LUMPKIN COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2019

Prepared By:
The Lumpkin County Office of Financial Administration

INTRODUCTORY SECTION

LUMPKIN COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2019

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June 26, 2020

To the Citizens of Lumpkin County, Georgia:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we are pleased to present to you the Comprehensive Annual Financial Report (CAFR) of Lumpkin County, Georgia for the fiscal year ended December 31, 2019.

This report consists of management's representations concerning the finances of Lumpkin County and was prepared by the Office of Financial Administration. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the 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 compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. The County's comprehensive framework of internal controls is designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatements. We believe the data is presented in a manner which fairly sets forth the financial position and results of operations of the County as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain a comprehensive understanding of the County's financial activity have been included.

The County's financial statements have been audited by Mauldin & Jenkins LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2019, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Lumpkin County, Georgia's financial statements for the fiscal year ended December 31, 2019, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

As a recipient of federal and state financial assistance, the County is also responsible for ensuring that adequate internal controls are in place to assure compliance with applicable laws and regulations related to those programs. Thus, internal controls are subject to periodic evaluation by management.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

General Information on Lumpkin County

Lumpkin County was officially established on December 3, 1832. Named in honor of Wilson Lumpkin, who served in both state houses, as governor, and in the U.S. House of Representatives and Senate. The County was carved out of what were then Cherokee, Hall and Habersham Counties.

Resting in the foothills of the Appalachian Mountains, Lumpkin County is 285 square miles in area, approximately 44% of which is located within the Chattahoochee National Forest. The population of the County has grown by 29% over the past ten years with a current 2019 census population estimate of 33,610.

In 1836, the Old Courthouse was built in the center of Dahlonega and is today the oldest public building in North Georgia. Also, in 1836 the U.S. government opened one of the first Federal Branch Mints in Dahlonega. More than $6 million in gold coins were minted at the site that was later to become University of North Georgia's Price Memorial Hall (the original mint building was burned to the foundation in 1878). The University was one of the first Federal Land Grant colleges and is to this day one of the premier military institutions in the nation.

Government Structure

Prior to January 1, 2005, Lumpkin County's Charter set forth a Sole Commissioner form of government under which the Commissioner was elected to serve as the executive and legislative body for the County.

The form of government was changed to a five-person Board of Commissioners, effective January 1, 2005. The Board is comprised of four members that live in a specific district but are elected by voters countywide. Terms for the Board of Commissioners are staggered, so as to provide some continuity on the board. The Chairman is elected by voters countywide to serve a four-year term. Each year, the members of the Board elect one of their own to serve as vice-chairman for the coming year. A County Manager, appointed by the Board of Commissioners, serves as the administrative head of Lumpkin County Government.

The County Manager provides direction to department heads and managers to implement policies set forth by the Board of Commissioners.

The citizens also elect other officials, such as the Tax Commissioner, Sheriff, Magistrate Court Judge, Probate Court Judge, Superior Court Judges, Clerk of Courts, Coroner and County Surveyor.

The County provides a full range of services, including police and fire protection, the construction and maintenance of highways, streets and other infrastructure, and recreational facilities.

The County maintains budgetary controls to ensure compliance with the annual appropriated budget approved by the Lumpkin County Board of Commissioners and State law. Annual appropriated budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, debt service fund, and all special revenue funds. Project-length budgets are adopted for all capital projects funds. Annual operating budgets are not legally required for enterprise funds, but are prepared for use in planning, control and evaluation purposes. Budgetary control is essential to good financial management and the County has established a legacy of balanced budgets and good budgetary control. For each fund, financing sources are identified for all expenditures/expenses. The level of budgetary control (the level at which expenditures cannot legally exceed the approved budget) is established at the department level. The County does not currently use an encumbrance system under which purchase orders, contracts or other commitments for goods and services not yet received would be recorded as a reservation of fund balance. Instead, such commitments are re-budgeted each year.

Prior to January 1, 2005, the Sole Commissioner, the Director of Finance, and the Budget Officer acted as a Budget Committee. Subsequent to January 1, 2005, Georgia Senate Bill 58, the Act creating the Board of Commissioners, places the duty of budget preparation upon the County Manager.

Revenue and expenditure estimates are prepared by the responsible department and presented to the Budget Committee/County Manager in hearings open to the public. The Budget Committee/County Manager reviews the budget requests and makes decisions regarding the proposed budget. The proposed budget is presented to interested citizens during a public hearing. The Board of Commissioners then adopts the final budget at an official meeting.

Unforeseen situations may arise during the year that might require budget amendments. Department heads may request line-item budget amendments through the Finance Department, provided that the budget amendment does not increase or decrease the overall budget for that department. Any changes in department totals require approval at an official meeting by the Board of Commissioners.

Economic Condition and Outlook

Lumpkin County lies just 40 miles north of the perimeter highway that circles Atlanta, Georgia. It is also adjacent to Dawson County, which is one of the fastest growing counties in the nation. The busy State Route 400 crosses the southern portion of Lumpkin County, providing easy access for Atlanta area commuters. As the metropolitan Atlanta growth moves northward, Lumpkin County is now on the fringes of dense development creating a demand for residential properties. This growth also increases the demand for police and fire protection and water and sewer services.

The County's economy is based largely on a mix of tourism and related services, manufacturing, and agriculture. While the County has experienced a slight reduction in the rate of economic growth, its location and broad mix of industries has lessened the impact felt in other counties in the State. We believe that the County is poised to rebound to the growth rates experienced in prior years, as the state and national economies continue to improve.

Major Initiatives & Accomplishments

During 2019, Lumpkin County was awarded four grants for equipment totaling $21,613.

