S. Department of Housing and Urban Development. It completed its ninth program year on June 30, 2021. A total of $1,165,872 of CDBG funds were expended during fiscal year 2021.
- The County has administered the Neighborhood Stabilization Program ("NSP") since 2009. The County is a recipient of NSP 1 and NSP 3 funds. The County was awarded $9,799,776 in NSP funds. As of fiscal year 2021, the County has received nearly $8,000,000 in NSP funds directly from the U.S. Department of Housing and Urban Development ("HUD") and as a pass through grant from the Georgia Department of Community Affairs ("DCA"). The NSP supports state and local governments in the acquisition, rehabilitation, and disposition of foreclosed, bank-owned, vacant and abandoned properties. NSP homes must be sold at or below market appraisal price and below what the County has in low- and moderate-income homebuyers. One objective of the NSP is to make home buying more affordable for income eligible buyers. The other objectives include converting foreclosed, bank-owned, vacant, and abandoned properties back to owner occupied homes ultimately stabilizing the housing market. The County purchased 335 homes through the NSP from 2009-2014.
- During 2021 and going forward, the County will continue to do its best to secure additional funding sources, such as fees, grants and private participation, to continue to construct roads and capital projects and purchase and improve capital items.

Requests for Information

This financial report is designed to provide a general overview of Henry County, Georgia finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Henry County Board of Commissioners
Finance Department
140 Henry Parkway
McDonough, Georgia 30253.

BASIC FINANCIAL STATEMENTS

HENRY COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 272,992,978	$ 1,210,347	$ 274,203,325
Investments	26,410,293	-	26,410,293
Receivables, net of allowances for uncollectibles	4,221,729	1,515,947	5,737,676
Due from other governments	12,028,198	77,020	12,105,218
Internal balances	895,629	(895,629)	-
Inventory	484,916	56,976	541,892
Prepaid items	1,533,425	-	1,533,425
Restricted assets:			
Cash and cash equivalents	-	-	-
Investments	-	-	-
Capital assets, non-depreciable	179,079,963	26,289,847	205,369,810
Capital assets, depreciable (net of accumulated depreciation)	496,303,067	3,687,789	499,990,856
Net OPEB asset	-	-	-
Total assets	993,950,198	31,942,297	1,025,892,495
DEFERRED OUTFLOWS OF RESOURCES			
Deferred refunding charges	-	-	-
OPEB	20,951,221	-	20,951,221
Pension	56,314,979	857,589	57,172,568
Total deferred outflows of resources	77,266,200	857,589	78,123,789

(Continued)

Component Units		
Board of Health	Library System	Water Authority
$ 2,614,745	$ 452,632	$ 3,596,724
-	395,998	-
152,905	55,631	7,735,467
-	-	-
-	-	-
-	-	1,101,748
-	-	-
-	-	7,933,923
-	-	158,010,568
-	-	43,281,401
28,532	1,631,752	259,566,979
111,454	-	-
2,907,636	2,536,013	481,226,810
-	-	2,594,895
195,399	609,119	3,640,130
302,799	1,142,508	4,306,636
498,198	1,751,627	10,541,661

HENRY COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts payable	$ 6,859,163	$ 816,202	$ 7,675,365
Retainage payable	451,965	64,019	515,984
Accrued liabilities	6,456,524	21,286	6,477,810
Due to other governments	1,725,331	5,011	1,730,342
Unearned revenue	31,341,379	4,550	31,345,929
Payable from restricted assets:			
Revenue bonds payable	-	-	-
Accrued interest payable	320,741	-	320,741
Non-current liabilities:			
Due within one year	19,816,529	-	19,816,529
Due in more than one year	49,794,771	-	49,794,771
Net pension liability due in more than one year	82,381,326	1,254,538	83,635,864
Net OPEB liability due in more than one year	-	-	-
Total OPEB liability due in more than one year	72,134,712	-	72,134,712
Total liabilities	271,282,441	2,165,606	273,448,047
DEFERRED INFLOWS OF RESOURCES			
Deferred refunding charges	-	-	-
OPEB	-	-	-
Pension	17,822,929	271,415	18,094,344
Total deferred inflows of resources	17,822,929	271,415	18,094,344
NET POSITION			
Net investment in capital assets	656,696,414	29,913,617	686,610,031
Restricted for:			
Capital projects	102,942,410	-	102,942,410
Housing and development	933,585	-	933,585
Federal and State grants	1,115,166	-	1,115,166
Law enforcement purposes	4,207,763	-	4,207,763
Public safety purposes	9,199,565	-	9,199,565
Debt service	7,026,250	-	7,026,250
Fire department	12,749	-	12,749
Health and welfare	-	-	-
Unrestricted	(22,874)	449,248	426,374
Total net position	$ 782,111,028	$ 30,362,865	$ 812,473,893

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

Component Units		
Board of Health	Library System	Water Authority
$ -	$ 114,836	$ 392,891
-	-	-
-	104,757	6,402,828
-	-	-
-	-	-
-	-	12,565,000
-	-	1,799,812
32,767	98,021	3,056,328
76,457	-	131,700,809
1,716,035	3,381,901	1,457,407
-	2,177,741	-
420,291	-	17,726,091
2,245,550	5,877,256	175,101,166
-	-	271,127
445,388	462,996	5,051,882
-	-	893,576
445,388	462,996	6,216,585
28,532	1,631,752	169,195,241
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	151,242,640
-	-	-
930,178	-	-
(243,814)	(3,684,364)	(9,987,161)
$ 714,896	$ (2,052,612)	$ 310,450,720

HENRY COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities:				
General government	$ 49,779,084	$ 5,687,842	$ 224,452	$ -
Judicial	20,094,567	7,977,253	100,000	-
Public safety	115,254,510	15,674,651	8,680,117	1,767,205
Public works	18,897,970	1,618,296	1,829,378	2,439,428
Health and welfare	7,328,177	305,748	554,917	-
Culture and recreation	9,162,181	565,663	1,521,214	-
Housing and development	6,420,247	5,193,815	1,757,271	-
Interest on long-term debt	1,064,494	-	-	-
Total governmental activities	228,001,230	37,023,268	14,667,349	4,206,633
Business-type activities:				
Cotton Fields	756,603	643,710	-	-
Stormwater	6,228,978	3,559,234	-	-
Airport	921,139	993,077	-	167,635
Total business-type activities	7,906,720	5,196,021	-	167,635
Total primary government	$ 235,907,950	$ 42,219,289	$ 14,667,349	$ 4,374,268
Component units				
Board of Health	$ 1,994,496	$ 815,422	$ 1,638,681	$ -
Library System	3,561,483	-	3,121,824	-
Water Authority	72,116,470	74,808,855	-	12,480,591
Total component units	$ 77,672,449	$ 75,624,277	$ 4,760,505	$ 12,480,591
General revenues:				
Property taxes				
Sales taxes				
Franchise taxes				
Insurance premium taxes				
Other taxes				
Unrestricted investment earnings				
Gain on disposal of capital assets				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position (deficit), beginning of year, as restated				
Net position (deficit), end of year				

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

Net (Expenses) Revenues and Changes in Net Position						
Primary Government			Component Units			
Governmental Activities	Business-type Activities	Total	Board of Health	Library System	Water Authority
$ (43,866,790)	$ -	$ (43,866,790)	$ -	$ -	$ -
(12,017,314)	-	(12,017,314)	-	-	-
(89,132,537)	-	(89,132,537)	-	-	-
(13,010,868)	-	(13,010,868)	-	-	-
(6,467,512)	-	(6,467,512)	-	-	-
(7,075,304)	-	(7,075,304)	-	-	-
530,839	-	530,839	-	-	-
(1,064,494)	-	(1,064,494)	-	-	-
(172,103,980)	-	(172,103,980)	-	-	-
-	(112,893)	(112,893)	-	-	-
-	(2,669,744)	(2,669,744)	-	-	-
-	239,573	239,573	-	-	-
-	(2,543,064)	(2,543,064)	-	-	-
$ (172,103,980)	$ (2,543,064)	$ (174,647,044)	$ -	$ -	$ -
$ -	$ -	$ -	$ 459,607	$ -	$ -
-	-	-	-	(439,659)	-
-	-	-	-	-	15,172,976
-	-	-	459,607	(439,659)	15,172,976
101,823,619	-	101,823,619	-	-	18,346,253
100,179,825	-	100,179,825	-	-	-
1,773,523	-	1,773,523	-	-	-
10,467,789	-	10,467,789	-	-	-
2,955,522	-	2,955,522	-	-	-
146,750	362	147,112	242	963	108,841
-	-	-	-	-	64,533
225,000	(225,000)	-	-	-	-
217,572,028	(224,638)	217,347,390	242	963	18,519,627
45,468,048	(2,767,702)	42,700,346	459,849	(438,696)	33,692,603
736,642,980	33,130,567	769,773,547	255,047	(1,613,916)	276,758,117
$ 782,111,028	$ 30,362,865	$ 812,473,893	$ 714,896	$ (2,052,612)	$ 310,450,720

HENRY COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

ASSETS	General Fund	2014 SPLOST Fund	2020 SPLOST Fund
Cash and cash equivalents	$ 105,910,249	$ 36,677,283	$ 77,155,237
Investments	18,421,385	-	-
Receivables, net of allowances for uncollectibles	3,366,903	3,445	2,971
Due from other governments	3,638,925	310,594	6,679,177
Due from other funds	4,760,884	-	-
Inventory	154,576	-	-
Prepaid items	483,467	-	-
Total assets	$ 136,736,389	$ 36,991,322	$ 83,837,385
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 3,235,835	$ 995,918	$ 1,397,828
Retainage payable	-	142,772	309,193
Accrued liabilities	6,410,604	1,221	6,591
Due to other governments	-	-	1,646,304
Due to other funds	7,328,979	15,085	43,681
Unearned revenue	955,442	-	-
Total liabilities	17,930,860	1,154,996	3,403,597
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	2,057,454	-	-
Unavailable revenue - intergovernmental	600,242	300,324	-
Total deferred inflows of resources	2,657,696	300,324	-

American Rescue Plan Act Fund	COVID-19 Fund	Nonmajor Governmental Funds	Total Governmental Funds
$ 22,780,368	$ 133,072	$ 30,336,769	$ 272,992,978
-	-	7,988,908	26,410,293
-	-	848,410	4,221,729
-	-	1,399,502	12,028,198
-	7,305,755	240,215	12,306,854
-	-	330,340	484,916
-	1,049,958	-	1,533,425
$ 22,780,368	$ 8,488,785	$ 41,144,144	$ 329,978,393
$ -	$ 43,756	$ 1,185,826	$ 6,859,163
-	-	-	451,965
-	-	38,108	6,456,524
-	-	79,027	1,725,331
-	-	4,023,480	11,411,225
22,780,368	7,527,929	77,640	31,341,379
22,780,368	7,571,685	5,404,081	58,245,587
-	-	-	2,057,454
-	-	1,094,850	1,995,416
-	-	1,094,850	4,052,870

HENRY COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	General Fund	2014 SPLOST Fund	2020 SPLOST Fund
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (CONTINUED)			
FUND BALANCES (DEFICITS)			
Nonspendable:			
Prepaids	$ 483,467	$ -	$ -
Inventories	154,576	-	-
Restricted:			
Capital projects	4,197,566	28,509,752	80,433,788
Housing and development	-	-	-
Federal and state grants	-	-	-
Law enforcement purposes	-	-	-
Public safety purposes	-	-	-
Debt service	-	7,026,250	-
Fire department	12,749	-	-
Unassigned (Deficit):			
General fund	111,299,475	-	-
Special revenue funds	-	-	-
Total fund balances (deficits)	116,147,833	35,536,002	80,433,788
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 136,736,389	$ 36,991,322	$ 83,837,385

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.

Deferred outflows of resources are not due and payable in the current period and, therefore, are not reported in the funds. These deferred outflows of resources consist of OPEB related experience differences and assumption changes.

Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds. These deferred inflows of resources consist of pension related experience differences, assumption changes and contributions.

These deferred inflows of resources consist of pension related differences between projected and actual earnings on plan investments.

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Other post-employment benefit liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.

Net position of governmental activities

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

American Rescue Plan Act Fund	COVID-19 Fund	Nonmajor Governmental Funds	Total Governmental Funds
$ -	$ -	$ -	$ 483,467
-	-	330,340	484,916
-	-	20,379,632	133,520,738
-	-	933,585	933,585
-	917,100	198,066	1,115,166
-	-	4,207,763	4,207,763
-	-	9,199,565	9,199,565
-	-	-	7,026,250
-	-	-	12,749
-	-	-	111,299,475
-	-	(603,738)	(603,738)
-	917,100	34,645,213	267,679,936
$ 22,780,368	$ 8,488,785	$ 41,144,144	
			675,383,030
			4,052,870
			20,951,221
			56,314,979
			(17,822,929)
			(69,932,041)
			(72,134,712)
			(82,381,326)
			$ 782,111,028

HENRY COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund	2014 SPLOST Fund	2020 SPLOST Fund
Revenues			
Taxes	$ 165,174,325	$ 2,451,602	$ 49,021,349
Licenses and permits	2,945,558	-	-
Intergovernmental	12,378,673	309,948	2,085,942
Charges for services	19,497,177	-	-
Fines and forfeitures	4,268,856	-	-
Investment income	105,121	40,965	21,512
Contributions	90,901	-	-
Miscellaneous	2,222,306	-	-
Total revenues	206,682,917	2,802,515	51,128,803
Expenditures			
Current:			
General government	22,838,691	-	-
Judicial	18,638,601	-	-
Public safety	98,464,310	-	-
Public works	12,601,517	-	-
Health and welfare	7,041,022	-	-
Culture and recreation	7,581,095	-	-
Housing and development	3,634,519	-	-
Intergovernmental	-	97	-
Capital outlay	-	9,162,389	8,792,292
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	170,799,755	9,162,486	8,792,292
Excess (deficiency) of revenues over (under) expenditures	35,883,162	(6,359,971)	42,336,511
Other financing sources (uses)			
Issuance of bonds	-	-	30,000,000
Premium on the issuance of bonds	-	-	3,914,339
Issuance of certificates of participation	-	-	-
Premium on the issuance of certificates of participation	-	-	-
Transfers in	443,994	-	-
Transfers out	(13,039,936)	-	(6,317,045)
Financed purchases	-	-	-
Proceeds from sale of capital assets	474,227	-	-
Total other financing sources (uses)	(12,121,715)	-	27,597,294
Net change in fund balances	23,761,447	(6,359,971)	69,933,805
Fund balances, beginning of year, as restated	92,386,386	41,895,973	10,499,983
Fund balances, end of year	$ 116,147,833	$ 35,536,002	$ 80,433,788

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

American Rescue Plan Act Fund	COVID-19 Fund	Nonmajor Governmental Funds	Total Governmental Funds
$ -	$ -	$ 792,187	$ 217,439,463
-	-	2,347,828	5,293,386
-	1,767,205	6,527,866	23,069,634
-	-	4,841,311	24,338,488
-	-	1,177,497	5,446,353
-	-	20,480	188,078
-	-	-	90,901
-	-	875,259	3,097,565
-	1,767,205	16,582,428	278,963,868
-	-	38,977	22,877,668
-	-	775,799	19,414,400
-	5,924,889	7,461,628	111,850,827
-	-	-	12,601,517
-	-	-	7,041,022
-	-	-	7,581,095
-	-	1,873,790	5,508,309
-	-	-	97
-	-	15,140,134	33,094,815
-	-	10,659,172	10,659,172
-	-	2,134,340	2,134,340
-	5,924,889	38,083,840	232,763,262
-	(4,157,684)	(21,501,412)	46,200,606
-	-	-	30,000,000
-	-	-	3,914,339
-	-	17,000,000	17,000,000
-	-	3,310,356	3,310,356
-	5,074,784	15,925,216	21,443,994
-	-	(1,862,013)	(21,218,994)
-	-	2,142,084	2,142,084
-	-	-	474,227
-	5,074,784	36,515,643	57,066,006
-	917,100	15,014,231	103,266,612
-	-	19,630,982	164,413,324
$ -	$ 917,100	$ 34,645,213	$ 267,679,936

HENRY 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, 2021

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	$	103,266,612
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.		10,967,164
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.		(8,079,015)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(5,719,590)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		(45,357,399)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(9,609,724)
Change in net position - governmental activities	$	45,468,048

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

HENRY COUNTY, GEORGIA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Property taxes	$ 96,788,817	$ 97,470,852	$ 102,062,804	$ 4,591,952
Sales tax	18,982,266	42,161,247	48,706,874	6,545,627
Other taxes	22,346,133	13,734,163	14,404,647	670,484
Licenses and permits	3,250,067	2,901,566	2,945,558	43,992
Intergovernmental	1,018,024	1,018,024	12,378,673	11,360,649
Charges for services	18,853,895	19,380,053	19,497,177	117,124
Fines and forfeitures	4,634,670	4,634,670	4,268,856	(365,814)
Investment income	1,088,150	1,088,151	105,121	(983,030)
Contributions	-	90,901	90,901	-
Miscellaneous	886,370	880,868	2,222,306	1,341,438
Total revenues	167,848,392	183,360,495	206,682,917	23,322,422
Expenditures				
General government:				
Board of commissioners	940,630	919,444	919,444	-
County clerk	159,294	127,165	127,165	-
Public information (Communication)	3,990,601	457,502	457,502	-
County manager	683,275	568,654	568,654	-
County attorney	325,000	-	-	-
Tax commissioner	2,667,413	2,773,649	2,773,649	-
Finance	901,773	1,031,607	1,031,607	-
Technology	-	4,919,299	4,919,299	-
Human resources	711,449	634,600	634,600	-
Risk management	1,906,058	407,437	407,437	-
Budget	344,347	281,764	281,764	-
Purchasing	378,266	458,478	458,478	-
Tax assessors	3,294,998	3,374,670	3,374,670	-
Elections	1,368,272	2,372,621	2,372,621	-
Public buildings	3,554,570	3,923,877	3,923,877	-
Law	-	245,535	245,535	-
GIS Mapping	348,001	342,389	342,389	-
Other - unclassified	2,951,237	-	-	-
Total general government	24,525,184	22,838,691	22,838,691	-

(Continued)

HENRY COUNTY, GEORGIA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
Expenditures (Continued)				
Judicial:				
Judge of Superior Court	$ 460,000	$ 594,362	$ 594,362	$ -
Clerk of Superior Court	2,215,281	2,062,535	2,062,535	-
Court reporter	165,000	123,882	123,882	-
Jury/Bailiff	218,785	53,910	53,910	-
District attorney	2,693,284	2,586,923	2,586,923	-
Public defender	1,346,728	1,369,642	1,369,642	-
Juvenile Court	1,980,891	1,993,972	1,993,972	-
State Court	2,188,525	2,188,959	2,188,959	-
State Court Solicitor	2,759,624	2,763,188	2,763,188	-
Clerk of State Court	1,746,152	1,728,328	1,728,328	-
DUI Court	105,861	100,352	100,352	-
Judges	15,000	6,496	6,496	-
Magistrate Court	1,331,246	1,336,114	1,336,114	-
Probate Court	1,518,511	1,512,748	1,512,748	-
Probate Resource Court	273,335	-	-	-
Accountability Court	-	217,190	217,190	-
Total judicial	19,018,223	18,638,601	18,638,601	-
Public safety:				
Police	24,209,907	26,571,283	26,571,283	-
Fire	31,357,778	30,986,215	30,986,215	-
Fire Administration	-	4,848,159	4,848,159	-
E911/Emergency management	327,577	297,699	297,699	-
Communications	300,000	96,750	96,750	-
Sheriff	14,145,122	17,011,047	17,395,211	(384,164)
Sentence enforcement	1,334,397	1,463,917	1,463,917	-
Coroner	280,000	300,230	300,230	-
Animal control	1,177,250	1,169,908	1,169,908	-
Community Service	419,787	373,976	373,976	-
Jail	15,157,638	14,960,962	14,960,962	-
Total public safety	88,709,456	98,080,146	98,464,310	(384,164)

(Continued)

HENRY COUNTY, GEORGIA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
Expenditures (Continued)				
Public works:				
DOT	$ 2,973,995	$ 5,129,709	$ 5,129,709	$ -
Construction and roads	4,820,360	5,726,984	5,726,984	-
Highways and streets	39,000	79,851	79,851	-
Waste management	188,531	36,604	36,604	-
Traffic Engineering	266,999	160,727	160,727	-
Maintenance shop	1,454,178	1,467,642	1,467,642	-
Total public works	9,743,063	12,601,517	12,601,517	-
Health and welfare:				
General health and wellness	434,000	1,063,798	1,063,798	-
Department of Family and Children Services	100,000	99,650	99,650	-
Family connection	-	16,206	16,206	-
Transit system	2,232,191	1,810,764	1,810,764	-
Senior services	4,316,374	3,766,772	3,766,772	-
Indignent medical care	-	11,500	11,500	-
Health	500,000	272,332	272,332	-
Total health and welfare	7,582,565	7,041,022	7,041,022	-
Culture and recreation:				
Recreation	6,414,104	4,978,144	4,978,144	-
Libraries	2,620,430	2,602,951	2,602,951	-
Total culture and recreation	9,034,534	7,581,095	7,581,095	-
Housing and development:				
Conservation - NRCS	67,944	76,326	76,326	-
Building department	2,264,716	2,270,861	2,270,861	-
Planning and zoning	1,560,018	1,285,546	1,285,546	-
Community development	-	1,786	1,786	-
Total housing and development	3,892,678	3,634,519	3,634,519	-
Total expenditures	162,505,703	170,415,591	170,799,755	(384,164)
Excess of revenues over expenditures	5,342,689	12,944,904	35,883,162	22,938,258
Other financing sources (uses)				
Transfers in	-	-	443,994	443,994
Transfers out	(5,437,721)	(13,039,936)	(13,039,936)	-
Proceeds from sale of capital assets	95,032	95,032	474,227	379,195
Total other financing sources (uses)	(5,342,689)	(12,944,904)	(12,121,715)	823,189
Net change in fund balances	-	-	23,761,447	23,761,447
Fund balances, beginning of year, restated	92,386,386	92,386,386	92,386,386	-
Fund balances, end of year	$ 92,386,386	$ 92,386,386	$ 116,147,833	$ 23,761,447