Other accomplishments during the year include:

- Resurfacing approximately 21 lane miles of County roads, using a combination of Federal, State, and local money
- Passed a TSPLOST referendum, which will provide up to $15,000,000 to be used for transportation related projects over five years
- Passed a SPLOST continuation referendum, which will be in effect from 2020 to 2026
- Revised and updated numerous County ordinances
- Began building a new library using State and local money
- Completed expansion of the Senior Center using Federal and local money
- Completed the splash pad at Yahoola Creek Park
- Continued planning for an aquatic center
- Began planning for renovations to the old library to be used as a planning & development building.

Financial Policies

The Finance Department strives to keep current with recommendations on financial policies and procedures. The policies and procedures adopted by the Lumpkin County Board of Commissioners are published in the codification of county ordinances and distributed to all departments as needed. There was no significant impact to the current financial statements based on adopted policies or procedures.

Acknowledgements

The preparation, design and publication of this Comprehensive Annual Financial Report could not have been accomplished without the efficient and dedicated service of the entire finance office staff. We would also like to express our appreciation and thanks to the firm of Mauldin & Jenkins, LLC. The firm's dedication to the highest standard of governmental accounting and auditing and strong support of the finance office staff throughout the year has proven to be extremely beneficial.

Sincere appreciation also goes to the various elected officials, and county department directors for their assistance and positive attitude throughout the year in matters pertaining to the financial affairs of the County.

We would also like to thank local photographer Jack Anthony for generously allowing us to use his photographs in this document.

Finally, we thank the Board of Commissioners for their support and direction in conducting the financial affairs of the County in a responsible manner.

Respectfully submitted,

Stanley J. Kelley
County Manager

Abby C. Branan
Director of Finance and Purchasing

LIST OF OFFICIALS
LUMPKIN COUNTY, GEORGIA

COMMISSIONER'S OFFICE

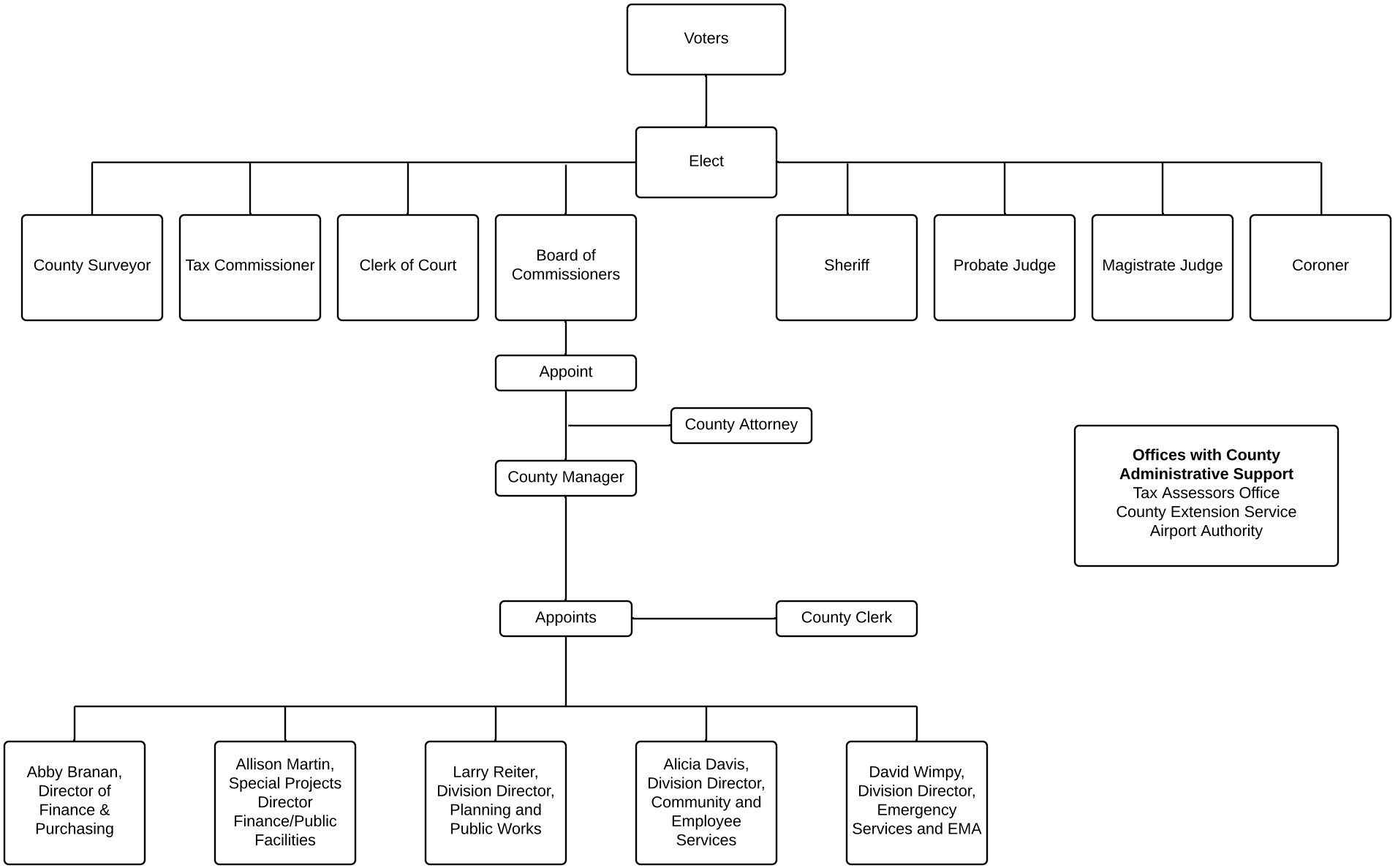
Chris Dockery	**Chairman**
David Miller	**District 1**
Bobby Mayfield	**District 2**
Rhett Stringer	**District 3**
Jeff Moran	**District 4**
Stanley J. Kelley	**County Manager**
Melissa Witcher	**County Clerk**

DEPARTMENT DIRECTORS

Abby C. Branan	**Finance**
Alicia Davis	**Human Resources**
Wade Chandler	**Parks & Recreation**
Larry Reiter	**Public Works/County Engineer**
Bruce Georgia	**Planning**
Linda Kirkpatrick	**Senior Center**
Danny Ziemer	**Chief Appraiser**
Ashley Peck	**Registrar**
Wayne Marshall	**Animal Shelter**
David Wimpy	**Emergency Management**
C. Allison Martin	**Special Projects**

JUDICIAL & OTHER ELECTED OFFICIALS

Rita Harkins	**Clerk of Court**
Michael Chastain	**Probate Judge**
Randy Pruitt	**Magistrate Judge**
Jeff Langley	**District Attorney**
Raymond George	**Chief Superior Court Judge**
Joy Parks	**Superior Court Judge**
Vacant	**Superior Court Judge**
Jeremy Clough	**Juvenile Court Judge**
Rachel Pruitt	**Tax Commissioner**
Stacy Jarrard	**Sheriff**
Jim Sheppard	**Coroner**
John Gaston	**County Surveyor**


Voters
Elect
County Surveyor
Tax Commissioner
Clerk of Court
Board of Commissioners
Sheriff
Probate Judge
Magistrate Judge
Coroner
Appoint
County Attorney
County Manager
Offices with County Administrative Support
Tax Assessors Office
County Extension Service
Airport Authority
Appoints
County Clerk
Abby Branan, Director of Finance & Purchasing
Allison Martin, Special Projects Director Finance/Public Facilities
Larry Reiter, Division Director, Planning and Public Works
Alicia Davis, Division Director, Community and Employee Services
David Wimpy, Division Director, Emergency Services and EMA

FINANCIAL SECTION

MAULDIN & JENKINS
CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
of Lumpkin County, Georgia
Dahlonega, 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 **Lumpkin County, Georgia** (the "County"), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise Lumpkin 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 Lumpkin County Department of Public Health or the Development Authority of Lumpkin County, which represents 18 percent, 13 percent, and 32 percent, 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 Lumpkin County Department of Public Health and the Development Authority of Lumpkin County, 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 policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lumpkin County, Georgia as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 17, Lumpkin County, Georgia implemented Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, as of January 1, 2019. This standard significantly changed the accounting for Lumpkin County, Georgia's activities previously reported as fiduciary 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, the General Fund budgetary comparison schedule, the schedule of changes in the County's net pension liability and related ratios and the schedule of County contributions, as listed in the table of contents, 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 Lumpkin County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules, the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200*, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the schedule of expenditures of transportation special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-249, and the schedule of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-121, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules, schedule of expenditures of federal awards, schedule of expenditures of transportation special purpose local option sales tax proceeds and schedule of expenditures of special purpose local option sales tax proceeds (collectively "the supplementary information") are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is 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 have also issued our report dated June 26, 2020, on our consideration of Lumpkin County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 the County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 26, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Lumpkin County's Comprehensive Annual Financial Report provides readers with a narrative overview and analysis of the County's financial performance during the fiscal year that ended on December 31, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of this report, the County's basic financial statements, and notes to the financial statements to enhance their understanding of the activities and financial health of Lumpkin County.

The County is required to present a discussion and analysis of our financial condition and performance for the year ended December 31, 2019.

Financial Highlights

- Lumpkin County's governmental activities assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at December 31, 2019 by approximately $91.2 million (*net position*). Of this amount, approximately $8.0 million (*unrestricted*) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of December 31, 2019, the governmental funds of Lumpkin County reported combined ending fund balances of approximately $14.8 million, an increase of approximately $1.7 million in comparison with the prior year ending fund balances. Approximately 54.2% of this amount, $8.0 million, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of 2019, unassigned fund balance for the general fund was approximately $8.1 million, or 41.5% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's *Basic Financial Statements*. The Basic Financial Statements contain three components: government-wide financial statements (including component unit statements), fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County's overall financial status.

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

- ***Governmental Fund Statements*** tell how *general government* services like general government, public safety, judicial system, public works, health and welfare, cultural and recreation, and housing and development were financed in the short-term as well as what remains for future spending.

- ***Proprietary Fund Statements*** offer *short-term* and *long-term* financial information about the activities the County government operates similar to a private business. The Solid Waste Fund is reported as an enterprise fund.

- ***Fiduciary Fund Statements*** provides information about *Custodial Fund* assets held by the County, which is acting solely as a *trustee or agent* for the benefit of others, to whom the resources belong.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. In addition to these required components, a section is included with combining statements that provide further detail about our non-major governmental funds, each of which are added together and presented in a single column in each of the basic financial statements.