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

HENRY COUNTY, GEORGIA

COVID-19 FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental	$ -	$ 1,835,749	$ 1,767,205	$ (68,544)
Total revenues	-	1,835,749	1,767,205	(68,544)
Expenditures				
Public safety	-	6,974,847	5,924,889	1,049,958
Total expenditures	-	6,974,847	5,924,889	1,049,958
Excess (Deficiency) of revenues over/(under) expenditures	-	(5,139,098)	(4,157,684)	981,414
Other financing uses				
Transfers in	-	5,139,098	5,074,784	(64,314)
Total other financing sources	-	5,139,098	5,074,784	(64,314)
Net change in fund balances	-	-	917,100	917,100
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	$ -	$ -	$ 917,100	$ 917,100

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

HENRY COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	Major Proprietary Funds		Nonmajor Proprietary Fund	
	Airport Fund	Stormwater Fund	Cotton Field Golf Course Fund	Totals
ASSETS				
CURRENT ASSETS				
Cash	$ 604,961	$ 431,803	$ 173,583	$ 1,210,347
Accounts receivable, net of allowances	15,972	1,499,975	-	1,515,947
Inventory	53,847	-	3,129	56,976
Due from other governments	77,020	-	-	77,020
Total current assets	751,800	1,931,778	176,712	2,860,290
NON-CURRENT ASSETS				
Capital assets, nondepreciable	26,284,847	5,000	-	26,289,847
Capital assets, depreciable, net of accumulated depreciation	2,757,911	929,878	-	3,687,789
Total non-current assets	29,042,758	934,878	-	29,977,636
Total assets	29,794,558	2,866,656	176,712	32,837,926
DEFERRED OUTFLOWS OF RESOURCES				
Pension	-	857,589	-	857,589
Total deferred outflows of resources	-	857,589	-	857,589
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	91,327	697,668	27,207	816,202
Accrued liabilities	2,299	15,746	3,241	21,286
Due to other funds	59,201	713,688	122,740	895,629
Due to other governments	1,475	-	3,536	5,011
Unearned revenue	-	-	4,550	4,550
Retainage payable	-	64,019	-	64,019
Total current liabilities	154,302	1,491,121	161,274	1,806,697
NON-CURRENT LIABILITIES				
Net pension liability	-	1,254,538	-	1,254,538
Total non-current liabilities	-	1,254,538	-	1,254,538
Total liabilities	154,302	2,745,659	161,274	3,061,235
DEFERRED INFLOWS OF RESOURCES				
Pension	-	271,415	-	271,415
Total deferred inflows of resources	-	271,415	-	271,415
NET POSITION				
Invested in capital assets	29,042,758	870,859	-	29,913,617
Unrestricted	597,498	(163,688)	15,438	449,248
Total net position	$ 29,640,256	$ 707,171	$ 15,438	$ 30,362,865

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

HENRY COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Major Proprietary Funds		Nonmajor Proprietary Fund	
	Airport Fund	Stormwater Fund	Cotton Field Golf Course Fund	Totals
Operating revenues				
Charges for services:				
Airport fees	$ 959,103	$ -	$ -	$ 959,103
Golf course charges and fees	-	-	643,377	643,377
Stormwater fees	-	3,559,234	-	3,559,234
Miscellaneous revenue	33,974	-	333	34,307
Total operating revenues	993,077	3,559,234	643,710	5,196,021
Operating expenses				
Salaries and benefits	189,762	1,566,698	385,005	2,141,465
Purchased/contracted services	78,952	4,051,165	236,805	4,366,922
Supplies and materials	565,772	436,397	132,429	1,134,598
Depreciation	86,653	174,718	2,364	263,735
Total operating expenses	921,139	6,228,978	756,603	7,906,720
Operating income (loss)	71,938	(2,669,744)	(112,893)	(2,710,699)
Non-operating revenues				
Investment income	-	362	-	362
Grant revenue	167,635	-	-	167,635
Total non-operating revenues	167,635	362	-	167,997
Income (loss) before capital contributions and transfers	239,573	(2,669,382)	(112,893)	(2,542,702)
Transfers				
Transfers in	-	-	150,000	150,000
Transfers out	-	(375,000)	-	(375,000)
Change in net position	239,573	(3,044,382)	37,107	(2,767,702)
Net position (deficit), beginning of year	29,400,683	3,751,553	(21,669)	33,130,567
Net position, end of year	$ 29,640,256	$ 707,171	$ 15,438	$ 30,362,865

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

HENRY COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Major Proprietary Funds		Nonmajor Proprietary Fund	
	Airport Fund	Stormwater Fund	Cotton Field Golf Course Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 993,077	$ 3,461,896	$ 640,390	$ 5,095,363
Payments to suppliers and service providers	(540,746)	(3,475,105)	(353,918)	(4,369,769)
Payments to others	-	-	(147)	(147)
Payments to employees	(188,565)	(1,922,981)	(381,764)	(2,493,310)
Net cash provided by (used in) operating activities	263,766	(1,936,190)	(95,439)	(1,767,863)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers in (out)	-	(375,000)	150,000	(225,000)
Net cash provided by (used in) non-capital financing activities	-	(375,000)	150,000	(225,000)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of property and equipment	(218,933)	(235,559)	-	(454,492)
Receipts from other governments	47,054	-	-	47,054
Proceeds from capital grants	167,635	-	-	167,635
Net cash used in capital and related financing activities	(4,244)	(235,559)	-	(239,803)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on investments	-	362	-	362
Net cash provided by investing activities	-	362	-	362
Net change in cash and cash equivalents	259,522	(2,546,387)	54,561	(2,232,304)
Cash and cash equivalents				
Beginning of year	345,439	2,978,190	119,022	3,442,651
End of year	$ 604,961	$ 431,803	$ 173,583	$ 1,210,347

(Continued)

HENRY COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Major Proprietary Funds		Nonmajor Proprietary Fund	
	Airport Fund	Stormwater Fund	Cotton Field Golf Course Fund	Totals
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities				
Operating income (loss)	$ 71,938	$ (2,669,744)	$ (112,893)	$ (2,710,699)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	86,653	174,718	2,364	263,735
(Increase)/decrease in:				
Accounts receivable	-	(97,338)	-	(97,338)
Inventory	(19,876)	-	-	(19,876)
Deferred outflows of resources	-	322,207	-	322,207
Increase/(decrease) in:				
Accounts payable	76,138	371,256	11,298	458,692
Accrued liabilities	1,197	4,416	3,241	8,854
Retainage payable	-	64,019	-	64,019
Net pension liabilities	-	(710,230)	-	(710,230)
Deferred inflows of resources	-	27,324	-	27,324
Unearned revenue	-	-	(3,320)	(3,320)
Due to other funds	47,716	577,182	4,018	628,916
Due to other governments	-	-	(147)	(147)
Net cash provided by (used in) operating activities	$ 263,766	$ (1,936,190)	$ (95,439)	$ (1,767,863)

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

HENRY COUNTY, GEORGIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

	Custodial Funds
ASSETS	
Cash and cash equivalents	$ 10,378,632
Taxes receivable	6,175,066
Total assets	$ 16,553,698
LIABILITIES	
Due to component unit	$ 139,278
Due to others - taxes	6,175,066
Due to others	5,312,888
Total liabilities	$ 11,627,232
NET POSITION	
Restricted for individuals, organizations and other governments	$ 4,926,466

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

HENRY COUNTY, GEORGIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

	Custodial Funds
ADDITIONS	
Taxes collected	$ 239,462,638
Fines and fees collected	30,800,658
Total additions	270,263,296
DEDUCTIONS	
Taxes disbursed	$ 239,200,895
Fines and fees disbursed	31,114,402
Total deductions	270,315,297
Change in net position	(52,001)
Net position, beginning of year, as restated	4,978,467
Net position, end of year	$ 4,926,466

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Henry County, Georgia (the "County") was created by legislative act in 1821 and operates under a Board of Commissioners/County Manager form of government, providing the following services as authorized by its charter: public safety (police and fire), highways and streets, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

The financial statements of the County and its discretely presented component units, the Henry County Department of Public Health, the Henry County Library System, and the Henry County Water Authority, have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) as applied to government units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below:

A. Reporting Entity

As required by GAAP, the financial statements of the reporting entity include those of the County (the primary government) and its component units. The component units discussed below are included in the County’s reporting entity because of the significance of their operational and financial relationships with the County. In conformity with GAAP, as set forth in GASB Statement No. 61, *The Financial Reporting Entity: Omnibus (An Amendment to GASB No.’s 14 and 34)*, the component units’ financial statements have been included as discretely presented component units. Each discretely presented component unit is reported in a separate column in the government-wide financial statementsto emphasize that it is legally separate from the County. Based upon the application of these criteria, the following is a brief review of each component unit addressed in defining the County's reporting entity.

Discretely Presented Component Units

Henry County Board of Health

The Henry County Board of Health (the “Board of Health”) is governed by a seven-member board, of which four members are appointed by the governing authority of the County. The County approves the required local match portion of the budget requested by the Board of Health which is administered by the appointed Board of the Board of Health. The Board of Health is presented as a governmental fund type component unit. The Board of Health’s financial statements have been presented separately and can be obtained by writing to the Henry County Board of Health, 135 Henry Parkway, McDonough, Georgia 30253.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

Henry County Library System

The Henry County Library System (the "Library System") is governed by a seven-member board, of which six members are appointed by the governing authority of the County. The County approves the annual funding portion of the budget requested by the Library System which is administered by the appointed Library Board. In addition, the County provides a substantial majority of funding for the operations of the Library System, therefore, the Library System is considered to be fiscally dependent on the County. The Library System is presented as a governmental fund type component unit. Separate financial statements are not prepared for the Henry County Library System. Therefore, fund financial statements have been included in the Combining and Individual Fund Statements and Schedules.

Henry County Water Authority

The Henry County Water Authority (the "Water Authority") was created under the Acts of the General Assembly of the State of Georgia on March 28, 1961, to provide water and related services throughout Henry County, Georgia. The Water Authority is governed by a Board of Commissioners which is appointed by Henry County. The County is obligated for the debt of the Water Authority and, therefore, a financial burden exists. The Water Authority is presented as a proprietary fund type component unit. Separate financial statements for the Water Authority may be obtained by writing to the Henry County Water Authority, 1695 Highway 20 West, McDonough, Georgia 30253.

Blended Component Units

Henry County Development Authority

The Henry County Development Authority is governed by a five-member board with all members appointed by the governing authority of the County. The County approves the annual operating budget for the Henry County Development Authority. Although it is legally separate from the County, the Henry County Development Authority is reported as if it were part of the primary government because of the intergovernmental agreement between the County and the Henry County Development Authority through financed purchases through direct borrowing arrangements relative to the Henry County Development Authority's currently outstanding long-term debts. Because financed purchases through direct borrowing arrangements between a primary government and its blended component unit are not to be reported as financed purchases through direct borrowing arrangements in the financial reporting entity's financial statements, the debt and assets of the Henry County Development Authority are reported as a form of the County's debt and assets. All debt service activity of the Henry County Development Authority will be reported as debt service activity of the County. Separate financial statements are not prepared for the Henry County Development Authority.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Blended Component Units (Continued)

Henry County Governmental Finance Corporation

The Henry County Governmental Finance Corporation (the "Finance Corporation") is governed by the members of the County's Board of Commissioners. Although it is legally separate from the County, the Finance Corporation is reported as if it were part of the primary government because its sole purpose is to finance and construct the County's public buildings through financed purchases through direct borrowing arrangements. Because financed purchases through direct borrowing arrangements between a primary government and its blended component unit are not to be reported as financed purchases through direct borrowing arrangements in the financial reporting entity's financial statements, the debt and assets of the Finance Corporation are reported as a form of the County's debt and assets. All debt service activity of the Finance Corporation will be reported as debt service activity of the County. Separate financial statements are not prepared for the Henry County Governmental Finance Corporation.

Henry County Office/Industrial Park Corporation

The Henry County Office/Industrial Park Corporation (the "Office/Industrial Park Corporation") is governed by the members of the County's Board of Commissioners. Although it is legally separate from the County, the Office/Industrial Park Corporation is reported as if it were part of the primary government because its sole purpose is to finance and purchase the County's land and public buildings through financed purchases through direct borrowing arrangements. Because financed purchases through direct borrowing arrangements between a primary government and its blended component unit are not to be reported as financed purchases through direct borrowing arrangements in the financial reporting entity's financial statements, the debt and assets of the Office/Industrial Park Corporation are reported as a form of the County's debt and assets. All debt service activity of the Office/Industrial Park Corporation will be reported as debt service activity of the County. Separate financial statements are not prepared for the Henry County Office/Industrial Park Corporation.

Henry County Governmental Services Authority

The Henry County Governmental Services Authority (the "Governmental Services Authority") is governed by the members of the County's Board of Commissioners. Although it is legally separate from the County, the Governmental Services Authority is reported as if it were part of the primary government because its sole purpose is to purchase, rehabilitate, and resell foreclosed properties to qualified citizens of Henry County. The Governmental Services Authority provides services entirely for the benefit of the County. This is done through the Neighborhood Stabilization Program which is identified in separate special revenue funds, the Neighborhood Stabilization Fund and Neighborhood Stabilization 3 Fund. Separate financial statements are not prepared for the Henry County Governmental Services Authority.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Blended Component Units (Continued)

Henry First
Henry First is a 501(c)(3) that is governed by the members of the County's Board of Commissioners. Although it is legally separate from the County, Henry First is reported as if it were part of the primary government because its sole purpose is to search and receive grants and donations from other entities and/or individuals who can only donate to non-profit organizations. Collections are received by Henry First; however, the funds are spent for the benefit of Henry County. Separate financial statements are not prepared for Henry First.

B. Government-wide and Fund 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 non-fiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to those 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. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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. Major individual governmental funds are reported as separate columns in the fund financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statementsare reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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.

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 County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

The ***2014 SPLOST Fund*** is used to account for the revenues and expenditures relating to the 2014 1% Special Purpose Local Option Sales Tax.

The ***2020 SPLOST Fund*** is used to account for the revenues and expenditures relating to the 2020 1% Special Purpose Local Option Sales Tax.

The ***American Rescue Plan Act Fund*** is used to account for the American Rescue Plan Act's grant revenues and expenditures.

The ***COVID-19 Fund*** is used to account for the revenues and expenditures relating to the CARES Act monies received for Federal Awards.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The County reports the following major proprietary funds:

The ***Airport Fund*** is used to account for the revenues and expenses relating to the operation of the airport.

The ***Stormwater Fund*** is used to account for the revenues and expenses relating to the operation of Stormwater services.

Additionally, the County reports the following fund types:

The ***Special Revenue Funds*** are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

The ***Capital Projects Funds*** are used to account for specific revenues that are legally restricted to capital expenditures for particular purposes.

The ***Debt Service Fund*** is used to account for accumulation of resources for the payment of general long-term debt principal and interest.

The ***Enterprise Fund*** is used to account for the operation and activities of the Cotton Field Golf Course.

The ***Custodial Funds*** are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals. Custodial funds account for the Tax Commissioner, Clerk of Superior Court, Probate Court, Magistrate Court, Sheriff, State Court, Juvenile Court, and Flint Drug Task Force.

Amounts reported as *program revenues* include: 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Cash and Investments

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

Statutes authorize the County to invest in obligations of the United States and of its agencies and instrumentalities, bonds of the State of Georgia and its agencies, instrumentalities and political subdivisions, certificates of deposit of national or state banks that are fully insured or collateralized by United States obligations, and Georgia Fund 1, the Local Government Investment Pool. The investment in Georgia Fund 1 represents the County's portion of a pooled investment account operated by the Office of the State Treasurer. The pool consists of U.S. Treasury Obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in Georgia Fund 1 is valued at fair market value.

The County's investments and the investments of its component units are stated at fair value, which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates, and investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amount, which is fair value.

E. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statementsas internal balances.

F. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed rather than when purchased.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Restricted Assets

Certain proceeds of the primary government's general obligation bonds and financed purchases from direct borrowings, as well as certain resources set aside for their repayment, and certain proceeds of the Water Authority (component unit) revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the Statement of Net Position because their use is restricted by applicable bond covenants.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in concession arrangements are reported at acquisition value. The County has retroactively reported major general infrastructure assets. In this case, the County chose to include all items regardless of their acquisition date. The County was able to estimate the historical cost for the initial reporting of these assets through back trending.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of the Water Authority is included as part of the capitalized value of the assets constructed.

Capital assets of the primary government are depreciated using the straight line method over the following useful lives:

Asset Category	Years
Buildings and improvements	5 – 40
Machinery and equipment	3 – 10
Infrastructure	40 – 50

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Deferred Outflows/Inflows of Resources and Net Position

In addition to assets, the statement of net position will sometimes report a separate section for *deferred outflows of resources*. This separate financial statement element 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) until then. The County did not have any items that qualified for reporting in this category other than the items related to the changes in the net pension liability and the total OPEB liability which are discussed below.

In addition to liabilities, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element represents an acquisition of fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category. These items arise only under modified accrual basis of accounting. Accordingly, these items, unavailable revenue from property taxes and unavailable intergovernmental revenue, are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues, and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

The County also has deferred outflows of resources and deferred inflows of resources relating to the recording of changes in its net pension liability and its total OPEB liability. Certain changes in the net pension liability and the total OPEB liability are recognized as pension and OPEB expense over time instead of being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the County's actuary which adjust the net pension liability and the total OPEB liability for actual experience for certain trend information that was previously assumed, for example, the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension and OPEB expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability and the OPEB liability are also recorded as deferred outflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also recorded as deferred inflows of resources and amortized against pension expense over a five-year period. Additionally, any contributions made by the County to the pension plan before year end but subsequent to the measurement date of the County's net pension liability are reported as deferred outflows of resources.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Pensions and OPEB

For purposes of measuring the net pension liability, total OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the Henry County, Georgia Retirement Plan (the "Plan") and the Henry County Post-Retirement Medical Plan (the "OPEB Plan") and additions to/deductions from the Plan and the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan and the OPEB Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

K. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. The County no longer pays out sick leave to retirees. The accumulated sick leave is added to the employee's years of service when determining his or her retirement payout.

L. 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 position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Equity

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

Fund Balance

Generally, fund balance represents the difference between the assets plus deferred outflows of resources and liabilities plus deferred inflows of resources under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Fund balances are classified as follows:

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

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

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

- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Commissioners has authorized the County’s Finance Director to assign fund balances.

- **Unassigned** – Fund balances are reported as unassigned when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds. The County reported negative unassigned fund balance of $581,501 in the Neighborhood Stabilization Fund, $17,043 in the CDBG CARES Act Fund, and $5,194 in the CDBG Fund for the year ended June 30, 2021, due to the timing of grant reimbursements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Equity (Continued)

Fund Balance Flow Assumptions

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

- Committed
- Assigned
- Unassigned

Net Position

As noted previously, equity for government-wide and proprietary fund financial statements is classified as net position and displayed in three components:

- **Net investment in capital assets** – Consists of capital assets included restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

- **Restricted net position** – Consists of net position with constraints placed on the use either by: a) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or b) law through constitutional provisions or enabling legislation. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above.

- **Unrestricted net position** – All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

O. Tax Abatement Agreements

During the year ended June 30, 2017, the County implemented GASB Statement No. 77, *Tax Abatement Disclosures*. This statement requires the County to disclose information for any tax abatement agreements either entered into by the County, or agreements entered into by other governments that reduce the County's tax revenues. As of June 30, 2021, the County did not have any such agreements, either entered into by the County or by other governments that exceeded the quantitative threshold for disclosure.

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTSAND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds." The details of this difference are as follows:

Financed purchases from direct borrowings	$	(10,065,008)
Certificates of participation payable		(17,000,000)
Plus: Issuance premium (to be amortized against interest expense)		(3,068,843)
General obligation bonds payable		(24,925,000)
Plus: Issuance premium (to be amortized against interest expense)		(2,945,500)
Development Authority revenue bonds		(3,211,538)
Plus: Issuance premium (to be amortized against interest expense)		(13,884)
Compensated absences		(5,646,368)
Workers compensation		(2,450,000)
Claims and judgments		(91,000)
Landfill post-closure costs		(194,159)
Accrued interest		(320,741)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(69,932,041)

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTSAND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net change in fund balances – total governmental funds and change in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "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." The details of this difference are as follows:

Capital outlay	$	38,103,617
Depreciation expense		(27,136,453)
Net adjustment to increase *net change in fund balances - total governmental funds to arrive at change in net position - governmental activities*	$	10,967,164

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTSAND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of the reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position." The details of this difference are as follows:

Debt incurred:		
Financed purchases from direct borrowings	$	(2,142,084)
General obligation bonds proceeds		(30,000,000)
Premium on bonds payable		(3,914,339)
Certificates of participation proceeds		(17,000,000)
Premium on certificates of participation		(3,310,356)
Claims and judgements payable		309,000
Principal repayments:		
Financed purchases from direct borrowings		3,864,427
General obligation bonds payable		5,075,000
Revenue bonds payable		1,719,745
Landfill post-closure costs		41,208
Net adjustment to decrease *net change in fund balances - total governmental funds* to arrive at change in net position - governmental activities	$	(45,357,399)

Another element of the reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this difference are as follows:

Compensated absences	$	(473,367)
Workers' compensation claims payable		100,000
Amortization of premium on revenue bonds		41,650
Amortization of premium on general obligation bonds		968,839
Amortization of premium on certificates of participation		241,513
Accrued interest		(182,156)
Net pension liability		(4,404,043)
Total OPEB liability		(5,902,160)
Net adjustment to decrease *net change in fund balances - total governmental funds to arrive at change in net position - governmental activities*	$	(9,609,724)

NOTE 3. LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to May 1, the County Manager collaborates with the Chair of the Board of Commissioners to prepare the budget. The Chair then submits, to the entire Board of Commissioners, a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings are conducted at the County Administration Building to obtain taxpayer comments.

3. Prior to July 1, the budget is legally enacted through passage of an ordinance.

4. Any transfers of budgeted amounts and any revisions that alter the total expenditures of any department or fund must be approved by the Commissioners. The legal level of budgetary control is the department level.

5. Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets were legally adopted for the General Fund, Special Revenue Funds, and Debt Service Fund. Project length budgets were adopted for all Capital Projects Funds. The supplementary budgetary appropriations made were not material.

6. All annual appropriations lapse at the end of each year.

B. Fund Deficits

For the year ended June 30, 2021, the County reported deficit fund balances in the Neighborhood Stabilization Fund, CDBG Fund, and the CDBG CARES Act Fund in the respective amounts of $396,164, $5,194 and $17,043. The deficits are intended to be eliminated through future revenues.

NOTE 3. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

C. Excess of Expenditures Over Appropriations

For the year ended June 30, 2021, the following funds had expenditures exceeded the appropriations, which were funded by fund balance and transfers from other funds:

		Excess
General Fund		
Sheriff	$	384,164

NOTE 4. DEPOSITS AND INVESTMENTS

Total deposits and investments as of June 30, 2021, are summarized as follows:

Balances per Statement of Net Position:		
Cash - Primary government	$	274,203,325
Cash - Library System		452,632
Investments - Primary government		26,410,293
Investments - Library System		395,998
Balances per Statement of Fiduciary Net Position:		
Cash - Custodial funds		10,378,632
	$	311,840,880

Cash deposited with financial institutions	$	285,034,589
Certificates of deposit		1,617,438
Cash deposited with Georgia Fund 1		25,188,853
	$	311,840,880

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Credit risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime bankers' acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. The County's policy is to invest only in the following: U.S. government and agency debt obligations; U.S. government instrumentality debt obligations; high grade corporate debt with ratings at or above A3 by Moody's or A- by Standard & Poor's; mortgage-backed securities with ratings at or above AA3 by Moody's or AA by Standard & Poor's; and bank certificates of deposit. The local government investment pool, Georgia Fund 1, is operated by the Office of the State Treasurer. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in Georgia Fund 1 is valued at fair market value. As of June 30, 2021, the investments in Georgia Fund 1 was rated AAAf by Standard & Poor's.

At June 30, 2021, the County had the following investments:

Investment	Maturities	Fair Value
Primary government:		
Georgia Fund 1	36-day weighted average	$ 24,792,855
Certificates of deposit	6-month weighted average	1,617,438
		$ 26,410,293
Component unit - Library System:		
Georgia Fund 1	36-day weighted average	$ 395,998

Interest rate risk. In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the duration of any investment to a maximum of five years.

Fair value measurements. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. Additionally, certificates of deposit are not subject to the fair value level disclosures. As a result, the County does not disclose its investment in the Georgia Fund 1 or certificates of deposit within the fair value hierarchy.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial credit risk – deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2021, all of the deposits of the County and Library System were properly insured and collateralized as required by the Official Code of Georgia Annotated ("O.C.G.A.") §45-8-12(c) and as defined by GASB pronouncements.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County has no specific investment policy in regards to custodial credit risk for investments.

NOTE 5. RECEIVABLES

Receivables at June 30, 2021, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	2014 SPLOST Fund	2020 SPLOST Fund	Airport Fund	Stormwater Fund	Nonmajor Governmental Funds	Total
Receivables:							
Taxes	$ 2,666,529	$ -	$ -	$ -	$ -	$ 110,162	$ 2,776,691
Accounts	5,445,451	3,445	2,971	15,972	1,874,834	738,248	8,080,921
Intergovernmental	3,638,925	310,594	6,679,177	77,020	-	1,399,502	12,105,218
Gross receivables	11,750,905	314,039	6,682,148	92,992	1,874,834	2,247,912	22,962,830
Less allowance for uncollectibles	(4,745,077)	-	-	-	(374,859)	-	(5,119,936)
Net total receivables	$ 7,005,828	$ 314,039	$ 6,682,148	$ 92,992	$ 1,499,975	$ 2,247,912	$ 17,842,894

Property taxes attached as an enforceable lien on property as of January 1, 2021. Property taxes were levied on August 11, 2020, billed on September 10, 2020, and payable on or before November 16, 2020. The County bills and collects its own property taxes. Property taxes levied for 2021 are recorded as receivables, net of estimated uncollectibles.

NOTE 6. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the primary government for the year ended June 30, 2021, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 103,303,077	$ -	$ -	$ 801,961	$ 104,105,038
Construction in progress	86,164,827	17,793,530	(8,079,015)	(20,904,417)	74,974,925
Total	189,467,904	17,793,530	(8,079,015)	(20,102,456)	179,079,963
Capital assets, being depreciated:					
Buildings and improvements	204,632,180	2,568,852	-	2,623,268	209,824,300
Machinery and equipment	92,749,063	7,631,119	(2,580,592)	-	97,799,590
Infrastructure	648,951,463	10,110,116	-	17,479,188	676,540,767
Total	946,332,706	20,310,087	(2,580,592)	20,102,456	984,164,657
Less accumulated depreciation for:					
Buildings and improvements	(71,474,425)	(5,409,966)	-	-	(76,884,391)
Machinery and equipment	(71,300,500)	(5,134,290)	2,580,592	-	(73,854,198)
Infrastructure	(320,530,804)	(16,592,197)	-	-	(337,123,001)
Total	(463,305,729)	(27,136,453)	2,580,592	-	(487,861,590)
Total capital assets, being depreciated, net	483,026,977	(6,826,366)	-	20,102,456	496,303,067
Governmental activities capital assets, net	$ 672,494,881	$ 10,967,164	$ (8,079,015)	$ -	$ 675,383,030

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

Capital asset activity for the primary government for the year ended June 30, 2021, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities:					
Capital assets, not being depreciated					
Land	$ 22,246,936	$ -	$ -	$ -	$ 22,246,936
Construction in progress	3,895,913	146,998	-	-	4,042,911
Total	26,142,849	146,998	-	-	26,289,847
Capital assets, being depreciated:					
Machinery and equipment	2,661,938	307,494	(69,900)	-	2,899,532
Infrastructure	3,151,730	-	-	-	3,151,730
Total	5,813,668	307,494	(69,900)	-	6,051,262
Less accumulated depreciation for:					
Machinery and equipment	(1,763,168)	(182,895)	69,900	-	(1,876,163)
Infrastructure	(406,470)	(80,840)	-	-	(487,310)
Total	(2,169,638)	(263,735)	69,900	-	(2,363,473)
Capital assets being depreciated, net	3,644,030	43,759	-	-	3,687,789
Business-type activities capital assets, net	$ 29,786,879	$ 190,757	$ -	$ -	$ 29,977,636

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

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

Governmental activities:		
General government	$	10,499,002
Judicial		181,055
Public safety		4,222,608
Public works		10,864,022
Health and welfare		221,017
Culture and recreation		1,061,742
Housing and development		87,007
Total depreciation expense - governmental activities	$	27,136,453
Business-type activities:		
Airport	$	86,653
Stormwater		174,718
Cotton Fields Golf Course		2,364
Total depreciation expense - business-type activities	$	263,735

B. Discretely Presented Component Unit – Library System

Capital asset activity for the Library System for the year ended June 30, 2021, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Buildings and improvements	$ 98,716	$ -	$ -	$ 98,716
Equipment	579,763	-	-	579,763
Books and materials	4,146,239	300,933	(441,393)	4,005,779
Total	4,824,718	300,933	(441,393)	4,684,258
Less accumulated depreciation for:				
Buildings and improvements	(24,252)	(8,512)	-	(32,764)
Equipment	(407,595)	(11,888)	-	(419,483)
Books and materials	(2,884,480)	(157,172)	441,393	(2,600,259)
Total	(3,316,327)	(177,572)	441,393	(3,052,506)
Total capital assets, being depreciated, net	1,508,391	123,361	-	1,631,752
Total capital assets, net	$ 1,508,391	$ 123,361	$ -	$ 1,631,752

NOTE 7. LONG-TERM DEBT

Primary Government

Revenue Bonds

The Development Authority's revenue bonds outstanding, excluding the bond premium of $13,884 as of June 30, 2021, are as follows:

Purpose	Interest Rate	Due Date	Amount
Purchase of Land	4.40%	2022	$ 1,610,000
Purchase of Land	Variable	2033	1,601,538
			$ 3,211,538

The Development Authority issued $10,000,000 fixed-rate revenue bonds and $2,186,000 in variable-rate revenue bonds during 2008. In July 2015, the County issued $9,645,000 fixed-rate revenue bonds to provide funds to finance, in whole, the 2008 issued fixed-rate revenue bonds. The estimated annual requirements to amortize the bonds payable as of June 30, 2021, are as follows:

Fiscal year ending June 30,	Principal	Interest
2022	$ 1,724,672	$ 41,207
2023	119,821	15,769
2024	125,200	14,423
2025	130,822	13,017
2026	136,695	11,547
2027 – 2031	781,237	33,274
2032 – 2033	193,091	1,249
	$ 3,211,538	$ 130,486

The County is absolutely and unconditionally obligated, under the terms of an intergovernmental contract relating to the Development Authority's revenue bonds, to pay debt service on the bonds, including principal and interest. The bonds were issued to finance the acquisition of land.

NOTE 7. LONG-TERM DEBT (CONTINUED)

Primary Government (Continued)

General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the County. General obligation bonds, excluding the bond premium of $2,945,500, at June 30, 2021, consisted of the following:

Purpose	Interest Rate	Term	Due Date	Original Amount	Outstanding Amount
Various construction projects within the County	5.00%	5 years	2025	$ 30,000,000	$ 24,925,000

The general obligation bond debt service requirements to maturity are as follows:

Fiscal year ending June 30,	Principal	Interest
2022	$ 5,780,000	$ 1,246,250
2023	6,070,000	957,250
2024	6,375,000	653,750
2025	6,700,000	335,000
Total	$ 24,925,000	$ 3,192,250

NOTE 7. LONG-TERM DEBT (CONTINUED)

Primary Government (Continued)

Certificates of Participation

In August 2020, the County entered into a lease agreement with the Association County Commissioners of Georgia ("ACCG"). The funding of the lease was provided by the issuance of $17,000,000 Certificates of Participation by the Association County Commissioners of Georgia Leasing Program. The proceeds from the issuance will be used to satisfy the lease agreement between the County and ACCG, providing for the acquisition of a judicial center in the County.

Purpose	Interest Rate	Term	Due Date	Original Amount	Outstanding Amount
Acquisition of land and buildings within the County	5.00%	20 years	2041	$ 17,000,000	$ 17,000,000

Annual debt service requirements are as follows:

Fiscal year ending June 30,	Principal	Interest
2022	$ -	$ 818,550
2023	1,680,000	776,550
2024	3,150,000	655,800
2025	3,305,000	494,425
2026	3,475,000	324,925
2027 – 2031	3,695,000	786,875
2032 – 2036	765,000	265,100
2037 – 2041	930,000	96,000
Total	$ 17,000,000	$ 4,218,225

NOTE 7. LONG-TERM DEBT (CONTINUED)

Primary Government (Continued)

Financed Purchases from Direct Borrowings

The County has entered into several financed purchases from direct borrowings for the acquisition and construction of various buildings and equipment. In the event of default, the financial institutions could take possession of the assets, terminate the borrowing agreement, or obtain court action to enforce the agreement. The capital assets purchased under direct borrowings are being serviced with annual interest rates of 1.57%, 2.57%, 2.75%, 2.32%, and 2.99%.

The following is an analysis of capital assets purchased under direct borrowings as of June 30, 2021:

Land	$	30,394,000
Buildings and improvements		7,479,958
Vehicles		9,482,708
Equipment		471,224
Assets leased under capital leases before depreciation		47,827,890
Less accumulated depreciation		(11,895,051)
Carrying value	$	35,932,839

For the year ended June 30, 2021, depreciation expense related to the above financed purchases from direct borrowings totaled $1,846,185.

Principal and interest payments due under direct borrowings as of June 30, 2021 are as follows:

Fiscal year ending June 30,	Principal	Interest
2022	$ 3,555,357	$ 161,975
2023	3,313,895	90,981
2024	789,278	51,554
2025	446,881	34,327
2026	900,255	29,712
2027	1,059,342	46,449
Total	$ 10,065,008	$ 414,998

NOTE 7. LONG-TERM DEBT (CONTINUED)

Primary Government (Continued)

Changes in Long-Term Liabilities

The following is a summary of long-term debt activity of the primary government for the year ended June 30, 2021:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities					
General obligation bonds	$ -	$ 30,000,000	$ 5,075,000	$ 24,925,000	$ 5,780,000
Plus unamortized premium	-	3,914,339	968,839	2,945,500	1,149,919
General obligation bonds, net	-	33,914,339	6,043,839	27,870,500	6,929,919
Certificates of participation	-	17,000,000	-	17,000,000	-
Plus unamortized premium	-	3,310,356	241,513	3,068,843	595,511
Certificates of participation, net	-	20,310,356	241,513	20,068,843	595,511
Development Authority revenue bonds	4,931,283	-	1,719,745	3,211,538	1,724,672
Plus unamortized premium	55,534	-	41,650	13,884	13,884
Revenue bonds, net	4,986,817	-	1,761,395	3,225,422	1,738,556
Financed purchase	11,787,351	2,142,084	3,864,427	10,065,008	3,555,357
Landfill post-closure costs	235,367	-	41,208	194,159	30,000
Net pension liability	75,388,313	39,078,222	32,085,209	82,381,326	-
Workers compensation	2,550,000	2,856,381	2,956,381	2,450,000	1,490,000
Claims and judgements payable	400,000	91,000	400,000	91,000	-
Total OPEB liability	69,360,303	5,272,795	2,498,386	72,134,712	-
Compensated absences	5,173,001	8,741,323	8,267,956	5,646,368	5,477,186
Long-term liabilities - governmental	$ 169,881,152	$ 112,406,500	$ 58,160,314	$ 224,127,338	$ 19,816,529
Business-type activities					
Net pension liability	$ 1,964,768	$ 1,001,400	$ 1,711,630	$ 1,254,538	$ -
Long-term liabilities - business-type	$ 1,964,768	$ 1,001,400	$ 1,711,630	$ 1,254,538	$ -
Component Units - Library					
Net pension liability	$ 2,991,456	$ 946,450	$ 556,005	$ 3,381,901	$ -
Compensated absences	111,100	98,022	111,101	98,021	98,021
Total OPEB liability	1,744,731	549,397	116,387	2,177,741	-
Long-term liabilities	$ 4,847,287	$ 1,593,869	$ 783,493	$ 5,657,663	$ 98,021

For governmental activities, landfill post-closure costs, net pension liability, workers' compensation, claims and judgments payable, total OPEB liability and compensated absences are generally liquidated by the General Fund.

NOTE 8. OPERATING LEASES

The Henry County Library System (component unit) is committed under various leases for rental of photo copiers. These leases are considered for accounting purposes to be operating leases. Lease expenditures for the year ended June 30, 2021, amounted to $19,891.

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables as of June 30, 2021, are as follows:

	Payable Fund							
Receivable Fund	General Fund	2014 SPLOST Fund	2020 SPLOST Fund	Airport Fund	Stormwater Fund	Nonmajor Enterprise Fund	Nonmajor Governmental Funds	Total
General Fund	$ -	$ 15,085	$ 43,681	$ 59,201	$ 713,688	$ 122,740	$ 3,806,489	$ 4,760,884
COVID-19 Fund	7,305,755	-	-	-	-	-	-	7,305,755
Nonmajor Governmental	23,224	-	-	-	-	-	216,991	240,215
Total	$ 7,328,979	$ 15,085	$ 43,681	$ 59,201	$ 713,688	$ 122,740	$ 4,023,480	$ 12,306,854

These balances resulted from the time lag between the dates that: 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Interfund transfers for the year ended June 30, 2021, are as follows:

	Transfers Out				
Transfers In	General Fund	2020 SPLOST Fund	Stormwater Fund	Nonmajor Governmental	Total
General Fund	$ -	$ -	$ 375,000	$ 68,994	$ 443,994
COVID-19 Fund	5,074,784	-	-	-	5,074,784
Nonmajor Governmental	7,815,152	6,317,045	-	1,793,019	15,925,216
Nonmajor Enterprise	150,000	-	-	-	150,000
Total	$ 13,039,936	$ 6,317,045	$ 375,000	$ 1,862,013	$ 21,593,994

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Transfers are used to: 1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 10. DEFINED BENEFIT PENSION PLANS

Primary Government

Plan Description

The County, as authorized by the County Commission, has established a non-contributory defined benefit pension plan, the Henry County Defined Benefit Plan (the "Plan"), covering substantially all of the County's employees. The County's pension plan is administered through the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (the "ACCG Plan"), an agent multiple-employer pension plan administered by GEBCorp and affiliated with the Association of County Commissioners of Georgia ("ACCG"). The Plan provides retirement, disability, and death benefits to plan members and beneficiaries. The ACCG, in its role as the Plan sponsor, has the sole authority to establish and amend the benefit provisions and the contribution rates of the County related to the Plan, as provided in Section 19.03 of the ACCG Plan document. The County has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in Section 19.02 of the ACCG Plan document. The County Commission retains this authority. The ACCG Plan issues a publicly available financial report that includes financial statements and required supplementary information for the pension trust. That report may be obtained at www.gebcorp.com or by writing to Association County Commissioners of Georgia, Retirement Services, 191 Peachtree Street, NE, Atlanta, Georgia 30303 or by calling (800) 736-7166.

Plan Membership

As of January 1, 2020, the date of the most recent actuarial valuation date, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	488
Inactive plan member entitled to but not receiving benefits	674
Active plan members	1,579
	2,741
Part-time active employees not participating in the Plan	17

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Primary Government (Continued)

Contributions

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of ACCG has adopted a recommended actuarial funding policy for the Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The funding policy for the Plan, as adopted by the County Board of Commissioners, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the actuarially determined rate. For the year ended June 30, 2021, the active member contribution rate was 8.80% of annual pay, and the County's contribution rate for new employees hired after January 1, 2016, was 7.00% of annual payroll. County contributions to the Plan were $12,307,974 for the year ended June 30, 2021.

Net Pension Liability of the County

The County's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as January 1, 2020, with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2020.

Actuarial Assumptions

The total pension liability in the January 1, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.00%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates for were based on the RP-2000 Mortality Table.

The actuarial assumptions used in the January 1, 2020, valuation were based on the results of an actuarial experience study for 2014.

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Primary Government (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments was determined through a blend of using a building-block method based on a 20-year benchmarks (25%) and 30-year benchmarks (25%), as well as forward-looking capital market assumptions for a moderate asset allocation (50%), as determined by UBS. Expected future 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 weighting 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, 2020, are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return*
Fixed income	30%	25 - 35%
Large cap equity	30%	25 - 35%
Mid cap equity	5%	2.5 - 10%
Small cap equity	5%	2.5 - 10%
International equity	15%	10 - 20%
Multi-cap	5%	2.5 - 10%
Global allocation	5%	2.5 - 10%
REIT	5%	2.5 - 10%
	100%	

* Rates shown are net of the 3.00% assumed rate of inflation.