Table A on the following page summarizes the major features of the County's financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

TABLE A

Major Features of Lumpkin County's Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Custodial Funds
Scope	Entire County government (except fiduciary funds). The County's Component Units are shown in separate columns on the required financial statements	The activities of the County that are not proprietary or fiduciary, such as general government, public safety, judicial system, public works, health and welfare, culture and recreation and housing and development	Activities the County operates similar to private business, including the Solid Waste Fund.	Instances in which the County is the trustee or agent for someone else's resources.
Required financial statements	❑ Statement of Net Position ❑ Statement of Activities	❑ Balance Sheet ❑ Statement of Revenues, Expenditures and Changes in Fund Balance	❑ Statement of Net Position ❑ Statement of Revenues, Expenses and Changes in Net Position ❑ Statement of Cash Flows	❑ Statement of Fiduciary Net Position ❑ Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting
Type of asset/ liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the County's funds do not currently contain capital assets, although they can
Type of inflow / outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All receipts and disbursements during year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the government's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. The two government-wide statements report the County's *net position* and how they have changed. Net position, the difference between the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, is one way to measure the County's financial health or current position.

- Over time, increases or decreases in the County's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County, consideration should be given to additional non-financial factors such as changes in the County's property tax base and the condition of the County's roads.

The government-wide financial statements of the County are divided into three categories:

- *Governmental activities*: Most of the County's basic services are included here, such as general government, public safety, judicial system, public works, health and welfare, culture and recreation and housing and development. Property taxes, local option sales taxes, and State and Federal grants finance most of these activities.
- *Business-type activities*: The County charges fees to customers to help cover the costs of certain services it provides. The County's only Enterprise Fund, the Solid Waste Fund is included.
- *Component units*: The County includes six other entities in its report: the Lumpkin County Health Department, the Lumpkin County Water & Sewerage Authority, Development Authority of Lumpkin County, the Lumpkin County Hospital Authority, the Lumpkin County Public Building Authority, and the Lumpkin County Airport Authority. Although legally separate, these "component units" are important because the County is financially accountable for them.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant *funds*, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and by bond covenants.
- The County establishes other funds to control and manage resources for particular purposes (i.e. Debt Service and Capital Projects Funds) or show that certain revenues are used appropriately (i.e. Special Revenue Funds).

The County has three kinds of funds:

- *Governmental funds:* Most of the County's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page of the governmental funds statement that explains the relationship (or differences) between the two types of statements.
- *Proprietary funds:* Services for which the County charges customers a fee and are expected to be largely self-supporting, are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information. The County's Enterprise Fund is classified as a business-type activity on the government-wide statements, but more detailed information is provided in the Proprietary Fund Statements, such as its cash flows.
- *Custodial funds:* Custodial funds are used to account for resources held for the benefit of parties outside the government. These balances are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

Financial Analysis of the County as a Whole

Net position. As discussed earlier, net position may serve as a useful indicator of a government's financial position. As of December 31, 2019, the County's net position was approximately $91.6 million, which is an increase of approximately $7.8 million from the prior year. Table B on the following page provides a summary of the County's Governmental and Business-type net positions for 2019 and 2018.

TABLE B

LUMPKIN COUNTY, GEORGIA'S NET POSITION
December 31, 2019 and 2018
($ in thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2019	2018	2019	2018	2019	2018
CURRENT AND OTHER ASSETS*	$29,892	$26,510	5	$8	$29,897	$26,518
CAPITAL ASSETS (net of depreciation)	89,172	83,883	652	575	89,824	84,458
TOTAL ASSETS	119,064	110,393	657	583	119,721	110,976
LONG-TERM LIABILITIES	13,807	13,338	297	318	14,104	13,656
OTHER LIABILITIES*	14,028	13,587	21	8	14,048	13,595
TOTAL LIABILITIES	27,835	26,925	318	326	28,152	27,251
NET POSITION:						
NET INVESTMENT IN CAPITAL ASSETS	77,698	71,483	652	575	78,350	72,058
RESTRICTED FOR DEBT SERVICE	67	2,034	0	0	67	2,034
RESTRICTED FOR CAPITAL PROJECTS	4,548	2,891	0	0	4,548	2,891
RESTRICTED FOR PUBLIC SAFETY ACTIVITIES	272	131	0	0	272	131
RESTRICTED FOR PLANNING	450	401	0	0	450	401
RESTRICTED FOR LAW LIBRARY OPERATIONS	53	56	0	0	53	56
RESTRICTED FOR JUDICIAL ACTIVITIES	136	183	0	0	136	183
RESTRICTED FOR TOURISM	4	7	0	0	5	7
UNRESTRICTED	8,001	6,282	(313)	(319)	8,488	5,963
TOTAL NET POSITION	$91,229	$83,468	$339	$257	$91,568	$83,724

**Current and other assets include deferred outflows of resources and other liabilities includes deferred inflows of resources*

A significant portion (85.6%) of the net position represents the *net investment in capital assets*. This includes land, buildings, machinery and equipment, and infrastructure assets, offset with associated long-term debt liabilities. Capital assets are restricted for the purpose of providing services to the citizens of Lumpkin County; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Other restricted net position components represent resources that are subject to external restrictions on how they may be used and total 6.04% of the total. Included in this category are unspent SPLOST proceeds for Debt Service Reserves (0.07% of the total), funds restricted for capital projects (4.97% of the total), public safety activities (0.30% of the total), planning (0.49% of the total), law library activities (0.06% of the total), judicial activities (0.15% of the total), and tourism (.005% of the total). The remaining 8.40% of net position represent the unrestricted portion available for the County's ongoing obligations to its citizens.

Changes in Revenues and Expenses. Table C presents the County's 2019 and 2018 revenues and expenses for Governmental and Business-type activities as they are reported in the Entity Wide Statements.