Discount Rate: The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Primary Government (Continued)

Actuarial Assumptions (Continued)

Changes in the Net Pension Liability of the County: The changes in the components of the net pension liability of the County for the year ended June 30, 2021, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Beginning balances	$ 273,643,696	$ 196,290,615	$ 77,353,081
Changes for the year:			
Service cost	8,606,496	-	8,606,496
Interest	18,745,283	-	18,745,283
Differences between expected and actual experience	9,572,416	-	9,572,416
Assumption changes	14,633,580	-	14,633,580
Plan Change	229,736	-	229,736
Contributions - employer	-	11,891,237	(11,891,237)
Contributions - employee	-	6,431,906	(6,431,906)
Net investment income	-	28,466,284	(28,466,284)
Benefit payments, including refunds of employee contributions	(11,707,889)	(11,707,889)	-
Administrative expenses	-	(288,940)	288,940
Other changes	-	(995,759)	995,759
Net changes	40,079,622	33,796,839	6,282,783
Ending balances	$ 313,723,318	$ 230,087,454	$ 83,635,864

The required schedule of changes in the County's net pension liability and related ratios immediately following the notes to the financial statements presents multi-year trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Primary Government (Continued)

Actuarial Assumptions (Continued)

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.00%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1.00% Decrease (6.00%)	Current Discount Rate (7.00%)	1.00% Increase (8.00%)
County's net pension liability	$ 126,700,099	$ 83,635,864	$ 47,841,830

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of December 31, 2020, and the current sharing pattern of costs between employer and employee.

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources of Resources Related to Pensions

For the year ended June 30, 2021, the County recognized pension expense of $16,239,497. At June 30, 2021 the County reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 18,113,899	$ -
Other changes in assumptions	32,757,892	-
Net difference between projected and actual earnings on pension plan investments	-	18,094,344
County contributions subsequent to the measurement date	6,300,777	-
Total	$ 57,172,568	$ 18,094,344

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Primary Government (Continued)

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

County contributions subsequent to the measurement date of $6,300,777, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,		
2022	$	8,505,061
2023		10,137,127
2024		4,650,372
2025		4,431,282
2026		4,272,768
Thereafter		780,837
Total	$	32,777,447

Library System – Component Unit

Plan Description

Henry County Library System (the "System") employees as defined in §47-3-60 of the O.C.G.A. are provided a pension through the Teachers' Retirement System of Georgia ("TRS"). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees ("TRS Board"). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Benefits provided

TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after ten years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Library System – Component Unit (Continued)

Contributions

Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2021. The Library System's contractually required contribution rate for the year ended June 30, 2021, was 22.46% of annual payroll. System contributions to TRS were $324,555 for the year ended June 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources Related to Pensions

At June 30, 2021, the Library System reported a liability of $3,381,901 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2019. An expected total pension liability as of June 30, 2020, was determined using standard roll-forward techniques. The System's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2020. At June 30, 2020, the System's proportion was 0.013961%, which was an increase of 0.000049% from its proportion measured as of June 30, 2019. For the year ended June 30, 2021, the System recognized pension expense of $726,699. At June 30, 2021, the System reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Net difference between projected and actual earnings on pension plan investments	$ 81,454
Changes in assumptions	348,340
Differences between expected and actual experience	147,283
Changes in proportion and differences between System contributions and proportionate share of contributions	240,876
System contributions subsequent to the measurement date	324,555
Total	$ 1,142,508

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Library System – Component Unit (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources Related to Pensions (Continued)

System contributions subsequent to the measurement date of $324,555 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and related to pensions will be recognized in pension expense as follows:

Year ending June 30,		
2022	$	276,914
2023		256,264
2024		205,663
2025		79,112
Total	$	817,953

Actuarial Assumptions

The total pension liability as of June 30, 2020, was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00 – 8.75%, average, including inflation
Investment rate of return	7.25%, net of pension plan investment expense, including inflation

Mortality rates were based on the Pub – 2010 Mortality Tables.

The actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience for the period July 2009 – June 2014.

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Library System – Component Unit (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return*
Fixed income	30.00%	-0.10%
Domestic large equities	51.00%	8.90%
Domestic small equities	1.50%	13.20%
International developed market equities	12.40%	8.90%
International emerging market equities	5.10%	10.90%
	100.00%	

* Rates shown are net of the 2.50% assumed rate of inflation.

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 10. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Library System – Component Unit (Continued)

Sensitivity of the System's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the System's proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the System's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1.00% Decrease (6.25%)	Current Discount Rate (7.25%)	1.00% Increase (8.25%)
System's proportionate share of the net pension liability	$ 5,362,887	$ 3,381,901	$ 1,758,060

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publically available at www.trsga.com/publications.

NOTE 11. DEFERRED COMPENSATION PLAN

The County offers the ACCG 457 Deferred Compensation Program created in accordance with Internal Revenue Code Section 457. The Plan, available to all full-time government employees at their option, permits participants to defer a portion of their salaries until future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency. In accordance with GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, no assets or liabilities of the County's Deferred Compensation Plan are included in the County's financial statements.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS

Primary Government

Plan Administration and Benefits

The County provides post-retirement health care benefits, as per the requirements of a resolution, for certain retirees and their dependents. The Henry County Post-Retirement Medical Plan (the "OPEB Plan") is administered by the County and is a single-employer, defined benefit plan. The provisions and obligations to contribute are established and may be amended by the Henry County Board of Commissioners. There is no separate, audited GAAP-basis post-employment benefit plan report available for the County's OPEB Plan.

Employees must complete ten consecutive years of service, and the sum of the total years of service plus retiree's age must equal 75 or more. The County pays 80% of the premium and the employee must pay the remaining 20%. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, and a separate report was not issued for the OPEB Plan.

Membership

The following schedule (derived from the most recent actuarial valuation report) reflects membership for the OPEB Plan as of the latest actuarial valuation at June 30, 2020:

Inactive plan members or beneficiaries currently receiving benefits	341
Active plan members	1,332
	1,673

Contributions

The Board of Commissioners has elected to fund the OPEB plan on a "pay as you go" basis. The County contributed $2,498,386 to the OPEB Plan in fiscal year June 30, 2021. The annual required contribution amount is determined using actuarial methods and assumptions approved by the Board of Commissioners.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Primary Government (Continued)

Total OPEB Liability of the County

The County's total OPEB liability was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2020.

Actuarial assumptions. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	2.16%
Healthcare Cost Trend Rate:	6.00% graded by 0.50% per year to an ultimate rate of 4.50%
Participation Rate:	75.00%

Mortality rates were based on the Pub-2010 50% GE and 50% PS with Scale AA projection to 2020.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for 2014.

Discount rate

The discount rate used to measure the total OPEB liability was 2.16%. This rate was determined using an index rate of 20-year, tax-exempt general obligation municipal bonds with an average rating of AA or higher – which was 2.16% as determined by the Bond Buyer 20-Bond GO Index Rate as of June 30, 2021.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Primary Government (Continued)

Changes in the Total OPEB Liability of the County

The changes in the total OPEB liability of the County for the year ended June 30, 2021, were as follows:

	Total OPEB Liability (a)
Balances at June 30, 2020	$ 69,360,303
Changes for the year:	
Service cost	3,094,774
Interest	1,505,406
Differences between expected and actual experience	-
Assumption changes	672,615
Service buy back	-
Contributions - employer	-
Contributions - employee	-
Net investment income	-
Benefit payments, including refunds of employee contributions	(2,498,386)
Net changes	2,774,409
Balances at June 30, 2021	$ 72,134,712

The required schedule of changes in the County's total OPEB liability and related ratios immediately following the notes to the financial statements presents multi-year trend information about the total OPEB liability.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current discount rate:

	1.00% Decrease (1.16%)	Current Discount Rate (2.16%)	1.00% Increase (3.16%)
County's total OPEB liability	$ 84,040,944	$ 72,134,712	$ 62,577,476

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Primary Government (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1.00% Decrease (5.00 - 3.50%)	Current Healthcare Cost Trend Rate (6.00 - 4.50%)	1.00% Increase (7.00 - 5.50%)
County's total OPEB liability	$ 60,686,600	$ 72,134,712	$ 86,962,229

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2021, and the current sharing pattern of costs between employer and inactive employees.

OPEB Expense and Deferred Outflows of Resources Related to OPEB

For the year ended June 30, 2021, the County recognized OPEB expense of $8,400,546. At June 30, 2021, the County reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources
Differences between expected and actual experience	$ 5,953,743
Other changes in assumptions	14,997,478
Total	$ 20,951,221

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Primary Government (Continued)

OPEB Expense and Deferred Outflows of Resources Related to OPEB (Continued)

Other amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30,		
2022	$	3,800,366
2023		3,800,366
2024		3,800,366
2025		3,800,366
2026		3,800,366
Thereafter		1,949,391
Total	$	20,951,221

Library System – Component Unit

Plan Description.

The System participates in the State of Georgia School Employees Post-employment Benefit Fund (the "School OPEB Fund") which is another post-employment benefit ("OPEB") plan administered by the State of Georgia Department of Community Health ("DCH"). Certified teachers and non-certified employees of the Library as defined in §20-2-875 of the Official Code of Georgia Annotated ("O.C.G.A.") are provided OPEB through the School OPEB Fund - a cost-sharing multiple-employer defined benefit post-employment healthcare plan, reported as an employee trust fund of the State of Georgia and administered by a Board of Community Health ("DCH Board"). Title 20 of the O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the DCH Board. The School OPEB Fund is included in the State of Georgia Annual Comprehensive Financial Report, which is publicly available and can be obtained at https://sao.georgia.gov/statewide-reporting/acfr.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Library System – Component Unit (Continued)

Benefits Provided.

The School OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for public school teachers, including librarians, other certified employees of public schools, regional educational service agencies, and non-certified public school employees. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employees' Retirement System ("ERS"), Georgia Judicial Retirement System ("JRS"), Legislative Retirement System ("LRS"), Teachers Retirement System ("TRS") or Public School Employees Retirement System ("PSERS"). If elected, dependent coverage starts on the same day as retiree coverage. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement ("HRA"), Health Maintenance Organization ("HMO") and a High Deductible Health Plan ("HDHP"). The School OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the School OPEB Fund is permitted.

Contributions.

As established by the Board of Community Health, the School OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Contributions required and made to the School OPEB Fund from the Library System were $49,408 for the year ended June 30, 2021. Active employees are not required to contribute to the School OPEB Fund.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2021, the System reported a liability of $2,177,741 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2020. The total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of June 30, 2019. An expected total OPEB liability as of June 30, 2020, was determined using standard roll-forward techniques. The System's proportion of the net OPEB liability was actuarially determined based on employer contributions to the School OPEB Fund during the fiscal year ended June 30, 2020. At June 30, 2020, the Library System's proportion was 0.014827%, which was an increase of 0.00061% from its proportion measured as of June 30, 2019.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Library System – Component Unit (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

For the year ended June 30, 2021, the Library System recognized OPEB expense of $116,387. At June 30, 2021, the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on OPEB investments	$ -	$ 237,742
Changes of assumptions	360,150	193,772
Differences between expected and actual experience	5,676	-
Changes in proportion and differences between the System contributions and proportionate share of contributions	193,885	31,482
Library contributions subsequent to the measurement date	49,408	-
	$ 609,119	$ 462,996

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Library System – Component Unit (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

System contributions subsequent to the measurement date of $49,408 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30,	
2022	$ (13,403)
2023	(13,555)
2024	1,697
2025	42,673
2026	61,893
2027	17,410
Total	$ 96,715

Actuarial assumptions.

The total OPEB liability as of June 30, 2020, was determined by an actuarial valuation as of June 30, 2019 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2020:

Inflation	2.50%
Salary Increases	TRS – 3.00-8.75%, including inflation
Long-term expected rate of return	7.30%, compounded annually, net of investment expense and including inflation
Healthcare cost trend rate:	
Pre-Medicare eligible	7.25%
Medicare eligible	5.375%
Ultimate trend rate	
Pre-Medicare eligible	4.75%
Medicare eligible	4.75%
Year of ultimate trend rate	
Pre-Medicare eligible	2028
Medicare eligible	2022

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Library System – Component Unit (Continued)

Actuarial assumptions (Continued)

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale BB as follows:

- For TRS Members: The Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree Mortality Table projected generationally with the MP-2019 projection scale (set forward one year and adjusted 106%) is used for death prior to retirement and for service retirements and beneficiaries. The Pub-2010 Teachers Mortality Table for Disabled Retirees projected generationally with the MP-2019 Projection scale (set forward one year and adjusted 106%) is used for disability retirements.

- For PSERS Members: The RP-2000 Blue Collar Mortality Table projected to 2025 with projection scale BB (set forward three years for males and two years for females) was used for the period after service retirement and for beneficiaries of deceased members. The RP-2000 Disabled Mortality Table projected to 2025 with projection scale BB (set forward five years for both males and females) was used for the period after disability retirement.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the pension system, which covered the five-year period ending June 30, 2014.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2019 valuation were based on a review of recent plan experience done concurrently with the June 30, 2019 valuation.

Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Library System – Component Unit (Continued)

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. During fiscal year 2020, the School OPEB Fund updated its investment strategy to a more long-term approach. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return*
Fixed Income	30.00 %	0.5 %
Domestic Stocks - Large Cap	46.20	9.2
Domestic Stocks - Small Cap	1.30	9.2
Int'l Stocks - Developed Mkt	12.40	9.2
Int'l Stocks - Emerging Mkt	5.10	9.2
Alternatives	5.00	9.2
Total	100.00 %	

*Rates shown are net of the 2.50% assumed rate of inflation

Discount rate

The discount rate has changed since the prior measurement date from 3.58% to 2.22%. In order to measure the total OPEB liability for the School OPEB Fund, a single equivalent interest rate of 2.22% was used as the discount rate. This is comprised mainly of the yield or index rate for 20 year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (2.22% per the Bond Buyer Index). The projection of cash flows used to determine the discount rate assumed that plan contributions from members and the State of Georgia will be made at the current level as budgeted and then averaged over the prior five years. Projected future benefit payments for all current plan members were projected through 2019. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make OPEB payments for inactive employees through year 2020. Therefore, the calculated discount rate of 2.22% was applied to all periods of projected benefit payments to determine the total OPEB liability.

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Library System – Component Unit (Continued)

Sensitivity of the Library's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the Library's proportionate share of the net OPEB liability calculated using the discount rate of 2.22%, as well as what the Library's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.22%) or 1-percentage-point higher (3.22%) than the current rate:

	1% Decrease (1.22%)	Current discount rate (2.22%)	1% Increase (3.22%)
Library's proportionate share of the net OPEB liability	$ 2,558,486	$ 2,177,741	$ 1,873,251

Sensitivity of the Library's proportionate share of the net OPEB liability to changes in the healthcare cost trend rate. The following presents the Library's proportionate share of the net OPEB liability calculated using the healthcare cost trend rates of 4.75% to 7.25%, as well as what the Library's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (3.75% to 6.25%) or 1-percentage-point higher (5.75% to 8.25%) than the current rates:

	1% Decrease (3.75% to 6.25%)	Current discount rate (4.75% to 7.25%)	1% Increase (5.75% to 8.25%)
Library's proportionate share of the net OPEB liability	$ 1,813,188	$ 2,177,741	$ 2,649,731

NOTE 13. HOTEL/MOTEL TAX

The County has levied a 5% Hotel/Motel tax. Of this percentage, 2% plus 15.71% of the remaining 3% is given to the Henry County Chamber of Commerce to be used for the promotion of tourism. For the fiscal year ended June 30, 2021, the County collected $792,187 of Hotel/Motel taxes. Of this amount, $316,875, or 40.0%, was given to the Chamber. The remaining funds of $475,312, or 60.0%, are kept by the County and used for other activities promoting tourism.

NOTE 14. RISK MANAGEMENT

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 Georgia Interlocal Risk Management Agency (“GIRMA”) Property and Liability Insurance Fund, and is a member of the Group Self Insurance Workers' Compensation Fund (“GSIWCF”) for its workers' compensation risks. Both GIRMA and GSIWCF exist by authority of the O.C.G.A., and both participate in risk sharing arrangements among Georgia county governments. The memberships allow the County to share liability, crime, workers' compensation, motor vehicle and property damage risks.

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 pools’ 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 pools’ agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

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

Chapter 85 of Title 36 and Chapter 9 of Title 34 of the O.C.G.A. authorize Georgia counties to form interlocal management agencies. GIRMA and GSIWCF act as risk management agencies to function as unincorporated nonprofit instrumentalities of its member counties. GIRMA and GSIWCF establish and administer one or more group self-insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property and workers' compensation losses occurring in the operation of member governments.

The County retains the first $300,000 (in the form of a deductible) on its workers' compensation claims, and retains the first $25,000 (in the form of a deductible) of each risk of loss for all other property and liability losses. The County files all claims with GIRMA and GSIWCF, respectively, and these instrumentalities bill the County for any risk of loss up to the deductible amounts.

The basis for estimating the liabilities for unpaid claims is an incurred, but not reported, calculation as established by an actuary. The County’s liability of $2,450,000 as of June 30, 2021, is based on the requirements of GASB Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

NOTE 14. RISK MANAGEMENT (CONTINUED)

The County pays an annual premium to GIRMA and GSIWCF for the above referenced coverages, and GIRMA and GSIWCF are self-sustaining through member premiums. There have been no significant reductions of insurance coverages, and settlement amounts have not exceeded coverages for the current year or the three prior years.

NOTE 15. LANDFILL POST-CLOSURE CARE

Effective June 30, 1993, the Henry County Landfill was closed and no additional waste has been accepted. According to state and federal laws and regulations, the County must perform certain maintenance and monitoring functions at the site for a minimum of 30 years after receiving its closure certification. The County received its closure certification on October 26, 1996. As of June 30, 2021, the County has an estimated seven years of monitoring remaining. Engineering studies estimate post-closure costs of approximately $194,159 over the seven-year period. These costs are based on what it would cost to perform all post-closure care as of June 30, 2021. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

NOTE 16. COMMITMENTS AND CONTINGENCIES

Contractual Commitments

In addition to the liabilities enumerated in the balance sheet, at June 30, 2021, the County has contractual commitments on uncompleted contracts of approximately $44,751,502.

Litigation

The County is involved in several pending lawsuits. The nature of the lawsuits varies considerably. Management and the County's legal counsel have determined an aggregate liability, which is reasonably possible to arise from the proceedings of up to $4,020,000. The County also has a probable liability in the amount of $91,000. The County will continue to assert its position in a defense against these claims.

Grant Contingencies

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, County management believes such disallowances, if any, will not be significant.

NOTE 16. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Contract with the Hospital Authority of Henry County

Henry County had previously entered into a contract with the Hospital Authority of Henry County (the "Hospital Authority") which obligated Henry County to make certain payments to the Hospital Authority in consideration of the Hospital Authority's agreement to provide hospital care to the County's indigent sick. Pursuant to an executed contract between the County and the Hospital Authority, the County is obligated to make payments, if necessary, in amounts sufficient to enable the Hospital Authority to provide for payment of the principal and interest on certain bonds. Since that time, Piedmont Hospital has affiliated its hospital with Henry Medical Center, thereby making it known as Piedmont Henry Medical Center. Henry County is still contractually liable to guaranty the bond debt per its original contract with the Hospital Authority. However, Piedmont agreed to reimburse the County through a separate "Guaranty/Reimbursement Agreement" it has with Henry Medical Center. This agreement provides the County with the guaranty that Piedmont "economically holds the County harmless" from both the debt service payments and the indigent care payments under the original contract. Therefore, Piedmont is contractually obligated to "repay" Henry County any amount the County is obligated to pay under the original contract. Henry County still serves as the guarantor of the bond debt for as long as the bonds are outstanding.

NOTE 17. JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the ten county Atlanta region, is a member of the Atlanta Regional Commission ("ARC") and is required to pay annual dues thereto. During its year ended June 30, 2021, the County paid $271,858 in such dues. Membership in the ARC is required by the O.C.G.A. §50-8-34 which provides for the organizational structure of regional development commissions in Georgia.

The ARC Board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. §50-8-39.1 provides that the member governments are liable for any debts or obligations of a regional development commission. Separate financial statements may be obtained from:

Atlanta Regional Commission
40 Courtland Street, N.E.
Atlanta, Georgia 30303

NOTE 18. CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of GASB Statement No. 84, *Fiduciary Activities*, the County is required to reevaluate the accounting treatment of fiduciary activities. The new standard requires the County to determine if funds are still considered fiduciary, and if so, if they are considered custodial funds under the new definitions of GASB Statement No. 84, the following restatement was required to the beginning net position of the Fiduciary Activities to properly report the custodial funds.

	Custodial Funds
Net position, as previously reported	$ -
Adjustment needed to record beginning net position of the agency funds now reported as custodial funds in accordance with GASB Statement No. 84	4,978,467
Net position, as restated	$ 4,978,467

	Governmental Funds General Fund
Fund balance, as previously reported	$ 92,188,287
Adjustment to the beginning fund balance to reflect a change in accounting principle	198,099
Fund balance, as restated	$ 92,386,386

	Primary Government Governmental Activities
Net position, as previously reported	$ 736,444,881
Adjustment to the beginning net position to reflect a change in accounting principle	198,099
Net position, as restated	$ 736,642,980

NOTE 19. NET INVESTMENT IN CAPITAL ASSETS

As required by the Government Finance Officers Association (GFOA), the following schedule provides the details in the net investment in capital assets classification of net position:

	Government-Wide Level		
	Governmental Activities	Business-Type Activities	Total
Capital assets, non-depreciable assets	$ 179,079,963	$ 26,289,847	$ 205,369,810
Capital assets, depreciable assets	496,303,067	3,687,789	499,990,856
Current bonds payable	(9,263,986)	-	(9,263,986)
Non-current bonds payable	(41,900,779)	-	(41,900,779)
Current capital leases payable	(3,555,357)	-	(3,555,357)
Non-current capital leases payable	(6,509,651)	-	(6,509,651)
Retainage payable	(451,965)	(64,019)	(515,984)
Unspent proceeds- certificates of participation	12,416,794	-	12,416,794
Unspent proceeds-bonds payable	30,578,328	-	30,578,328
	$ 656,696,414	$ 29,913,617	$ 686,610,031

REQUIRED SUPPLEMENTARY INFORMATION

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OPEB PLAN
FOR THE FISCAL YEAR ENDED JUNE 30,

Primary Government

	2021	2020	2019	2018
Total OPEB liability				
Service cost	**$ 3,094,774**	$ 1,926,933	$ 1,666,129	$ 1,604,052
Interest on total OPEB liability	**1,505,406**	1,459,238	1,461,363	1,408,221
Differences between expected and actual experience	**-**	8,114,811	-	
Changes of assumptions	**672,615**	17,301,366	2,700,090	-
Benefit payments, including refunds of employee contributions	**(2,498,386)**	(2,249,747)	(1,547,727)	(1,728,712)
Net change in total OPEB liability	**2,774,409**	26,552,601	4,279,855	1,283,561
Total OPEB liability - beginning	**69,360,303**	42,807,702	38,527,847	37,244,286
Total OPEB liability - ending	**$ 72,134,712**	$ 69,360,303	$ 42,807,702	$ 38,527,847
Covered payroll	**$ 68,493,490**	$ 65,387,580	$ 62,422,511	$ 59,591,896
County's total OPEB liability as a percentage of covered payroll	**105.32%**	106.08%	68.58%	64.65%

Notes to the Schedule:
The schedule will present 10 years of information once it is accumulated.

The assumptions used in the preparation of the above schedule are disclosed in Note 12 in the Notes to Financial Statements.

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S
NET PENSION LIABILITY AND RELATED RATIOS
RETIREMENT PLAN
FOR THE FISCAL YEAR ENDED JUNE 30,

Primary Government

	2021	2020	2019	2018	2017	2016	2015
Total pension liability							
Service cost	$ **8,606,496**	$ 7,840,770	$ 7,104,057	$ 5,628,669	$ 5,503,364	$ 5,000,446	$ 4,959,819
Interest on total pension liability	**18,745,283**	16,990,351	14,804,890	13,384,359	12,347,697	11,084,210	10,373,273
Differences between expected and actual experience	**9,572,416**	2,723,926	4,551,110	9,111,692	4,202,644	2,927,252	-
Changes of assumptions	**14,633,580**	8,701,876	22,141,586	380,195	5,945,296	5,035,153	-
Plan change	**229,736**	-	-	-	-	-	-
Benefit payments, including refunds of employee contributions	**(11,707,889)**	(10,665,055)	(9,510,378)	(8,312,412)	(7,733,814)	(6,667,304)	(5,040,560)
Net change in total pension liability	**40,079,622**	25,591,868	39,091,265	20,192,503	20,265,187	17,379,757	10,292,532
Total pension liability - beginning	**273,643,696**	248,051,828	208,960,563	188,768,060	168,502,873	151,123,116	140,830,584
Total pension liability - ending (a)	$ **313,723,318**	$ 273,643,696	$ 248,051,828	$ 208,960,563	$ 188,768,060	$ 168,502,873	$ 151,123,116
Plan fiduciary net position							
Contributions - employer	$ **11,891,237**	$ 10,628,164	$ 8,548,693	$ 8,724,645	$ 6,929,270	$ 6,351,188	$ 6,757,421
Contributions - employee	**6,431,906**	6,188,903	5,711,630	5,584,296	5,203,848	4,288,639	3,760,592
Net investment income	**28,466,284**	33,899,791	(7,830,098)	21,993,140	9,171,407	919,240	7,496,020
Benefit payments, including refunds of employee contributions	**(11,707,889)**	(10,665,055)	(9,510,378)	(8,312,412)	(7,733,814)	(6,913,483)	(6,312,011)
Administrative expenses	**(288,940)**	(276,623)	(253,622)	(239,453)	(236,600)	(246,354)	(214,659)
Other	**(995,759)**	(1,001,845)	(865,984)	(1,159,160)	(1,039,289)	(1,190,092)	-
Net change in fiduciary net position	**33,796,839**	38,773,335	(4,199,759)	26,591,056	12,294,822	3,209,138	11,487,363
Plan fiduciary net position - beginning	**196,290,615**	157,517,280	161,717,039	135,125,983	122,831,161	119,622,023	108,134,660
Plan fiduciary net position - ending (b)	**230,087,454**	196,290,615	157,517,280	161,717,039	135,125,983	122,831,161	119,622,023
County's net pension liability - ending (a) - (b)	$ **83,635,864**	$ 77,353,081	$ 90,534,548	$ 47,243,524	$ 53,642,077	$ 45,671,712	$ 31,501,093
Plan fiduciary net position as a percentage of total pension liability	**73.34%**	71.73%	63.50%	77.39%	71.58%	72.90%	79.16%
Covered payroll	**$ 80,106,848**	$ 78,923,627	$ 72,205,562	$ 70,868,528	$ 68,643,051	$ 67,545,053	$ 61,866,545
County's net pension liability as a percentage of covered payroll	**104.41%**	98.01%	125.38%	66.66%	78.15%	67.62%	50.92%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF COUNTY CONTRIBUTIONS
RETIREMENT PLAN
FOR THE FISCAL YEAR ENDED JUNE 30,

Primary Government

	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	**$ 12,157,813**	$ 11,011,656	$ 8,699,271	$ 8,817,892	$ 7,119,509	$ 6,706,985	$ 6,959,148
Contributions in relation to the actuarially determined contribution	**12,307,974**	10,974,044	8,807,899	8,925,992	7,117,423	6,509,170	6,757,492
Contribution deficiency (excess)	**$ (150,161)**	$ 37,612	$ (108,628)	$ (108,100)	$ 2,086	$ 197,815	$ 201,656
Covered payroll	**$ 88,196,983**	$ 88,672,816	$ 82,156,227	$ 75,022,832	$ 72,801,748	$ 67,308,138	$ 64,316,373
Contributions as a percentage of covered payroll	**13.96%**	12.38%	10.72%	11.90%	9.78%	9.67%	10.51%

Notes to the Schedule:

(1) Actuarial Assumptions

Valuation date	January 1, 2020
Cost method	Entry Age Normal
Actuarial asset valuation method	Smoothed market value with a five-year smoothing period
Assumed rate of return on investments	7.00%
Projected salary increases	3.50% - 5.50%
Amortization method	Closed level dollar for unfunded liability
Remaining amortization period	None remaining

(2) The schedule will present 10 years of information once it is accumulated.

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
LIBRARY SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30,

Henry County Library System – Component Unit

	2021	2020	2019	2018	2017	2016	2015
System's proportion of the net pension liability	**0.013961%**	0.013912%	0.013704%	0.012280%	0.009404%	0.009277%	0.009537%
System's proportionate share of the net pension liability	**$ 3,381,901**	2,991,456	$ 2,543,756	$ 2,282,276	$ 1,940,150	$ 1,412,331	$ 1,204,874
System's covered payroll	**$ 1,607,433**	1,520,986	$ 1,772,207	$ 1,270,695	$ 968,188	$ 889,845	$ 923,034
System's proportionate share of the net pension liability as a percentage of covered payroll	**210.39%**	196.68%	143.54%	179.61%	200.39%	158.72%	130.53%
Plan fiduciary net position as a percentage of the total pension liability	**77.01%**	78.56%	80.27%	79.33%	76.06%	81.43%	84.03%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
LIBRARY SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30,

Henry County Library System – Component Unit

	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	$ **324,555**	$ 381,111	$ 274,373	$ 201,213	$ 147,196	$ 128,776	$ 109,273
Contributions made in relation to the contractually required contribution	**(324,555)**	(381,111)	(274,373)	(201,213)	(147,196)	(128,776)	(109,273)
Contribution deficit (excess)	$ **-**	$ -	$ -	$ -	$ -	$ -	$ -
System's covered payroll	$ **1,445,001**	$ 1,607,433	$ 1,520,986	$ 1,772,207	$ 1,270,695	$ 968,188	$ 889,845
Contributions made as a percentage of covered payroll	**22.46%**	23.71%	18.04%	11.35%	11.58%	13.30%	12.28%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

Method and assumptions used in calculations of actuarially determined contributions: The actuarially determined contribution rates in the schedule of contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions for year ended June 30, 2021, reported in that schedule:

Valuation date	June 30, 2019
Cost method	Entry Age
Amortization method	Level percentage of payroll, closed
Remaining amortization period	28.0 years
Actuarial asset valuation method	Five-year smoothed market
Inflation rate	2.50%
Salary increases	3.00% - 8.75%, including inflation
Investment rate of return	7.25% net of pension plan investment expense, including inflation
Post-retirement benefit increases	1.50% semi-annually

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
STATE OF GEORGIA SCHOOL EMPLOYEES POST-EMPLOYMENT
HEALTH BENEFIT FUND
LIBRARY SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30,

Henry County Library System – Component Unit

	2021	2020	2019	2018
System's proportion of the net OPEB liability (%)	**0.014827 %**	0.014217 %	0.013094 %	0.013250 %
System's proportionate share of the net OPEB liability	**$ 2,177,741**	$ 1,744,731	$ 1,664,207	$ 1,861,620
System's covered payroll	**$ 1,607,433**	$ 1,520,986	$ 1,772,207	$ 1,270,695
System's proportionate share of the net OPEB liability as a percentage of its covered payroll	**135.48 %**	114.71 %	93.91 %	146.50 %
Plan fiduciary net position as a percentage of the total OPEB liability	**3.99 %**	4.63 %	2.93 %	1.61 %

HENRY COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
STATE OF GEORGIA SCHOOL EMPLOYEES POST-EMPLOYMENT HEALTH BENEFIT FUND
LIBRARY SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30,

Henry County Library System – Component Unit

	2021	2020	2019	2018
Contractually required contribution	**$ 49,408**	$ 50,142	$ 76,570	$ 67,867
Contributions in relation to the contractually required contribution	**(49,408)**	(50,142)	(76,570)	(67,867)
Contribution deficiency (excess)	**$ -**	$ -	$ -	$ -
System's covered payroll	**$ 1,445,001**	1,607,433	$ 1,520,986	$ 1,772,207
Contributions as a percentage of covered payroll	**3.42%**	3.12%	5.03%	3.83%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

HENRY COUNTY, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

CDBG Fund – This fund is used to account for grant monies received to fund qualified programs to benefit the underprivileged.

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

Hotel/Motel Tax Fund – This fund is used to account for funds collected from the hotel/motel tax and disbursed to other agencies.

Law Library Fund – This fund is used to account for the resources received from the various courts of the County and disbursements for the support of a centralized law library.

Court Fund – This fund is used to account for revenues received from the various courts in the County which are reserved for specific uses.

Technology Fund – This fund is used to account for fees collected by the State Court which are to be used to provide for the technological needs of the court.

E911 Fund – This fund is used to account for the County's emergency communications operations by providing an open channel between citizens and public safety providers.

Neighborhood Stabilization Fund – This fund is used to account for grant funds received relative to amounts received and expended for the Neighborhood Stabilization Program.

Henry First Fund – This fund is used to account for revenues received relative to the Henry First initiative and its sole purpose is to search and receive grants and donations from other entities and/or individuals who can only donate to non-profit organizations.

Juvenile Assistance Fund – This fund is used to account for fees collected by the Juvenile Court which are to be used for mediation costs and other ancillary services on behalf of juveniles under the court's supervision.

Neighborhood Stabilization 3 Fund – This fund is used to account for revenues received from the Neighborhood Stabilization grant program.

Grant Fund – This fund is used to account for the revenues and expenditures relating to the monies received by the County for Federal Awards.

CDBG CARES Act Fund – This fund is used to account for the revenues and expenditures relating to the CARES Act monies received for CDBG Federal Awards.

ESG CARES Act Fund - This fund is used to account for the revenues and expenditures relating to the CARES Act monies received for ESG Federal Awards.

HENRY COUNTY, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds (Continued)

Redspeed Fund – This fund is used to fund local law enforcement and public safety initiatives through the collection of civil monetary penalties from individuals who violate speed limits in school zones through the use of automated cameras in the school zones throughout the County.

Debt Service Funds

Debt Service Fund – This fund accounts for accumulation of resources for the payment of general long-term debt principal and interest of the County.

Capital Projects Funds

Impact Fees Fund – This fund is used to account for capital projects activity funded by developmental impact fees.

Development Authority Fund – This fund is a blended component unit and reported as if it were part of the primary government because of the intergovernmental agreement between the County and the Henry County Development Authority through financed purchase from direct borrowing arrangements relative to the Henry County Development Authority's currently outstanding long-term debts.

Capital Asset Fund – This fund is used to account for the financial resources to be used to purchase or construct major capital facilities other than those accounted for in specific funds.

2002 SPLOST Fund – This fund is used to account for the revenue and expenditures relating to the 2002 1% Special Purpose Local Option Sales Tax.

2008 SPLOST Fund – This fund is used to account for the revenues and expenditures relating to the 2008 1% Special Purpose Local Option Sales Tax.

HENRY COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue		
	CDBG Fund	Confiscated Assets Fund	Hotel/Motel Tax Fund
ASSETS			
Cash and cash equivalents	$ 463,045	$ 1,968,196	$ 888,030
Investments	-	-	-
Accounts receivable	-	-	110,162
Inventory	-	-	-
Due from other governments	9,039	1,554	-
Due from other funds	4,153	23,224	-
Total assets	$ 476,237	$ 1,992,974	$ 998,192
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 41,582	$ 264,797	$ 87,833
Accrued liabilities	1,387	-	-
Due to other governments	65,546	-	-
Due to other funds	363,877	-	-
Unearned revenue	9,039	-	-
Total liabilities	481,431	264,797	87,833
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - intergovernmental	-	-	-
FUND BALANCES			
Nonspendable:			
Inventory	-	-	-
Restricted::			
Capital projects	-	-	-
Housing and development	-	-	910,359
Federal and state grants	-	-	-
Law enforcement purposes	-	1,728,177	-
Public safety purposes	-	-	-
Unassigned	(5,194)	-	-
Total fund balances (deficits)	(5,194)	1,728,177	910,359
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 476,237	$ 1,992,974	$ 998,192

(Continued)

Law Library Fund	Court Fund	Technology Fund	E911 Fund
$ 74,665	$ 747,238	$ 61,719	$ 2,948,004
-	-	-	6,371,470
-	-	-	445,696
-	-	-	-
-	16,143	-	-
-	-	-	5,420
$ 74,665	$ 763,381	$ 61,719	$ 9,770,590
$ -	$ -	$ -	$ 20,872
-	5,282	-	24,840
-	-	-	-
-	561,482	-	525,313
-	-	-	-
-	566,764	-	571,025
-	-	-	-
-	-	-	-
-	-	61,719	-
-	-	-	-
-	-	-	-
74,665	196,617	-	-
-	-	-	9,199,565
-	-	-	-
74,665	196,617	61,719	9,199,565
$ 74,665	$ 763,381	$ 61,719	$ 9,770,590

HENRY COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue		
	Neighborhood Stabilization Fund	Henry First Fund	Juvenile Assistance Fund
ASSETS			
Cash and cash equivalents	$ -	$ 39,721	$ 382,967
Investments	-	-	-
Accounts receivable	-	-	91,223
Inventory	185,337	-	-
Due from other governments	581,500	-	-
Due from other funds	-	-	-
Total assets	$ 766,837	$ 39,721	$ 474,190
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 1,146	$ -	$ -
Accrued liabilities	-	-	-
Due to other governments	-	-	-
Due to other funds	580,355	710	-
Unearned revenue	-	36,292	-
Total liabilities	581,501	37,002	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - intergovernmental	581,500	-	-
FUND BALANCES			
Nonspendable:			
Inventory	185,337	-	-
Restricted::			
Capital projects	-	-	-
Housing and development	-	-	-
Federal and state grants	-	2,719	-
Law enforcement purposes	-	-	474,190
Public safety purposes	-	-	-
Unassigned	(581,501)	-	-
Total fund balances (deficits)	(396,164)	2,719	474,190
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 766,837	$ 39,721	$ 474,190

(Continued)

Neighborhood Stabilization 3 Fund	Grant Fund	CDBG CARES Act Fund	ESG CARES Act Fund
$ 408,987	$ 366,893	$ 88,883	$ -
-	-	-	-
-	-	-	-
145,003	-	-	-
257,122	372,256	16,848	145,040
-	-	207,418	-
$ 811,112	$ 739,149	$ 313,149	$ 145,040
$ -	$ 98,460	$ -	$ -
-	3,122	223	-
-	-	13,481	-
213,640	396,513	299,640	91,179
-	32,309	-	-
213,640	530,404	313,344	91,179
257,122	185,597	16,848	53,783
145,003	-	-	-
-	-	-	-
-	23,148	-	78
195,347	-	-	-
-	-	-	-
-	-	-	-
-	-	(17,043)	-
340,350	23,148	(17,043)	78
$ 811,112	$ 739,149	$ 313,149	$ 145,040

HENRY COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue	Debt Service
	Redspeed Fund	Debt Service Fund
ASSETS		
Cash and cash equivalents	$ 1,609,472	$ -
Investments	-	-
Accounts receivable	178,068	-
Inventory	-	-
Due from other governments	-	-
Due from other funds	-	-
Total assets	$ 1,787,540	$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
LIABILITIES		
Accounts payable	$ 53,426	$ -
Accrued liabilities	-	-
Due to other governments	-	-
Due to other funds	-	-
Unearned revenue	-	-
Total liabilities	53,426	-
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - intergovernmental	-	-
FUND BALANCES		
Nonspendable:		
Inventory	-	-
Restricted:		
Capital projects	-	-
Housing and development	-	-
Federal and state grants	-	-
Law enforcement purposes	1,734,114	-
Public safety purposes	-	-
Unassigned	-	-
Total fund balances (deficits)	1,734,114	-
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 1,787,540	$ -

(Continued)

Capital Projects			
Impact Fees Fund	Development Authority Fund	Capital Asset Fund	2002 SPLOST Fund
$ 3,777,310	$ 1,676,380	$ 14,302,240	$ 255,583
-	-	-	-
23,261	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
$ 3,800,571	$ 1,676,380	$ 14,302,240	$ 255,583
$ 108,494	$ 12,349	$ 496,708	$ -
-	3,254	-	-
-	-	-	-
241,544	-	749,227	-
-	-	-	-
350,038	15,603	1,245,935	-
-	-	-	-
-	-	-	-
3,450,533	1,660,777	13,056,305	255,583
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
3,450,533	1,660,777	13,056,305	255,583
$ 3,800,571	$ 1,676,380	$ 14,302,240	$ 255,583

HENRY COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Capital Projects 2008 SPLOST Fund	Total
ASSETS		
Cash and cash equivalents	$ 277,436	$ 30,336,769
Investments	1,617,438	7,988,908
Accounts receivable	-	848,410
Inventory	-	330,340
Due from other governments	-	1,399,502
Due from other funds	-	240,215
Total assets	$ 1,894,874	$ 41,144,144
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
LIABILITIES		
Accounts payable	$ 159	$ 1,185,826
Accrued liabilities	-	38,108
Due to other governments	-	79,027
Due to other funds	-	4,023,480
Unearned revenue	-	77,640
Total liabilities	159	5,404,081
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - intergovernmental	-	1,094,850
FUND BALANCES		
Nonspendable:		
Inventory	-	330,340
Restricted:		
Capital projects	1,894,715	20,379,632
Housing and development	-	933,585
Federal and state grants	-	198,066
Law enforcement purposes	-	4,207,763
Public safety purposes	-	9,199,565
Unassigned	-	(603,738)
Total fund balances (deficits)	1,894,715	34,645,213
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 1,894,874	$ 41,144,144

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HENRY COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Special Revenue		
	CDBG Fund	Confiscated Assets Fund	Hotel/Motel Tax Fund
Revenues			
Taxes	$ -	$ -	$ 792,187
Licenses and permits	-	-	-
Intergovernmental	1,252,565	-	-
Charges for services	-	-	-
Fines and forfeitures	-	392,014	-
Investment income	-	133	-
Miscellaneous	-	-	-
Total revenues	1,252,565	392,147	792,187
Expenditures			
Current:			
General government	-	-	-
Judicial	-	-	-
Public safety	-	476,716	-
Housing and development	1,165,872	-	316,875
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	1,165,872	476,716	316,875
Excess (deficiency) of revenues over (under) expenditures	86,693	(84,569)	475,312
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Capital leases	-	-	-
Proceeds from certificates of participation	-	-	-
Premium on certificates of participation	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	86,693	(84,569)	475,312
Fund balances (deficits), beginning of year	(91,887)	1,812,746	435,047
Fund balances (deficits), end of year	$ (5,194)	$ 1,728,177	$ 910,359

(Continued)

Law Library Fund	Court Fund	Technology Fund	E911 Fund
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	67,596	4,773,715
123,795	643,253	-	-
13	-	3	5,349
-	-	-	-
123,808	643,253	67,599	4,779,064
-	-	-	-
128,589	617,572	17,923	-
-	-	-	4,130,389
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
128,589	617,572	17,923	4,130,389
(4,781)	25,681	49,676	648,675
-	408,511	-	-
-	(365,426)	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	43,085	-	-
(4,781)	68,766	49,676	648,675
79,446	127,851	12,043	8,550,890
$ 74,665	$ 196,617	$ 61,719	$ 9,199,565