TABLE C

LUMPKIN COUNTY, GEORGIA'S CHANGES IN NET POSITION
Year Ended December 31, 2019 and 2018
($ in thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2019	2018	2019	2018	2019	2018
REVENUES:						
PROGRAM REVENUES:						
CHARGES FOR SERVICES	$5,767	$4,714	$23	$26	$5,790	$4,740
OPERATING GRANTS & CONTRIBUTIONS	1,697	1,740	0	0	1,697	1,740
CAPITAL GRANTS & CONTRIBUTIONS	3,655	929	0	0	3,655	929
GENERAL REVENUES:						
PROPERTY TAXES	12,687	12,271	0	0	12,687	12,271
SALES TAXES	8,876	6,326	0	0	8,876	6,326
OTHER TAXES	1,907	1,794	0	0	1,907	1,794
UNRESTRICTED INVESTMENT EARNINGS	280	143	0	0	280	143
TOTAL REVENUES	34,869	27,917	23	26	34,892	27,943
EXPENSES:						
GENERAL GOVERNMENT	4,423	5,420	0	0	4,423	5,420
PUBLIC SAFETY	12,746	11,310	0	0	12,746	11,310
JUDICIAL SYSTEM	2,595	2,412	0	0	2,595	2,412
PUBLIC WORKS	3,708	2,979	0	0	3,708	2,979
HEALTH & WELFARE	793	745	0	0	793	745
CULTURE & RECREATION	1,518	1,545	0	0	1,518	1,545
HOUSING & DEVELOPMENT	815	782	0	0	815	782
INTEREST	356	375	0	0	355	375
SOLID WASTE	0	0	104	167	104	167
TOTAL EXPENSES	26,954	25,568	104	167	27,058	25,735
INCREASE IN NET POSITION BEFORE TRANSFERS AND GAIN ON SALE	7,915	2,349	(81)	(141)	7,834	2,208
TRANSFERS	(164)	(142)	164	142	0	0
GAIN ON SALE OF CAPITAL ASSET	10	0	0	0	10	0
INCREASE (DECREASE) IN NET POSITION	7,761	2,207	83	1	7,844	2,208
NET POSITION, BEGINNING OF YEAR	83,468	81,261	257	256	83,724	81,516
NET POSITION, END OF YEAR	$91,229	$83,468	$339	$257	$91,568	$83,724

Governmental Activities: Governmental activities accounted for approximately $7.8 million of the excess in the County's net revenues over expenses for 2019 primarily due to the

collection of back property taxes, interest and penalties, increase in sales tax revenues, capital grants and contributions.

Business-type Activities: The County's only business-type activity, the Solid Waste Fund, is privately leased and the only revenue from this activity will be rental income.

Financial Analysis of the County's Funds

Governmental Funds Overview: Lumpkin County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the County's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the County's financing requirements. For example, 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.

At the end of 2019, Lumpkin County Governmental Funds reported a combined fund balance of approximately $14.8 million. This amount was up approximately $2 million from 2018 ending fund balance. Of the total combined fund balance, approximately 54.2% consists of *unassigned fund balance,* the portion of fund balance, which serves as a measure of current available financial resources.

The *restricted fund balance* represents resources not available for spending or those on which legal restrictions have been placed. The County's restricted fund balance makes up 36.4% of the combined total.

The General Fund and SPLOST Fund are the County's major governmental funds.

General Fund. The General Fund of Lumpkin County accounts for all transactions not accounted for in other funds. As the County's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property taxes and charges for services. The General Fund completed the year with a fund balance of $9.38 million. This was an increase from the previous year of approximately $1.88 million. Of the $9.38 million, 85.9% is unassigned while the remaining 14.1% is non-spendable or assigned.

SPLOST. This fund accounts for the 2014 SPLOST money, including earned interest, which is to be used for various capital projects as provided in Title 48, Chapter 8 of the Official Code of Georgia Annotated. At December 31, 2019, the fund balance of this fund was $3.33 million.

Proprietary Funds Overview. The Proprietary fund is used to account for activities similar to those found in the private sector where determination of net income is necessary or useful to sound financial administration. Lumpkin County has one type of Proprietary Fund, The Enterprise Fund. The County's Proprietary Fund Statements provide the same type of information found in the government-wide statements, but in more detail.

Enterprise Fund. The Enterprise Fund accounts for operations that are financed and operated in a manner similar to private business enterprises - where the costs (expenses, including depreciation) of providing goods or services to the general public are being financed or recovered primarily through user charges on a continuing basis. The Solid Waste Management Fund is the County's single enterprise fund. Total net position of the enterprise fund at the end of 2019 was approximately $339 thousand, representing an increase of approximately $83 thousand.

General Fund Budgetary Highlights

Over the course of the year, the governing authority revised the County's budget several times. The three primary reasons for amending the budget are:

- Carry forwards from the prior year's capital improvement projects that were not completed in the prior year and continued into the current year.
- Supplemental appropriations to increase revenue and expenditure accounts due to receipt of unanticipated grant revenue.
- Increases in appropriations due to unexpected needs.

Capital Assets and Debt Administration

Capital Assets

At the end of 2019, the County had acquired $89.8 million (net of accumulated depreciation) in a broad range of capital assets for its governmental and business-type activities including land, buildings, park facilities, roads, bridges, heavy machinery, vehicles and equipment, and infrastructure.

- All infrastructure assets acquired to date are included in capital assets in accordance with GASB 34 requirements.
- Additional information on the County's capital assets can be found in Note 6 of the Notes to Financial Statements.

Debt Administration

Georgia Statutes provide for a general obligation debt limit of 10.0% of assessed valuation. The County had a general obligation debt capacity of $117.0 million in 2019. The County currently has no debt subject to the limitation.