HENRY COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Special Revenue		
	Neighborhood Stabilization Fund	Henry First Fund	Juvenile Assistance Fund
Revenues			
Taxes	$ -	$ -	$ -
Licenses and permits	-	-	-
Intergovernmental	46,446	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	18,435
Investment income	-	8	38
Miscellaneous	-	16,417	-
Total revenues	46,446	16,425	18,473
Expenditures			
Current:			
General government	37,475	-	-
Judicial	-	-	11,715
Public safety	-	13,706	-
Housing and development	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	37,475	13,706	11,715
Excess (deficiency) of revenues over (under) expenditures	8,971	2,719	6,758
Other financing sources (uses)			
Transfers in	178,076	-	-
Transfers out	-	-	-
Capital leases	-	-	-
Proceeds from certificates of participation	-	-	-
Premium on certificates of participation	-	-	-
Total other financing sources (uses)	178,076	-	-
Net change in fund balances	187,047	2,719	6,758
Fund balances (deficits), beginning of year	(583,211)	-	467,432
Fund balances (deficits), end of year	$ (396,164)	$ 2,719	$ 474,190

(Continued)

Neighborhood Stabilization 3 Fund	Grant Fund	CDBG CARES Act Fund	ESG CARES Act Fund
$ -	$ -	$ -	$ -
-	-	-	-
84,182	4,693,372	282,821	91,257
-	-	-	-
-	-	-	-
-	-	-	-
-	129,914	-	-
84,182	4,823,286	282,821	91,257
1,502	-	-	-
-	-	-	-
-	2,787,391	-	-
-	-	299,864	91,179
-	-	-	-
-	-	-	-
-	-	-	-
1,502	2,787,391	299,864	91,179
82,680	2,035,895	(17,043)	78
-	102,675	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	102,675	-	-
82,680	2,138,570	(17,043)	78
257,670	(2,115,422)	-	-
$ 340,350	$ 23,148	$ (17,043)	$ 78

HENRY COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Special Revenue	Debt Service
	Redspeed Fund	Debt Service Fund
Revenues		
Taxes	$ -	$ -
Licenses and permits	-	-
Intergovernmental	-	-
Charges for services	-	-
Fines and forfeitures	-	-
Investment income	-	-
Miscellaneous	178,068	-
Total revenues	178,068	-
Expenditures		
Current:		
General government	-	-
Judicial	-	-
Public safety	53,426	-
Housing and development	-	-
Capital outlay	-	-
Debt service:		
Principal	-	10,659,172
Interest and fiscal charges	-	2,134,340
Total expenditures	53,426	12,793,512
Excess (deficiency) of revenues over (under) expenditures	124,642	(12,793,512)
Other financing sources (uses)		
Transfers in	1,609,472	12,793,512
Transfers out	-	-
Capital leases	-	-
Proceeds from certificates of particpation	-	-
Premium on certificates of participation	-	-
Total other financing sources (uses)	1,609,472	12,793,512
Net change in fund balances	1,734,114	-
Fund balances (deficits), beginning of year	-	-
Fund balances (deficits), end of year	$ 1,734,114	$ -

(Continued)

Capital Projects			
Impact Fees Fund	Development Authority Fund	Capital Asset Fund	2002 SPLOST Fund
$ -	$ -	$ -	$ -
2,347,828	-	-	-
-	-	77,223	-
-	-	-	-
-	-	-	-
363	5,450	6,941	40
-	548,650	-	-
2,348,191	554,100	84,164	40
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
931,237	786,925	13,038,963	174,110
-	-	-	-
-	-	-	-
931,237	786,925	13,038,963	174,110
1,416,954	(232,825)	(12,954,799)	(174,070)
-	639,659	193,311	-
(1,272,065)	-	(224,522)	-
-	-	2,142,084	-
-	-	17,000,000	-
-	-	3,310,356	-
(1,272,065)	639,659	22,421,229	-
144,889	406,834	9,466,430	(174,070)
3,305,644	1,253,943	3,589,875	429,653
$ 3,450,533	$ 1,660,777	$ 13,056,305	$ 255,583

HENRY COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Capital Projects 2008 SPLOST Fund	Total
Revenues		
Taxes	$ -	$ 792,187
Licenses and permits	-	2,347,828
Intergovernmental	-	6,527,866
Charges for services	-	4,841,311
Fines and forfeitures	-	1,177,497
Investment income	2,142	20,480
Miscellaneous	2,210	875,259
Total revenues	4,352	16,582,428
Expenditures		
Current:		
General government	-	38,977
Judicial	-	775,799
Public safety	-	7,461,628
Housing and development	-	1,873,790
Capital outlay	208,899	15,140,134
Debt service:		
Principal	-	10,659,172
Interest and fiscal charges	-	2,134,340
Total expenditures	208,899	38,083,840
Excess (deficiency) of revenues over (under) expenditures	(204,547)	(21,501,412)
Other financing sources (uses)		
Transfers in	-	15,925,216.00
Transfers out	-	(1,862,013.00)
Capital leases	-	2,142,084.00
Proceeds from certificates of participation	-	17,000,000.00
Premium on certificates of participation	-	3,310,356.00
Total other financing sources (uses)	-	36,515,643
Net change in fund balances	(204,547)	15,014,231
Fund balances (deficits), beginning of year	2,099,262	19,630,982
Fund balances (deficits), end of year	$ 1,894,715	$ 34,645,213

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HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Confiscated Assets Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeitures	392,014	392,014	-
Investment income	133	133	-
Miscellaneous	84,569	-	(84,569)
Total revenues	476,716	392,147	(84,569)
Expenditures			
Current:			
General government	-	-	-
Judicial	-	-	-
Public safety	476,716	476,716	-
Housing and development	-	-	-
Culture and recreation	-	-	-
Total expenditures	476,716	476,716	-
Excess (deficiency) of revenues over (under) expenditures	-	(84,569)	(84,569)
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	(84,569)	(84,569)
Fund balances (deficits), beginning of year	1,812,746	1,812,746	-
Fund balances (deficits), end of year	$ 1,812,746	$ 1,728,177	$ (84,569)

(Continued)

Hotel/Motel Tax Fund		
Final Budget	Actual	Variance with Final Budget
$ 700,100	$ 792,187	$ 92,087
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
700,100	792,187	92,087
-	-	-
-	-	-
-	-	-
700,100	316,875	383,225
-	-	-
700,100	316,875	383,225
-	475,312	475,312
-	-	-
-	-	-
-	-	-
-	-	-
-	475,312	475,312
435,047	435,047	-
$ 435,047	$ 910,359	$ 475,312

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Law Library Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeitures	140,800	123,795	(17,005)
Investment income	520	13	(507)
Miscellaneous	-	-	-
Total revenues	141,320	123,808	(17,512)
Expenditures			
Current:			
General government	-	-	-
Judicial	141,320	128,589	12,731
Public safety	-	-	-
Housing and development	-	-	-
Culture and recreation	-	-	-
Total expenditures	141,320	128,589	12,731
Excess (deficiency) of revenues over (under) expenditures	-	(4,781)	(4,781)
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	(4,781)	(4,781)
Fund balances (deficits), beginning of year	79,446	79,446	-
Fund balances (deficits), end of year	$ 79,446	$ 74,665	$ (4,781)

(Continued)

Court Fund		
Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -
-	-	-
-	-	-
913,000	643,253	(269,747)
300	-	(300)
-	-	-
913,300	643,253	(270,047)
-	-	-
1,236,648	617,572	619,076
-	-	-
-	-	-
-	-	-
1,236,648	617,572	619,076
(323,348)	25,681	349,029
323,348	408,511	85,163
-	(365,426)	(365,426)
-	-	-
323,348	43,085	(280,263)
-	68,766	68,766
127,851	127,851	-
$ 127,851	$ 196,617	$ 68,766

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Technology Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	106,500	67,596	(38,904)
Fines and forfeitures	-	-	-
Investment income	50	3	(47)
Miscellaneous	-	-	-
Total revenues	106,550	67,599	(38,951)
Expenditures			
Current:			
General government	-	-	-
Judicial	106,550	17,923	88,627
Public safety	-	-	-
Housing and development	-	-	-
Culture and recreation	-	-	-
Total expenditures	106,550	17,923	88,627
Excess (deficiency) of revenues over (under) expenditures	-	49,676	49,676
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	49,676	49,676
Fund balances (deficits), beginning of year	12,043	12,043	-
Fund balances (deficits), end of year	$ 12,043	$ 61,719	$ 49,676

(Continued)

CDBG Fund		
Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -
1,403,675	1,252,565	(151,110)
-	-	-
-	-	-
-	-	-
-	-	-
1,403,675	1,252,565	(151,110)
-	-	-
-	-	-
-	-	-
1,495,562	1,165,872	329,690
-	-	-
1,495,562	1,165,872	329,690
(91,887)	86,693	178,580
91,887	-	(91,887)
-	-	-
-	-	-
91,887	-	(91,887)
-	86,693	86,693
(91,887)	(91,887)	-
$ (91,887)	$ (5,194)	$ 86,693

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Henry First Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment income	8	8	-
Miscellaneous	13,698	16,417	2,719
Total revenues	13,706	16,425	2,719
Expenditures			
Current:			
General government	-	-	-
Judicial	-	-	-
Public safety	13,706	13,706	-
Housing and development	-	-	-
Culture and recreation	-	-	-
Total expenditures	13,706	13,706	-
Excess (deficiency) of revenues over (under) expenditures	-	2,719	2,719
Other financing (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing (uses)	-	-	-
Net change in fund balances	-	2,719	2,719
Fund balances (deficits), beginning of year	-	-	-
Fund balances (deficits), end of year	$ -	$ 2,719	$ 2,719

(Continued)

Juvenile Assistance Fund		
Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -
-	-	-
-	-	-
28,046	18,435	(9,611)
399	38	(361)
-	-	-
28,445	18,473	(9,972)
-	-	-
28,445	11,715	16,730
-	-	-
-	-	-
-	-	-
28,445	11,715	16,730
-	6,758	6,758
-	-	-
-	-	-
-	-	-
-	-	-
-	6,758	6,758
467,432	467,432	-
$ 467,432	$ 474,190	$ 6,758

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Neighborhood Stabilization 3 Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	1,317,991	84,182	(1,233,809)
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
Total revenues	1,317,991	84,182	(1,233,809)
Expenditures			
Current:			
General government	1,317,991	1,502	1,316,489
Judicial	-	-	-
Public safety	-	-	-
Housing and development	-	-	-
Culture and recreation	-	-	-
Total expenditures	1,317,991	1,502	1,316,489
Excess (deficiency) of revenues over (under) expenditures	-	82,680	82,680
Other financing (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing (uses)	-	-	-
Net change in fund balances	-	82,680	82,680
Fund balances (deficits), beginning of year	257,670	257,670	-
Fund balances (deficits), end of year	$ 257,670	$ 340,350	$ 82,680

(Continued)

E-911 Fund		
Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -
-	-	-
4,055,196	4,773,715	718,519
-	-	-
128,828	5,349	(123,479)
988,965	-	(988,965)
5,172,989	4,779,064	(393,925)
-	-	-
-	-	-
5,172,989	4,130,389	1,042,600
-	-	-
-	-	-
5,172,989	4,130,389	1,042,600
-	648,675	648,675
-	-	-
-	-	-
-	-	-
-	-	-
-	648,675	648,675
8,550,890	8,550,890	-
$ 8,550,890	$ 9,199,565	$ 648,675

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Neighborhood Stabilization Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	-	46,446	46,446
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
Total revenues	-	46,446	46,446
Expenditures			
Current:			
General government	583,211	37,475	545,736
Judicial	-	-	-
Public safety	-	-	-
Housing and development	-	-	-
Culture and recreation	-	-	-
Total expenditures	583,211	37,475	545,736
Excess (deficiency) of revenues over (under) expenditures	(583,211)	8,971	592,182
Other financing (uses)			
Transfers in	583,211	178,076	(405,135)
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing (uses)	583,211	178,076	(405,135)
Net change in fund balances	-	187,047	187,047
Fund balances (deficits), beginning of year	(583,211)	(583,211)	-
Fund balances (deficits), end of year	$ (583,211)	$ (396,164)	$ 187,047

(Continued)

Grant Fund		
Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -
3,613,006	4,693,372	1,080,366
-	-	-
-	-	-
-	-	-
-	129,914	129,914
3,613,006	4,823,286	1,210,280
-	-	-
-	-	-
3,970,014	2,787,391	1,182,623
-	-	-
-	-	-
3,970,014	2,787,391	1,182,623
(357,008)	2,035,895	2,392,903
357,008	102,675	254,333
-	-	-
-	-	-
357,008	102,675	254,333
-	2,138,570	2,138,570
(2,115,422)	(2,115,422)	-
$ (2,115,422)	$ 23,148	$ 2,138,570

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	CDBG CARES Act Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	282,821	282,821	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
Total revenues	282,821	282,821	-
Expenditures			
Current:			
General government	-	-	-
Judicial	-	-	-
Public safety	-	-	-
Housing and development	299,864	299,864	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	299,864	299,864	-
Excess (deficiency) of revenues over (under) expenditures	(17,043)	(17,043)	-
Other financing (uses)			
Transfers in	17,043	-	(17,043)
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing (uses)	17,043	-	(17,043)
Net change in fund balances	-	(17,043)	(17,043)
Fund balances (deficits), beginning of year	-	-	-
Fund balances (deficits), end of year	$ -	$ (17,043)	$ (17,043)

(Continued)

ESG CARES Act Fund		
Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -
91,179	91,257	78
-	-	-
-	-	-
-	-	-
-	-	-
91,179	91,257	78
-	-	-
-	-	-
-	-	-
91,179	91,179	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
91,179	91,179	-
-	78	78
-	-	-
-	-	-
-	-	-
-	-	-
-	78	78
-	-	-
$ -	$ 78	$ 78

HENRY COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Redspeed Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Taxes	$ -	$ -	$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment income	-	-	-
Miscellaneous	53,426	178,068	124,642
Total revenues	53,426	178,068	124,642
Expenditures			
Current:			
General government	-	-	-
Judicial	-	-	-
Public safety	53,426	53,426	-
Housing and development	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	53,426	53,426	-
Excess (deficiency) of revenues over (under) expenditures	-	124,642	124,642
Other financing (uses)			
Transfers in	-	1,609,472	1,609,472
Transfers out	-	-	-
Proceeds from sale of capital assets	-	-	-
Total other financing (uses)	-	1,609,472	1,609,472
Net change in fund balances	-	1,734,114	1,734,114
Fund balances (deficits), beginning of year	-	-	-
Fund balances (deficits), end of year	$ -	$ 1,734,114	$ 1,734,114

HENRY COUNTY, GEORGIA

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance With Final Budget
Revenues			
Total revenues	$ -	$ -	$ -
Expenditures			
Current:			
General government	-	-	-
Debt service:			
Principal	10,659,172	10,659,172	-
Interest and fiscal charges	2,134,340	2,134,340	-
Total expenditures	12,793,512	12,793,512	-
Deficiency of revenues under expenditures	(12,793,512)	(12,793,512)	-
Other financing sources			
Transfers in	12,793,512	12,793,512	-
Total other financing sources	12,793,512	12,793,512	-
Net change in fund balances	-	-	-
Fund balance, beginning of year	-	-	-
Fund balance, end of year	$ -	$ -	$ -

HENRY COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2002 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Project	Original Estimated Cost	Current Estimated Cost
Senior citizens center	$ 2,200,000	$ -
Stockbridge tag office and land acquisition	400,000	190,000
Court annex/judicial annex building	7,300,000	13,000,000
Community center(s) for family and youth activities	5,000,000	-
Library facilities	5,700,000	7,997,059
Animal shelter	1,000,000	1,185,600
Fire stations	2,200,000	2,969,000
Park and recreational facilities	12,000,000	12,475,000
Roads, streets, curbs, bike paths, gutters, sidewalks and bridges	85,016,659	79,000,000
City of Hampton	3,011,785	3,011,785
City of Locust Grove	1,822,417	1,822,417
City of McDonough	6,637,436	6,637,436
City of Stockbridge	7,711,703	7,711,703
Program management	-	4,000,000
	$ 140,000,000	$ 140,000,000

Prior Years	Current Year	Total
$ -	$ -	$ -
187,889	-	187,889
14,271,990	-	14,271,990
-	-	-
6,593,067	-	6,593,067
1,162,565	-	1,162,565
3,200,511	-	3,200,511
10,656,109	-	10,656,109
84,137,946	174,110	84,312,056
3,011,784	-	3,011,784
1,822,418	-	1,822,418
6,637,437	-	6,637,437
7,711,703	-	7,711,703
10,894,131	-	10,894,131
$ 150,287,550	$ 174,110	$ 150,461,660

HENRY COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2008 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Project	Original Estimated Cost	Current Estimated Cost
Senior citizens center	$ 4,590,000	$ 2,706,763
Social services facilities	2,142,000	2,000,000
Parking deck	4,500,000	3,500,000
Library facilities	2,895,000	2,895,000
Civic center and performing arts center	1,000,000	-
Public safety facilities	8,768,000	2,939,409
Park and recreational facilities	11,250,000	8,009,156
Land acquisition	17,235,000	17,235,000
Roads, streets, curbs, bike paths, gutters, sidewalks and bridges	120,500,000	92,125,000
City of Hampton	6,120,000	4,545,305
City of Locust Grove	6,120,000	4,545,305
City of McDonough	21,474,000	15,948,671
City of Stockbridge	26,286,000	19,960,719
Program management	7,120,000	3,590,000
	$ 240,000,000	$ 180,000,328

Transfers to the Debt Service Fund for the purpose of repayment of principal and interest on debt. **(1)**

Total 2008 SPLOST Fund expenditures for the prior years and the current fiscal year.

Note (1): Amount previously misreported on SPLOST schedule and represents transfers to Debt Service Fund for payment of principal and interest on SPLOST revenue bonds.

	Prior Years	Current Year	Total
$	2,687,890	$ -	$ 2,687,890
	1,709,063	-	1,709,063
	3,375,657	-	3,375,657
	2,473,397	-	2,473,397
	70	-	70
	5,357,908	-	5,357,908
	10,658,124	-	10,658,124
	17,231,729	-	17,231,729
	110,023,640	208,899	110,232,539
	4,070,056	-	4,070,056
	4,091,904	-	4,091,904
	14,784,617	-	14,784,617
	18,290,316	-	18,290,316
	3,876,146	-	3,876,146
	198,630,517	208,899	198,839,416
	97,911,235	-	97,911,235
$	296,541,752	$ 208,899	$ 296,750,651

HENRY COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2014 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Project	Original Estimated Cost	Current Estimated Cost
Public safety facilities	$ 12,320,000	$ 12,320,000
Technical college construction	5,000,000	5,000,000
Public safety vehicles and equipment	3,886,806	3,886,806
911 radio replacement	7,000,000	7,000,000
Senior services facilities	4,050,000	4,050,000
Park and recreational facilities	12,863,639	12,863,639
Sewer construction and improvements	4,000,000	4,000,000
Roads, streets, sidewalks and bridges	86,529,555	86,529,555
Transportation equipment	450,000	450,000
Airport FBO	1,000,000	1,000,000
Jail renovations	1,500,000	1,500,000
City of Hampton	5,528,430	5,528,430
City of Locust Grove	4,269,823	4,269,823
City of McDonough	17,449,743	17,449,743
City of Stockbridge	20,252,004	20,252,004
Program management	3,900,000	3,900,000
	$ 190,000,000	$ 190,000,000

Repayment of interest on debt and bond issuance cost. Proceeds included in projects above.

Total 2014 SPLOST Fund expenditures for the current fiscal year.

	Prior Years	Current Year	Total
$	13,107,473	$ 488,561	$ 13,596,034
	5,000,000	-	5,000,000
	2,519,399	-	2,519,399
	7,034,051	98,890	7,132,941
	4,007,205	-	4,007,205
	13,899,781	31,803	13,931,584
	4,000,000	-	4,000,000
	72,853,902	7,875,257	80,729,159
	412,246	-	412,246
	178,077	519,567	697,644
	1,471,408	-	1,471,408
	6,384,863	-	6,384,863
	4,833,988	-	4,833,988
	19,998,573	-	19,998,573
	23,524,910	97	23,525,007
	4,270,088	148,311	4,418,399
	183,495,964	9,162,486	192,658,450
	8,562,750	-	8,562,750
$	192,058,714	$ 9,162,486	$ 201,221,200

HENRY COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2020 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Project	Original Estimated Cost	Current Estimated Cost
Public safety facilities	$ 19,500,000	$ 19,500,000
Public safety vehicles and equipment	14,528,694	14,528,694
Senior services facilities	-	-
Park and recreational facilities	21,600,063	21,600,063
Aquatic Center	22,000,000	22,000,000
Roads, streets, sidewalks and bridges	77,143,937	77,143,937
Public Building Development & Construction	1,100,000	1,100,000
Nash Farm - Master Plan	-	-
City of Hampton	5,594,262	5,594,262
City of Locust Grove	4,325,204	4,325,204
City of McDonough	17,681,935	17,681,935
City of Stockbridge	20,525,905	20,525,905
Program management	-	-
	$ 204,000,000	$ 204,000,000

Repayment of interest on debt and bond issuance cost. Proceeds included in projects above.

Total 2020 SPLOST Fund expenditures for the current fiscal year.

Prior Years	Current Year	Total
$ -	$ 801,661	$ 801,661
-	364,342	364,342
-	48,953	48,953
-	781,154	781,154
11,236	36,351	47,587
-	4,792,270	4,792,270
-	-	-
-	922	922
-	191,364	191,364
-	147,953	147,953
-	604,851	604,851
-	702,135	702,135
1,335	320,336	321,671
12,571	8,792,292	8,804,863
-	6,317,045	6,317,045
$ 12,571	$ 15,109,337	$ 15,121,908

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HENRY COUNTY, GEORGIA

CUSTODIAL FUNDS

Tax Commissioner – This fund is used to account for all real, personal and intangible taxes collected and forwarded to the County and other government units.

Sheriff – This fund is used to account for the collection of fines and bond forfeitures and the subsequent remittance to the applicable parties.

Flint Drug Task Force – This fund is used to account for the monies received by the task force.

The following custodial funds are used to account for fines, fees and other monies collected by the courts and remitted to other parties in accordance with court orders and state law: **Clerk of Superior Court, Probate Court, Magistrate Court, State Court, and Juvenile Court.**

HENRY COUNTY, GEORGIA

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

ASSETS	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court
Cash and cash equivalents	$ 4,457,137	$ 4,519,310	$ 214,696	$ 150,219
Taxes receivable	6,175,066	-	-	-
Total assets	$ 10,632,203	$ 4,519,310	$ 214,696	$ 150,219
LIABILITIES				
Due to component unit	$ 91,497	$ 47,781	$ -	$ -
Due to others - taxes	6,175,066	-	-	-
Due to others	4,365,640	699,508	46,626	46,005
Total liabilities	$ 10,632,203	$ 747,289	$ 46,626	$ 46,005
NET POSITION				
Restricted for individuals, organizations, and other governments	$ -	$ 3,772,021	$ 168,070	$ 104,214

Sheriff	State Court	Juvenile Court	Flint Drug Task Force	Custodial Total
$ 488,763	$ 455,550	$ 5,268	$ 87,689	$ 10,378,632
-	-	-	-	6,175,066
$ 488,763	$ 455,550	$ 5,268	$ 87,689	$ 16,553,698
$ -	$ -	$ -	$ -	$ 139,278
-	-	-	-	6,175,066
150,586	3,971	552	-	5,312,888
$ 150,586	$ 3,971	$ 552	$ -	$ 11,627,232
$ 338,177	$ 451,579	$ 4,716	$ 87,689	$ 4,926,466

HENRY COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court
ADDITIONS				
Taxes collected	$ 239,462,638	$ -	$ -	$ -
Fines and fees collected	-	16,852,772	1,468,722	1,740,211
Total additions	239,462,638	16,852,772	1,468,722	1,740,211
DEDUCTIONS				
Taxes disbursed	239,200,895	-	-	-
Fines and fees disbursed	-	17,273,530	1,442,835	1,687,259
Total deductions	239,200,895	17,273,530	1,442,835	1,687,259
Change in net position	261,743	(420,758)	25,887	52,952
Net position, beginning of year, as restated	(261,743)	4,192,779	142,183	51,262
Net position, end of year	$ -	$ 3,772,021	$ 168,070	$ 104,214

Sheriff	State Court	Juvenile Court	Flint Drug Task Force	Custodial Total
$ -	$ -	$ -	$ -	$ 239,462,638
2,376,798	8,121,316	30,332	210,507	30,800,658
2,376,798	8,121,316	30,332	210,507	270,263,296
-	-	-	-	239,200,895
2,226,020	8,132,509	25,616	326,633	31,114,402
2,226,020	8,132,509	25,616	326,633	270,315,297
150,778	(11,193)	4,716	(116,126)	(52,001)
187,399	462,772	-	203,815	4,978,467
$ 338,177	$ 451,579	$ 4,716	$ 87,689	$ 4,926,466

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COMPONENT UNIT

HENRY COUNTY, GEORGIA

BALANCE SHEET
COMPONENT UNIT – LIBRARY SYSTEM
JUNE 30, 2021

ASSETS		
Cash and cash equivalents	$	452,632
Investments		395,998
Accounts receivable		55,631
Total assets	$	904,261
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	$	114,836
Accrued liabilities		104,757
Total liabilities		219,593
FUND BALANCE		
Unassigned		684,668
Total fund balance		684,668
Total liabilities and fund balance	$	904,261

HENRY COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE COMPONENT UNIT – LIBRARY SYSTEM FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Revenues		
Intergovernmental	$	3,101,210
Investment income		963
Contributions		693
Other revenues		31,871
Total revenues		3,134,737
Expenditures		
Culture and recreation		3,228,190
Total expenditures		3,228,190
Net change in fund balance		(93,453)
Fund balance, beginning of year		778,121
Fund balance, end of year	$	684,668

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STATISTICAL SECTION

HENRY COUNTY, GEORGIA

STATISTICAL SECTION

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

Contents **Page**

Financial Trends ..... **146 – 157**
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity ..... **158 – 165**
These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity ..... **166 – 170**
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information ..... **171 – 173**
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information ..... **174 - 179**
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive financial reports for the relevant year. The County implemented GASB Statement 34 for the year ended June 30, 2003; schedules presenting government-wide information include information beginning in that year.

HENRY COUNTY, GEORGIA

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2012	2013	2014	2015
Governmental activities:				
Net investment in capital assets	$ 541,151,869	$ 558,373,308	$ 568,049,432	$ 581,339,331
Restricted	74,194,079	66,329,286	67,078,084	67,207,630
Unrestricted	6,976,252	10,225,852	18,815,503	21,943,635
Total governmental activities net position	$ 622,322,200	$ 634,928,446	$ 653,943,019	$ 670,490,596
Business-type activities:				
Net investment in capital assets	$ 420,441	$ 18,208,602	$ 20,954,950	$ 21,550,115
Unrestricted	2,793,970	1,102,775	1,325,934	4,461,391
Total business-type activities net position	$ 3,214,411	$ 19,311,377	$ 22,280,884	$ 26,011,506
Primary government:				
Net investment in capital assets	$ 541,572,310	$ 576,581,910	$ 589,004,382	$ 602,889,446
Restricted	74,194,079	66,329,286	67,078,084	67,207,630
Unrestricted	9,770,222	11,328,627	20,141,437	26,405,026
Total governmental activities net position	$ 625,536,611	$ 654,239,823	$ 676,223,903	$ 696,502,102

Fiscal Year					
2016	2017	2018	2019	2020	2021
$ 584,515,407	$ 582,115,380	$ 605,981,070	$ 649,363,186	$ 659,253,079	$ 656,696,414
66,064,179	65,792,108	59,773,743	54,214,779	75,482,658	125,437,488
13,312,997	35,713,779	30,235,803	(6,263,397)	1,709,144	(22,874)
$ 663,892,583	$ 683,621,267	$ 695,990,616	$ 697,314,568	$ 736,444,881	$ 782,111,028
$ 21,716,004	$ 21,627,793	$ 24,807,885	$ 29,848,890	$ 29,786,879	$ 29,913,617
4,573,809	5,187,176	4,535,908	4,412,093	3,343,688	449,248
$ 26,289,813	$ 26,814,969	$ 29,343,793	$ 34,260,983	$ 33,130,567	$ 30,362,865
$ 606,231,411	$ 603,743,173	$ 630,788,955	$ 679,212,076	$ 689,039,958	$ 686,610,031
66,064,179	65,792,108	59,773,743	54,214,779	75,482,658	125,437,488
17,886,806	40,900,955	34,771,711	(1,851,304)	5,052,832	426,374
$ 690,182,396	$ 710,436,236	$ 725,334,409	$ 731,575,551	$ 769,575,448	$ 812,473,893

HENRY COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year			
	2012	2013	2014	2015
Expenses				
Governmental activities:				
General government	$ 26,348,081	$ 34,975,466	$ 30,586,221	$ 30,746,741
Judicial	15,705,199	15,055,740	15,218,800	15,033,248
Public safety	69,943,800	67,175,789	67,677,868	69,770,025
Public works	20,545,804	12,446,599	12,528,288	18,392,672
Health and welfare	7,780,437	6,147,579	6,465,665	5,173,914
Culture and recreation	6,003,414	7,317,595	7,062,545	6,823,060
Housing and development	5,801,955	5,086,200	8,166,587	11,721,615
Interest on long-term debt	4,123,448	3,260,617	2,469,786	1,543,873
Total governmental activities expenses	156,252,138	151,465,585	150,175,760	159,205,148
Business-type activities:				
Stormwater	1,835,134	1,848,896	2,053,165	2,683,451
Airport	-	774,400	875,056	865,506
Cotton Fields	-	-	-	-
Total business-type activities expenses	1,835,134	2,623,296	2,928,221	3,548,957
Total primary government expenses	$ 158,087,272	$ 154,088,881	$ 153,103,981	$ 162,754,105
Program revenues				
Governmental activities:				
Charges for services:				
Impact fee collection	$ 279,625	$ 305,584	$ 549,740	$ 1,128,877
Other housing and development	1,863,436	1,974,847	1,216,861	1,558,752
General government	5,535,436	4,910,433	4,503,567	4,437,315
Judicial	7,462,382	6,825,478	6,921,623	7,714,363
Public safety	7,843,410	7,454,139	9,609,647	11,047,407
Other activities	1,978,748	1,888,117	2,757,687	4,073,266
Operating grants and contributions	4,805,003	6,211,598	10,407,091	13,159,806
Capital grants and contributions	13,660,391	13,491,079	3,968,265	4,881,467
Total governmental activities program revenues	43,428,431	43,061,275	39,934,481	48,001,253
Business-type activities:				
Charges for services - Stormwater	2,996,834	3,006,424	2,988,384	2,983,539
Operating grants and contributions - Stormwater	-	-	-	-
Capital grants and contributions - Stormwater	-	-	-	-
Charges for services - Airport	-	758,120	877,974	908,244
Capital grants and contributions - Airport	-	15,255,658	2,205,618	530,038
Charges for Services - Cotton Fields	-	-	-	-
Total business-type activities program revenues	2,996,834	19,020,202	6,071,976	4,421,821
Total primary government program revenues	$ 46,425,265	$ 62,081,477	$ 46,006,457	$ 52,423,074

(Continued)

Fiscal Year						
2016	2017	2018	2019	2020	2021
$ 33,767,721	$ 35,372,037	$ 41,927,026	$ 44,735,810	$ 46,030,512	$ 49,779,084
15,274,717	16,222,745	16,659,528	19,085,796	20,168,556	20,094,567
70,487,769	76,900,896	91,769,235	96,463,959	102,170,045	115,254,510
18,015,726	13,722,655	4,136,491	16,219,606	15,148,068	18,897,970
5,262,317	6,578,244	8,042,763	6,525,605	7,070,382	7,328,177
6,981,232	12,352,146	12,392,537	9,963,439	9,110,207	9,162,181
14,259,564	10,314,651	7,828,012	5,829,445	5,201,732	6,420,247
1,989,276	1,380,993	813,111	524,047	393,940	1,064,494
166,038,322	172,844,367	183,568,703	199,347,707	205,293,442	228,001,230
2,546,551	2,636,702	3,461,535	3,487,661	4,833,066	6,228,978
803,658	776,602	890,852	1,070,835	981,500	921,139
-	-	-	626,153	658,728	756,603
3,350,209	3,413,304	4,352,387	5,184,649	6,473,294	7,906,720
$ 169,388,531	$ 176,257,671	$ 187,921,090	$ 204,532,356	$ 211,766,736	$ 235,907,950
$ 1,349,446	$ 1,676,513	$ 1,655,495	$ 1,319,465	$ 2,622,332	$ 2,347,828
2,003,324	2,771,518	2,983,309	1,817,669	2,387,790	2,845,987
4,701,686	4,686,304	5,581,743	4,780,811	5,420,906	5,687,842
7,104,669	7,594,451	7,622,374	8,995,906	8,206,522	7,977,253
11,139,752	10,537,526	10,906,831	13,417,946	15,678,553	15,674,651
4,817,493	5,366,879	5,057,117	5,387,448	4,899,953	2,489,707
11,645,382	8,568,292	6,342,974	4,684,960	10,686,639	14,667,349
85,798	171,120	2,461,430	2,232,900	3,655,551	4,206,633
42,847,550	41,372,603	42,611,273	42,637,105	53,558,246	55,897,250
3,233,088	3,319,354	3,919,328	3,524,652	3,544,234	3,559,234
-	85,000	-	-	-	-
-	-	-	-	-	-
970,366	783,287	760,793	998,420	933,425	993,077
179,123	47,934	2,246,996	1,245,161	535,404	167,635
-	-	-	611,067	430,293	643,710
4,382,577	4,235,575	6,927,117	6,379,300	5,443,356	5,363,656
$ 47,230,127	$ 45,608,178	$ 49,538,390	$ 49,016,405	$ 59,001,602	$ 61,260,906

HENRY COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year			
	2012	2013	2014	2015
Net (expense)/revenue:				
Governmental activities	$ (112,823,707)	$ (108,404,310)	$ (110,241,279)	$ (111,203,895)
Business-type activities	1,161,700	16,396,906	3,143,755	872,864
Total primary government net expense	$ (111,662,007)	$ (92,007,404)	$ (107,097,524)	$ (110,331,031)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes	$ 67,065,940	$ 62,637,760	$ 67,973,001	$ 67,371,942
Sales taxes	44,805,989	49,142,578	51,091,371	53,611,106
Other taxes	7,277,498	8,842,283	9,472,356	9,803,331
Unrestricted investment earnings	122,805	85,356	79,422	63,944
Transfers	301,187	302,579	214,401	(2,854,473)
Total governmental activities	119,573,419	121,010,556	128,830,551	127,995,850
Business-type activities:				
Unrestricted investment earnings	4,089	2,639	2,776	3,285
	-	-	37,377	-
Transfers	(301,187)	(302,579)	(214,401)	2,854,473
Total business-type activities	(297,098)	(299,940)	(174,248)	2,857,758
Total primary government	$ 119,276,321	$ 120,710,616	$ 128,656,303	$ 130,853,608
Change in Net Position				
Governmental activities	$ 6,749,712	$ 12,606,246	$ 18,589,272	$ 16,791,955
Business-type activities	864,602	16,096,966	2,969,507	3,730,622
Total primary government	$ 7,614,314	$ 28,703,212	$ 21,558,779	$ 20,522,577

(1) Significant increase in expenditures, Governmental Activities-General Government, for fiscal year 2009 is due to payments to municipalities within the County in accordance with the 2008 Special Purpose Local Option Sales Tax resolution.

(2) Increase in 2010 program revenues was substantially due to the ARRA funding provided for various projects.

Fiscal Year					
2016	2017	2018	2019	2020	2021
$ (123,190,772)	$ (131,471,764)	$ (140,957,430)	$ (156,710,602)	$ (151,735,196)	$ (172,103,980)
1,032,368	822,271	2,574,730	1,194,651	(1,029,938)	(2,543,064)
$ (122,158,404)	$ (130,649,493)	$ (138,382,700)	$ (155,515,951)	$ (152,765,134)	$ (174,647,044)
$ 75,180,445	$ 81,982,432	$ 82,812,154	$ 90,243,816	$ 95,705,448	$ 101,823,619
55,524,606	57,191,007	57,857,266	71,892,902	79,071,213	100,179,825
10,650,358	11,405,368	11,915,652	13,880,364	14,484,413	15,196,834
75,862	320,454	677,993	2,546,505	1,479,313	146,750
301,000	301,187	63,714	301,000	125,122	225,000
141,732,271	151,200,448	153,326,779	178,864,587	190,865,509	217,572,028
2,429	4,072	17,808	1,917	24,644	362
-	-	-	-	-	-
(301,000)	(301,187)	(63,714)	(301,000)	(125,122)	(225,000)
(298,571)	(297,115)	(45,906)	(299,083)	(100,478)	(224,638)
$ 141,433,700	$ 150,903,333	$ 153,280,873	$ 178,565,504	$ 190,765,031	$ 217,347,390
$ 18,541,499	$ 19,728,684	$ 12,369,349	$ 22,153,985	$ 39,130,313	$ 45,468,048
733,797	525,156	2,528,824	895,568	(1,130,416)	(2,767,702)
$ 19,275,296	$ 20,253,840	$ 14,898,173	$ 23,049,553	$ 37,999,897	$ 42,700,346

HENRY COUNTY, GEORGIA

FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	2012	2013	2014	2015
General Fund				
Nonspendable:				
Prepaids	$ 374,262	$ 292,008	$ 217,283	$ 280,807
Inventories	-	-	190,966	230,202
Advances to other funds	4,071,741	5,287,840	3,155,660	-
Restricted:				
Capital projects			1,403,537	491,504
Public safety purposes	20,973	17,808	17,808	17,808
Planning and zoning	-	-	-	-
Fire department	-	-	-	-
Assigned	-	-	3,016,357	194,980
Unassigned	31,756,420	31,764,728	35,501,521	41,608,532
Total General Fund	$ 36,223,396	$ 37,362,384	$ 43,503,132	$ 42,823,833
All Other Governmental Funds				
Nonspendable:				
Prepaids	$ -	$ -	$ -	$ 75,600
Inventories	-	-	-	-
Restricted:				
Capital projects	47,575,333	36,067,022	33,671,548	35,445,110
Housing and development	-	-	497,567	515,012
Federal and State grants	2,085,169	2,262,425	2,101,730	961,843
Citizen welfare	1,285,148	1,230,591	1,177,312	599,576
Law enforcement purposes	5,541,681	5,872,055	4,851,228	4,290,367
Public safety purposes	5,896,612	4,264,629	4,851,291	5,765,945
Debt service	18,318,820	18,632,934	18,876,436	19,120,465
Intergovernmental	-	-	-	-
Unassigned:				
Special revenue funds	-	-	(43,261)	(317,597)
Capital projects funds	(2,762,763)	(4,910,973)	-	-
Total all other governmental funds	$ 77,940,000	$ 63,418,683	$ 65,983,851	$ 66,456,321

Fiscal Year						
2016	2017	2018	2019	2020	2021
$ 189,707	$ 224,939	$ 282,862	$ 1,077,521	$ 432,778	$ 483,467
260,205	280,729	158,982	251,213	178,371	154,576
-	-	-	-	-	-
597,154	593,000	1,240,528	3,755,800	4,197,566	4,197,566
17,808	17,808	17,808	22,972	-	-
-	-	-	-	-	-
-	-	-	-	12,749	12,749
5,615,482	5,783,748	12,448,233	1,009,312	-	-
45,440,368	56,244,935	53,519,303	74,279,873	87,366,823	111,299,475
$ 52,120,724	$ 63,145,159	$ 67,667,716	$ 80,396,691	$ 92,188,287	$ 116,147,833
$ 37,800	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	330,340
73,422,136	63,512,294	49,705,561	38,145,488	61,832,433	129,323,172
561,771	669,264	777,182	1,213,403	1,688,990	933,585
1,156,552	399,718	256,230	259,930	257,670	1,115,166
949,656	798,169	539,310	-	-	-
3,353,658	2,621,118	2,074,828	1,926,409	2,487,475	4,207,763
6,682,787	7,598,487	8,342,547	7,724,631	8,550,890	9,199,565
4,383,409	4,381,000	8,559,400	8,562,750	-	7,026,250
-	14,798,767	11,739,668	-	-	-
(255,754)	(497,114)	(897,335)	(1,280,963)	(2,790,520)	(603,738)
-	-	-	-	-	-
$ 90,292,015	$ 94,281,703	$ 81,097,391	$ 56,551,648	$ 72,026,938	$ 151,532,103

HENRY COUNTY, GEORGIA

CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	2012	2013	2014	2015
Revenues				
Taxes	$ 120,367,567	$ 120,875,692	$ 129,960,585	$ 129,946,751
Licenses and permits	1,746,290	1,782,488	2,478,957	3,342,798
Intergovernmental	11,128,485	15,527,987	12,270,254	11,905,814
Charges for services	13,248,419	14,337,943	16,157,841	17,300,085
Fines and forfeitures	8,969,504	6,323,064	5,338,546	6,334,417
Investment income	208,600	114,916	103,533	80,754
Contributions	65,416	218,557	176,882	169,162
Miscellaneous	1,906,379	1,847,551	1,981,956	3,923,290
Total revenues	$ 157,640,660	$ 161,028,198	$ 168,468,554	$ 173,003,071
Expenditures				
General government	$ 15,051,731	$ 14,284,302	$ 14,396,316	$ 15,346,942
Judicial	15,007,861	14,497,032	14,729,088	14,723,977
Public safety	63,053,313	61,873,370	61,683,411	66,892,442
Public works	8,081,124	7,573,243	7,236,563	11,888,381
Health and welfare	5,731,958	5,659,113	5,899,710	4,880,925
Culture and recreation	6,538,889	5,522,185	5,172,911	5,439,156
Housing and development	5,652,700	4,992,210	8,085,404	11,720,659
Intergovernmental	2,412,181	2,951,666	3,264,382	2,354,873
Capital outlay	39,907,052	30,750,262	12,886,361	11,110,932
Debt service:				
Principal retirement	21,881,414	23,073,807	23,870,927	23,492,183
Interest and fiscal charges	4,921,323	4,109,729	3,317,296	2,543,420
Issuance costs	-			
Total expenditures	188,239,546	175,286,919	160,542,369	170,393,890
Excess (deficiency) of revenues over (under) expenditures	(30,598,886)	(14,258,721)	7,926,185	2,609,181