At December 31, 2019, Lumpkin County had the following approximate amounts of outstanding long-term debt:

- $6.2 million in notes payable.
- $5.7 million in intergovernmental payable to Public Building Authority, discretely presented component unit.
- $390 thousand in compensated absences.
- $294 thousand in landfill postclosure costs
- $2.9 million in net pension liability.
- Additional information on the County's long-term debt can be found in Note 8 of the Notes to Financial Statements.

Economic Factors and Next Year's Budgets and Rates

Economic conditions in the County stabilized during 2019, with minimal growth in the business sector. New housing starts were up in the County during 2019, with no real impact to the tax base and increasing demands for services. In an effort to stimulate growth of light industry and shift more of the tax burden from homeowners, a project to extend water and sewerage service was begun during 2003 and was completed during 2006 in the southern part of the County. This project has been completed and the County is beginning to see some retail growth in that area of the County.

The 2020 budget planned for an increase in tax revenues to fund a Capital Improvement Program. The budget decreased by $1.0 million, largely due to the passing of the Transportation Special Purpose Local Option Sales Tax. The County has also implemented a number of cost saving measures and is currently looking at joint ventures within the community to ease the burden placed on the operating budget.

The beginning of 2020 has presented the possibility of budget challenges with the COVID-19 pandemic. The County is preparing for potential economic impacts of the pandemic in the 2020 and 2021 budgets.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, 99 Courthouse Hill, Suite D, Dahlonega, GA 30533.

LUMPKIN COUNTY, GEORGIA

STATEMENT OF NET POSITION
DECEMBER 31, 2019

ASSETS	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Cash and cash equivalents	$ 23,824,138	$ -	$ 23,824,138	$ 2,766,654
Investments	-	-	-	1,211,273
Due from Lumpkin County Board of Education	-	-	-	3,045,000
Due from primary government	-	-	-	5,705,000
Accrued interest receivable	-	-	-	19,571
Capital lease receivable	-	-	-	1,707,140
Receivables (net of allowance for uncollectibles)	3,198,512	2,700	3,201,212	223,227
Prepaid items	552,551	2,317	554,868	23,248
Inventories	186,350	-	186,350	32,171
Restricted cash and cash equivalents	-	-	-	300,427
Due from component units	1,863	-	1,863	-
Capital assets, nondepreciable	40,892,004	192,103	41,084,107	488,261
Capital assets, depreciable, net of accumulated depreciation	48,279,571	460,339	48,739,910	6,393,687
Total assets	116,934,989	657,459	117,592,448	21,915,659
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	389,659	-	389,659	16,112
OPEB related items	-	-	-	78,309
Pension related items	1,739,078	-	1,739,078	156,276
		-		
Total deferred outflows of resources	2,128,737	-	2,128,737	250,697
LIABILITIES				
Accounts payable	979,710	19,942	999,652	38,472
Accrued liabilities	582,845	1,111	583,956	38,959
Customer deposits	-	-	-	120,500
Due to primary government	-	-	-	1,863
Noncurrent liabilities due within one year				
Compensated absences	387,091	2,915	390,006	50,332
Landfill closure and postclosure	-	21,000	21,000	-
Notes payable	321,806	-	321,806	86,905
Intergovernmental payable, Public Building Authority	670,000	-	670,000	-
Bonds payable	-	-	-	1,560,448
Noncurrent liabilities due in more than one year				
Compensated absences	-	-	-	6,600
Landfill closure and postclosure	-	273,000	273,000	-
Notes payable	5,836,871	-	5,836,871	1,129,246
Intergovernmental payable, Public Building Authority	5,035,000	-	5,035,000	-
Bonds payable	-	-	-	9,542,846
Net OPEB liability	-	-	-	278,650
Net pension liability	2,935,619	-	2,935,619	543,520
Total liabilities	16,748,942	317,968	17,066,910	13,398,341
DEFERRED INFLOWS OF RESOURCES				
Unearned revenues - property taxes	10,397,674	-	10,397,674	-
Unearned revenues - intergovernmental	614,347	-	614,347	-
OPEB related items	-	-	-	202,596
Pension related items	73,402	-	73,402	61,801
Total deferred inflows of resources	11,085,423	-	11,085,423	264,397
NET POSITION				
Net investment in capital assets	77,697,557	652,442	78,349,999	5,344,058
Restricted for:				
Debt service	66,582	-	66,582	-
Capital projects	4,547,648	-	4,547,648	-
Public safety activities	272,456	-	272,456	-
Planning department operations	450,232	-	450,232	-
Law library operations	53,354	-	53,354	-
Judicial activities	136,089	-	136,089	-
Tourism	4,525	-	4,525	-
Unrestricted	8,000,918	(312,951)	7,687,967	3,159,560
Total net position	$ 91,229,361	$ 339,491	$ 91,568,852	8,503,618

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019

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	$ 4,422,886	$ 1,026,185	$ 252,247	$ -
Judicial	2,595,200	984,104	669,705	-
Public safety	12,746,397	3,138,295	504,568	-
Public works	3,708,430	2,590	10,000	3,654,875
Health and welfare	792,752	31,751	260,829	-
Culture and recreation	1,518,301	224,197	-	-
Housing and development	814,706	359,787	-	-
Interest on long-term debt	355,249	-	-	-
Total governmental activities	26,953,921	5,766,909	1,697,349	3,654,875
Business-type activities:				
Solid waste management	103,586	22,780	-	-
Total business-type activities	103,586	22,780	-	-
Total primary government	$ 27,057,507	$ 5,789,689	$ 1,697,349	$ 3,654,875
Component units	$ 2,788,657	$ 1,725,765	$ 804,489	$ 441,382