(Continued)

Fiscal Year					
2016	2017	2018	2019	2020	2021
$ 141,518,030	$ 150,678,742	$ 152,710,036	$ 174,760,934	$ 189,267,960	$ 217,439,463
4,035,859	5,076,445	5,264,626	3,380,254	5,128,547	5,293,386
13,067,370	8,730,112	6,733,685	3,936,212	6,346,586	23,069,634
17,742,126	18,041,262	19,719,268	24,158,693	26,920,789	24,338,488
5,826,167	6,085,039	5,998,702	6,702,675	6,395,748	5,446,353
122,674	431,345	872,316	2,546,505	2,305,528	188,078
55,561	19,227	41,323	66,544	37,596	90,901
4,072,809	3,677,113	4,396,708	3,723,932	2,881,105	3,097,565
$ 186,440,596	$ 192,739,285	$ 195,736,664	$ 219,275,749	$ 239,283,859	$ 278,963,868
$ 16,141,411	$ 17,872,200	$ 18,030,302	$ 20,626,120	$ 22,170,724	$ 22,877,668
15,116,597	15,867,789	16,261,786	17,920,123	19,418,808	19,414,400
70,829,859	71,553,175	78,747,725	94,077,401	101,701,911	111,850,827
10,747,741	10,348,783	10,528,258	8,112,097	11,883,423	12,601,517
4,882,143	5,251,452	5,265,719	6,500,055	6,694,087	7,041,022
5,861,528	6,244,639	6,903,675	7,156,680	7,564,640	7,581,095
14,276,338	10,193,473	8,188,140	5,565,727	5,032,562	5,508,309
6,297,008	7,812,021	8,020,676	6,344,201	7,071,593	97
17,468,408	23,821,687	43,089,861	27,327,482	20,921,939	33,094,815
23,016,736	7,178,756	7,546,521	12,321,904	13,103,115	10,659,172
2,088,994	1,991,406	1,919,189	1,335,555	876,860	2,134,340
391,757	143,059	-	-	-	-
187,118,520	178,278,440	204,501,852	207,287,345	216,439,662	232,763,262
(677,924)	14,460,845	(8,765,188)	11,988,404	22,844,197	46,200,606

HENRY COUNTY, GEORGIA

CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	2012	2013	2014	2015
Other Financing Sources (Uses)				
Capital leases/financed purchases	$ 5,559,590	$ 569,151	$ -	$ -
Issuance of bonds	-	-	-	-
Premium on bonds	-	-	-	-
Payments to escrow agent	-	-	-	-
Issuance of certificates of participation	-	-	-	-
Premium on certificates of participation	-	-	-	-
Transfers in	33,096,106	33,109,231	38,694,400	28,336,995
Transfers out	(32,794,919)	(32,806,652)	(38,479,999)	(31,191,468)
Proceeds from sale of capital assets	63,500	4,662	142,615	38,463
Total other financing sources (uses)	5,924,277	876,392	357,016	(2,816,010)
Net change in fund balances	$ (24,674,609)	$ (13,382,329)	$ 8,283,201	$ (206,829)
Debt service as a percentage of noncapital expenditures	7.6%	17.5%	18.3%	20.3%

(1) The County issued $29.63 million in general obligation bonds in fiscal year 2015.
(2) The County issued $9.645 million in revenue bonds in fiscal year 2016.

Fiscal Year						
2016	2017	2018	2019	2020	2021
$ -	$ -	$ -	$ 1,647,805	$ 4,150,000	$ 2,142,084
29,630,000 [1]	9,645,000 [2]	-	-	-	30,000,000
3,785,757	707,285	-	-	-	3,914,339
-	(10,203,708)	-	-	-	-
-	-	-	-	-	17,000,000
-	-	-	-	-	3,310,356
7,618,766	12,533,308	12,004,422	9,746,511	11,099,072	21,443,994
(7,317,766)	(12,232,121)	(11,940,708)	(9,445,511)	(10,973,950)	(21,218,994)
93,752	103,514	39,719	204,638	147,567	474,227
33,810,509	553,278	103,433	2,153,443	4,422,689	57,066,006
$ 33,132,585	$ 15,014,123	$ (8,661,755)	$ 14,141,847	$ 27,266,886	$ 103,266,612
16.3%	6.0%	5.8%	7.7%	7.5%	6.6%

HENRY COUNTY, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Real Property		Personal Property	
	Residential Property	Commercial Property	Motor Vehicles	Other [1]
2012	$ 3,761,782,236	$ 2,289,954,941	$ 458,020,740	$ 9,796,885
2013	3,022,034,746	2,386,381,854	478,457,190	8,195,509
2014	3,034,741,148	2,426,561,125	495,286,040	8,991,946
2015	3,571,245,625	2,538,835,322	407,309,750	8,692,776
2016	3,983,559,997	2,685,707,573	305,971,820	8,775,263
2017	4,435,554,023	2,925,492,842	227,952,810	8,001,091
2018	4,847,645,599	3,040,284,134	169,265,750	7,105,668
2019	5,260,890,366	4,547,355,794	126,596,220	6,896,749
2020	5,810,657,562	3,654,097,770	104,696,750	7,872,371
2021	6,357,713,749	3,786,983,136	85,403,900	8,190,127

Source: Henry County Tax Commissioner

[1] Includes Heavy Equipment, Mobile Homes and Timber.

Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
$ 1,257,127,218	$ 5,262,427,584	11.75	$ 13,156,068,960	40%
1,254,042,188	4,641,027,111	14.50	11,602,567,778	40%
1,250,359,481	4,715,220,778	14.50	11,788,051,945	40%
1,308,650,163	5,217,433,310	14.30	13,043,583,275	40%
1,329,555,852	5,654,458,801	13.87	14,136,147,003	40%
1,417,330,098	6,179,670,668	12.73	15,449,176,670	40%
1,502,301,571	6,561,999,580	12.73	16,404,998,950	40%
2,825,608,811	7,116,130,318	12.73	17,790,325,795	40%
2,086,430,196	7,490,894,257	12.73	18,727,235,643	40%
2,278,767,029	7,959,523,883	12.73	19,898,809,708	40%

HENRY COUNTY, GEORGIA

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(rate per $1,000 of assessed value)

	Fiscal Year			
	2012	2013	2014	2015
Henry County rates				
Maintenance & Operations				
Unincorporated	18.52	18.71	18.39	17.65
Insurance Reduction [1]	-	-	-	-
Municipal rates				
McDonough [2]	4.39	4.39	4.38	4.92
Stockbridge	-	-	-	-
Hampton	-	-	-	-
Locust Grove	-	-	-	-
LOST Reduction	(4.02)	(4.21)	(4.09)	(3.78)
Police Protection	1.91	1.94	1.92	1.79
Fire Protection	1.02	0.68	0.60	0.57
Planning and Development	0.14	0.10	0.02	0.01
Water Authority	2.00	2.00	2.00	2.00
Hospital Authority	-	-	-	-
Recreation SSD	-	-	-	-
Fire SSD	-	-	-	-
Police SSD	-	-	-	-
Unincorporated SSD	-	-	-	-
Board of Education				
Maintenance and Operations	20.00	20.00	20.00	20.00
Debt Service	3.63	3.63	3.63	3.63
State of Georgia	0.20	0.15	0.10	0.05
Total Unincorporated	40.33	40.28	40.03	39.55
Total Municipalities [3] [4]				
McDonough	41.65	41.58	41.32	42.10
Stockbridge	40.33	40.28	40.03	39.55
Hampton	38.34	38.29	38.04	37.76
Locust Grove	38.28	38.08	37.83	37.75
Total Direct Tax Rate	14.50	14.50	14.30	13.87

Source: Henry County Tax Commissioner

(1) Insurance reduction is applied only to unincorporated rates.

(2) Fire protection included in City of McDonough rate.

(3) Beginning in 2000, all cities except Stockbridge received a reduction for police services.

(4) Beginning in 2006, the cities of McDonough and Hampton received a reduction for planning and development services.

Fiscal Year					
2016	2017	2018	2019	2020	2021
16.45	16.28	16.15	15.95	12.04	12.36
-	-	-	-	-	-
4.56	4.30	4.08	3.81	3.81	3.62
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(3.71)	(3.55)	(3.42)	(3.21)	(3.25)	(3.57)
1.89	1.68	1.81	1.55	-	-
0.56	0.50	0.62	0.57	-	-
0.02	-	-	0.01	-	-
2.00	2.00	2.00	2.00	2.00	2.00
-	-	-	-	-	-
-	-	-	-	0.69	0.69
-	-	-	-	1.11	1.11
-	-	-	-	1.82	1.82
-	-	-	-	0.33	0.33
20.00	20.00	20.00	20.00	20.00	20.00
3.63	3.63	3.63	3.63	3.63	3.63
-	-	-	-	-	-
38.36	38.36	38.36	38.36	38.36	38.36
40.45	40.48	40.01	40.04	38.91	38.72
38.36	38.36	38.36	38.36	38.03	38.03
36.48	36.68	36.55	36.81	36.21	36.21
36.46	36.68	36.55	36.81	36.21	36.21
12.73	12.73	12.73	12.73	12.73	12.73

HENRY COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

	2021		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Henry Co Development Authority	$ 99,063,444	1	1.24 %
Georgia Power Company	55,383,970	2	0.70
Luxottica NA Distribution LLC	144,609,458	3	1.82
Norfolk Southern Combined	28,712,273	4	0.36
CPUS Lamber Farms LP	28,303,480	5	0.36
US Industrial REIT	26,680,000	6	0.34
ICON DP WH ATL Owner Pool 5 GA/FL LLC	26,000,000	7	0.33
PNK S2 LLC	26,176,720	8	0.33
Fairfield McDonough LLC	25,200,000	9	0.32
Big Box Property Owner A LLC	24,790,800	10	0.31
Inland Western McDonough			
Cardinal Health 110, INC			
Trees of Avalon, LLC			
Kens Foods, INC			
Georgia Transmission Corp			
Prologis NA2 US LLC			
Totals	$ 484,920,145		6.11 %

The fiscal year 2021 total taxable assessed value is:	7,959,523,883
The fiscal year 2012 total taxable assessed value is:	5,262,427,584

Source: Henry County Tax Commissioner

Note: Several taxpayers pay varying millage rates which can account for higher assessed value, but less tax.

	2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
$	35,260,440	1	0.67 %
	32,696,007	2	0.62
	-		
	20,238,870	5	0.38
	19,965,960	6	0.38
	18,897,760	3	0.36
	47,245,598	4	0.90
	17,504,465	7	0.33
	27,568,447	8	0.52
	16,750,044	9	0.32
	14,924,520	10	0.28
$	251,052,111		4.76 %

HENRY COUNTY, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2012	$ 190,525,178	$ 181,582,275	95.3 %
2013	171,146,444	165,774,289	96.9
2014	172,499,793	167,977,729	97.4
2015	193,276,894	188,413,250	97.5
2016	212,123,295	208,089,985	98.1
2017	227,730,138	223,762,249	98.3
2018	244,488,313	238,793,983	97.7
2019	267,182,391	258,913,367	96.9
2020	284,195,037	279,539,263	98.4
2021	302,661,567	299,153,278	98.8

Source: Henry County Tax Commissioner

Collections in Subsequent Years	Total Collections to Date	
	Amount	Percentage of Levy
$ 8,481,108	$ 190,063,383	99.8 %
5,372,155	171,146,444	100.0
4,084,658	172,062,387	99.7
3,376,296	191,789,546	99.2
3,294,368	211,384,353	99.7
3,583,226	227,345,475	99.8
1,333,771	240,127,754	98.2
2,550,442	261,463,809	97.9
2,269,603	281,808,866	99.2
3,066,603	302,219,881	99.9

HENRY COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Bonded Debt General Obligation Bonds	Percentage of Actual Property Value (1)	Per Capita (2)
2012	$ 55,959,818	0.43 %	$ 267
2013	37,599,907	0.32	178
2014	18,695,000	0.16	87
2015	33,118,399	0.25	151
2016	29,096,063	0.21	130
2017	25,050,527 (4)	0.16	109
2018	16,791,665	0.10	72
2019	8,450,262	0.05	35
2020	-	-	-
2021	27,870,500	0.14	113

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

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for personal income and population data.

(3) The County implemented GASB 61 requiring the inclusion of the Development Authority as a blended component unit.

(4) The County issued $29.63 million of general obligation bonds in fiscal year 2015.

Other Governmental Activities Debt					
Revenue Bonds	Capital Lease Obligations/Financed Purchases	Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)
$ -	$ 46,598,728	$ 102,558,546	1.57 %	$ 490
-	40,372,801	77,972,708	1.14	369
12,186,000	22,882,032	53,763,032	0.82	251
12,186,000 (3)	18,560,296	63,864,695	0.88	292
12,351,201	14,537,452	55,984,716	0.77	250
10,464,671	11,852,995	47,368,193	0.63	207
8,606,301	12,074,020	37,471,986	0.44	160
6,780,519	10,870,437	26,101,218	0.29	108
4,986,817	11,787,351	16,774,168	0.18	68
23,294,265	10,065,008	61,229,773	0.58	248

HENRY COUNTY, GEORGIA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (2)	Bonded Debt Per Capita (3)
2012	$ 55,959,818	$ 18,632,934	$ 37,326,884	0.28%	178
2013	37,599,907	18,876,436	18,723,471	0.16%	89
2014	18,695,000	18,695,000	-	0.00%	-
2015	33,118,399	4,383,409	28,734,990	0.22%	131
2016	29,096,063	4,381,000	24,715,063	0.17%	111
2017	25,050,527	8,559,400	16,491,127	0.11%	72
2018	16,791,665	8,561,000	8,230,665	0.05%	35
2019	8,450,262	8,562,750	(112,488)	0.00%	-
2020	-	-	-	0.00%	-
2021	27,870,500	7,026,250	20,844,250	0.10%	84

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

(1) Presented net of original issuance discounts and premiums.
(2) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.
(3) See the Schedule of Demographic and Economic Statistics for personal income and population data.

HENRY COUNTY, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2012	2013	2014	2015
Debt limit	$ 526,242,758	$ 464,102,711	$ 471,522,078	$ 521,743,331
Total net debt applicable to limit	55,959,818	37,599,907	18,695,000	33,118,399
Legal debt margin	$ 470,282,940	$ 426,502,804	$ 452,827,078	$ 488,624,932
Total net debt applicable to the limit as a percentage of debt limit	10.63%	8.10%	3.96%	6.35%

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

Fiscal Year					
2016	2017	2018	2019	2020	2021
$ 565,445,880	$ 617,967,067	$ 656,199,958	$ 711,613,032	$ 749,089,426	$ 795,952,388
29,096,063	25,050,527	16,791,665	8,450,262	-	27,870,500
$ 536,349,817	$ 592,916,540	$ 639,408,293	$ 703,162,770	$ 749,089,426	$ 768,081,888
5.15%	4.05%	2.56%	1.19%	0.00%	3.50%

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value	$ 7,959,523,883
Debt limit (10% of assessed value)	795,952,388
Debt applicable to limit:	
General obligation bonds	27,870,500
Less: Amount set aside for repayment of General obligation debt	-
Total net debt applicable to limit	27,870,500
Legal debt margin	$ 768,081,888

HENRY COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal income (amounts expressed in thousands) (2)	Per Capita Personal Income	Median Age (3)	School Enrollment (4)	Unemployment Rate (5)
2012	209,500	$ 6,548,536	$ 31,509	35.3	40,290	9.5 %
2013	211,300	6,810,478	32,578	35.3	40,440	8.1
2014	214,500	6,596,125	31,242	35.6	41,000	7.5
2015	218,700	7,224,263	33,779	36.5	41,000	6.1
2016	223,600	7,224,263	33,779	36.0	42,000	5.1
2017	229,000	7,549,198	34,671	36.3	39,500	5.0
2018	234,800	8,540,563	37,821	36.5	42,000	3.5
2019	240,900	9,021,034	39,184	36.7	42,000	3.1
2020	246,800	9,425,057	40,182	36.7	43,000	7.3
2021	246,800	10,477,246	43,812	37.0	42,008	4.4

(1) **Source:** Bureau of Economic Analysis: Regional Data, Atlanta Regional Commission 2020
(2) **Source:** Bureau of Economic Analysis
(3) **Source:** Bureau of Economic Analysis
(4) **Source:** Henry County Board of Education
(5) **Source:** Georgia Department of Labor

NOTE: 2011 and 2012 per capita and personal income are estimates based on past regional trends.

HENRY COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

	2021		
Employer	Employees (1)	Rank	Percentage of Total County Employment (2)
Henry County Schools	4,950	1	4.03 %
Luxottica Retail Group	2,000	2	1.63
Henry County Government	1,818	3	1.48
Piedmont Henry Hospital	1,800	4	1.46
Federal Aviation Administration	1,000	5	0.81
PVH Corp	1,000	6	0.81
Home Depot Direct Fulfillment Center	780	7	0.63
Carter's Inc.	635	8	0.52
Georgia Power Customer Care Center	550	9	0.45
Ken’s Foods, Inc.	500	10	0.41
Wal-Mart Supercenter			
Briggs & Stratton fka Snapper			
Symcor			
Southern States, Inc.			
Totals	15,033		12.23 %

(1) **Source:** Henry County Development Authority

(2) **Source:** U.S. Bureau of Labor Statistics, Georgia Department of Labor, workforce - 112,535 (September 2020)

2012		
Employees (1)	Rank	Percentage of Total County Employment (2)
4,800	1	4.98 %
325	10	0.34
1,595	3	1.66
1,645	2	1.71
800	5	0.83
592	6	0.61
1,373	4	1.43
578	7	0.60
500	8	0.52
400	9	0.42
12,608		13.10 %

HENRY COUNTY, GEORGIA

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

	Fiscal Year			
	2012	2013	2014	2015
Function				
General Government	591	411	541	440
Public Safety and				
Police & Sheriff				
Officers	281	328	270	402
Civilians	57	53	49	53
Corrections	162	162	163	163
Fire				
Firefighters	242	270	268	267
Civilians	27	12	12	11
Highways and streets				
Engineering	16	15	15	12
Maintenance	66	68	75	86
Social services	82	62	93	101
Culture and recreation	58	36	72	73
Total	1,582	1,417	1,558	1,608

Source: Department of Community Affairs Annual Survey of Government Employment for March of each year.

Fiscal Year					
2016	2017	2018	2019	2020	2021
436	469	443	445	533	549
424	419	426	382	461	478
51	53	54	51	57	52
163	166	153	151	142	133
273	310	332	346	359	360
10	11	11	11	11	11
16	14	10	10	12	11
84	64	73	71	80	67
95	95	112	94	126	120
63	76	82	35	103	94
1,615	1,677	1,696	1,596	1,884	1,875

HENRY COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN CALENDAR YEARS

	Calendar Year			
	2012	2013	2014	2015
Function				
Police				
Physical arrest	5,556	5,986	5,947	5,541
Parking violations	44	31	46	122
Traffic violations	50,492	71,254	67,553	58,560
Fire				
Calls answered	23,902	22,497	22,364	23,518
Inspections	7,335	6,731	5,678	6,502
Highways and streets				
Street resurfacing	40	34	20	12
Culture and recreation				
Athletic field permits issued	193,575	193,698	207,634	40,272
Community center admissions	58,518	42,803	42,677	105,124

NOTES: Indicators are not available for the general government function.
Departments maintain statistical information on a calendar-year basis.

Sources: Various County Departments.

Calendar Year					
2016	2017	2018	2019	2020	2021
5,688	4,861	4,369	4,416	2,252	3,782
45	32	39	11	1	2
51,233	42,438	32,930	29,067	15,267	13,109
25,082	26,508	26,566	28,829	27,212	33,537
5,178	7,466	6,199	4,041	3,482	2,322
19	19	23	6	7	12
39,054	36,306	41,021	36,946	18,455	21,694
196,370	187,815	218,190	208,969	153,518	106,097

HENRY COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2012	2013	2014	2015
Function/Program				
Police				
Stations	4	3	3	3
Patrol Units	196	314	310	311
Patrol Zones	20	20	20	20
Fire Stations	13	13	13	13
Public Works				
Streets (miles)	1,238	1,237	1,238	1,238
Traffic Signals	32	35	35	35
Culture and Recreation				
Park Acreage	1,271	1,271	1,271	1,271
Playgrounds	33	33	33	33
Baseball/Softball Diamonds	73	73	73	73
Soccer/Football Fields	33	33	33	33
Community Centers	10	10	10	10

NOTE: No capital asset indicators are available for the general government function.
Street miles only includes County maintained roads.

Source: Various County Departments.

Fiscal Year					
2016	2017	2018	2019	2020	2021
3	3	3	3	3	3
311	311	290	226	223	330
20	20	20	20	20	20
13	14	16	16	16	16
1,239	1,244	1,246	1,249	1,249	1,249
37	37	38	43	41	41
1,283	1,283	1,283	1,444	1,444	1,444
33	34	34	34	34	34
73	73	73	74	74	74
33	33	33	33	33	33
10	11	11	11	11	11