General revenues:
- Property taxes
- Sales taxes
- Insurance premium taxes
- Other taxes
- Unrestricted net investment earnings
- Miscellaneous
- Gain on sale of capital asset

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year

Net position, end of year

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

Net (Expenses) Revenues and Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
$ (3,144,454)	$ -	$ (3,144,454)	$ -
(941,391)	-	(941,391)	-
(9,103,534)	-	(9,103,534)	-
(40,965)	-	(40,965)	-
(500,172)	-	(500,172)	-
(1,294,104)	-	(1,294,104)	-
(454,919)	-	(454,919)	-
(355,249)	-	(355,249)	-
(15,834,788)	-	(15,834,788)	-
-	(80,806)	(80,806)	-
-	(80,806)	(80,806)	-
(15,834,788)	(80,806)	(15,915,594)	-
-	-	-	182,979
12,687,346	-	12,687,346	-
8,875,833	-	8,875,833	-
1,711,110	-	1,711,110	-
195,587	-	195,587	-
280,150	-	280,150	120,161
-	-	-	71,011
9,943	-	9,943	-
(163,796)	163,796	-	-
23,596,173	163,796	23,759,969	191,172
7,761,385	82,990	7,844,375	374,151
83,467,976	256,501	83,724,477	8,129,467
$ 91,229,361	$ 339,491	$ 91,568,852	$ 8,503,618

LUMPKIN COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2019

ASSETS	General	SPLOST	Nonmajor Governmental Funds	Total
Cash and cash equivalents	$ 17,793,115	$ 3,329,332	$ 2,701,691	$ 23,824,138
Receivables (net of allowance for uncollectibles)	2,232,128	348,716	617,668	3,198,512
Inventories	186,350	-	-	186,350
Due from other funds	52,507	-	40,047	92,554
Due from component units	1,863	-	-	1,863
Prepaid items	476,927	-	75,624	552,551
Total assets	$ 20,742,890	$ 3,678,048	$ 3,435,030	$ 27,855,968
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 355,418	$ 344,708	$ 279,584	$ 979,710
Other accrued liabilities	543,967	-	-	543,967
Due to other funds	40,047	231	52,276	92,554
Total liabilities	939,432	344,939	331,860	1,616,231
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	337,548	-	10,072	347,620
Unearned revenue - property taxes	10,056,451	-	341,223	10,397,674
Unavailable revenue - intergovernmental	26,023	-	96,503	122,526
Unearned revenue - intergovernmental	-	-	614,347	614,347
Total deferred inflows of resources	10,420,022	-	1,062,145	11,482,167
FUND BALANCES				
Fund balances:				
Nonspendable:				
Prepaid items	476,927	-	75,624	552,551
Inventories	186,350	-	-	186,350
Restricted for:				
Debt service	-	-	61,098	61,098
Capital projects	-	3,333,109	1,224,774	4,557,883
Public safety activities	-	-	151,099	151,099
Planning department operations	-	-	435,347	435,347
Law library operations	-	-	53,354	53,354
Judicial activities	-	-	102,432	102,432
Tourism	-	-	4,525	4,525
Assigned for:				
Use of reserves in subsequent budget	660,000	-	-	660,000
Unassigned	8,060,159	-	(67,228)	7,992,931
Total fund balances	9,383,436	3,333,109	2,041,025	14,757,570
Total liabilities, deferred inflows of resources and fund balances	$ 20,742,890	$ 3,678,048	$ 3,435,030	

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.	89,171,575
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the governmental funds.	470,146
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	(11,899,987)
The deferred outflows of resources, deferred inflows of resources, and the net pension liability related to the County's pension plan are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the governmental fun	(1,269,943)
Net position of governmental activities	$ 91,229,361

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2019

	General	SPLOST	Nonmajor Governmental Funds	Total
Revenues:				
Taxes	$ 17,061,787	$ 3,821,519	$ 2,537,789	$ 23,421,095
Licenses and permits	55,041	-	340,100	395,141
Fines and forfeitures	621,695	-	154,257	775,952
Charges for services	3,484,692	-	706,476	4,191,168
Interest income	232,520	56,324	47,630	336,474
Intergovernmental	643,904	2,107,690	2,097,369	4,848,963
Contributions and donations	29,877	-	58,105	87,982
Other	398,642	-	6,007	404,649
Total revenues	22,528,158	5,985,533	5,947,733	34,461,424
Expenditures:				
Current:				
General government	3,587,255	28,066	105,950	3,721,271
Judicial	1,763,283	-	829,430	2,592,713
Public safety	10,304,466	-	1,646,600	11,951,066
Public works	1,552,230	-	1,387	1,553,617
Health and welfare	752,130	-	-	752,130
Culture and recreation	1,279,098	-	-	1,279,098
Housing and development	60,123	-	742,642	802,765
Intergovernmental	-	528,378	403,238	931,616
Capital outlay	-	5,871,979	1,871,010	7,742,989
Debt service:				
Principal	56,694	660,000	257,969	974,663
Interest and fees	62,346	126,376	121,280	310,002
Total expenditures	19,417,625	7,214,799	5,979,506	32,611,930
Excess (deficiency) of revenues over expenditures	3,110,533	(1,229,266)	(31,773)	1,849,494
Other financing sources (uses):				
Proceeds from the sale of capital assets	19,648	-	-	19,648
Transfers in	993,430	1,671,722	2,059,578	4,724,730
Transfers out	(2,243,710)	-	(2,644,816)	(4,888,526)
Total other financing sources (uses)	(1,230,632)	1,671,722	(585,238)	(144,148)
Net change in fund balances	1,879,901	442,456	(617,011)	1,705,346
Fund balances, beginning of year	7,503,535	2,890,653	2,658,036	13,052,224
Fund balances, end of year	$ 9,383,436	3,333,109	$ 2,041,025	$ 14,757,570

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

LUMPKIN COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2019

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	$	1,705,346
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 outlays exceeded depreciation in the current period.		4,995,026
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.		293,264
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		104,766
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. This amount is the net effect of these differences in the treatment of long-term debt and related items.		974,663
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.		(311,680)
Change in net position - governmental activities	$	7,761,385

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2019

	Solid Waste Management Fund
ASSETS	
Current assets:	
Receivables	$ 2,700
Prepaid items	2,317
Total current assets	5,017
Noncurrent assets:	
Capital assets:	
Capital assets, not being depreciated	192,103
Capital assets, being depreciated	1,125,911
Less accumulated depreciation	(665,572)
Total capital assets, net of accumulated depreciation	652,442
Total assets	657,459
LIABILITIES	
Current liabilities:	
Accounts payable	19,942
Other accrued liabilities	1,111
Compensated absences	2,915
Landfill postclosure, current	21,000
Total current liabilities	44,968
Long-term liabilities:	
Landfill postclosure	273,000
Total long-term liabilities	273,000
Total liabilities	317,968
NET POSITION	
Investment in capital assets	652,442
Unrestricted	(312,951)
Total net position	$ 339,491

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2019

	Solid Waste Management Fund
OPERATING REVENUES	
Charges for services	$ 22,780
Total operating revenues	22,780
OPERATING EXPENSES	
Salaries and benefits	36,204
Supplies and maintenance	48,435
Depreciation expense	18,947
Total operating expenses	103,586
Operating loss before transfers	(80,806)
Transfers in	163,796
Change in net position	82,990
NET POSITION, beginning of year	256,501
NET POSITION, end of year	$ 339,491

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2019

	Solid Waste Management Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 24,879
Payments to suppliers and service providers	(58,841)
Payments to employees	(33,484)
Net cash used in operating activities	(67,446)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(96,350)
Net cash used in capital and related financing activities	(96,350)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfer in from other funds	163,796
Net cash provided by noncapital financing activities	163,796
Net increase in cash and cash equivalents	-
Cash and cash equivalents:	
Beginning of year	-
End of year	$ -
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (80,806)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	18,947
Decrease in receivables	2,099
Decrease in prepaids	521
Increase in accounts payable	12,773
Decrease in other accrued liabilities	(128)
Increase in compensated absences	2,848
Decrease in landfill postclosure care costs	(23,700)
Net cash used in operating activities	$ (67,446)

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2019

	Custodial Funds
ASSETS	
Cash and cash equivalents	$ 1,392,243
Taxes receivable	1,485,307
Total assets	2,877,550
LIABILITIES	
Due to others	895,454
Uncollected taxes	1,485,307
Total liabilities	2,380,761
NET POSITION	
Restricted:	
Individuals, organizations, and other governments	496,789
Total net position	$ 496,789

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED DECEMBER 31, 2019

	Custodial Funds
ADDITIONS	
Property taxes collected for other governments	$ 32,953,430
Fines and fees collected	1,333,125
Criminal and civil bonds	1,113,242
Total additions	35,399,797
DEDUCTIONS	
Property taxes distributed to other governments	32,921,846
Fines and fees disbursed	901,073
Other custodial disbursements	1,557,395
Total deductions	35,380,314
Change in fiduciary net position	19,483
NET POSITION, beginning of year, restated	477,306
NET POSITION, end of year	$ 496,789

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

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
DECEMBER 31, 2019

ASSETS	Component Units		
	Health Department	Development Authority	Hospital Authority
Cash and cash equivalents	$ 880,653	$ 1,051,206	$ 173,841
Investments	-	-	1,211,273
Due from Lumpkin County Board of Education	-	-	-
Due from primary government	-	-	-
Accrued interest receivable	-	-	-
Capital lease receivable	-	1,707,140	-
Receivables (net of allowance for uncollectibles)	60,311	-	11,128
Prepaid items	-	2,376	-
Restricted cash and cash equivalents	-	300,427	-
Inventories	-	-	-
Capital assets, nondepreciable	-	15,600	-
Capital assets, depreciable, net of accumulated depreciation	714	20,387	-
Total assets	941,678	3,097,136	1,396,242
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	-	-	-
OPEB related items	78,309	-	-
Pension related items	156,276	-	-
Total deferred outflows of resources	234,585	-	-
LIABILITIES			
Accounts payable	6,169	6,092	-
Accrued liabilities	-	4,458	-
Customer deposits	-	-	-
Due to primary government	-	-	-
Noncurrent liabilities due within one year			
Compensated absences	39,100	-	-
Notes payable	-	-	-
Bonds payable	-	30,909	-
Noncurrent liabilities due in more than one year			
Compensated absences	6,600	-	-
Notes payable	-	-	-
Bonds payable	-	1,969,091	-
Net OPEB liability	278,650	-	-
Net pension liability	543,520	-	-
Total liabilities	874,039	2,010,550	-
DEFERRED INFLOWS OF RESOURCES			
OPEB related items	202,596	-	-
Pension related items	61,801	-	-
Total deferred inflows of resources	264,397	-	-
NET POSITION			
Net investment in capital assets	714	35,987	-
Unrestricted	37,113	1,050,599	1,396,242
Total net position	$ 37,827	$ 1,086,586	$ 1,396,242

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

	Component Units			
	Airport Authority	Public Building Authority	Water and Sewerage Authority	Total
	$ 26,070	$ -	$ 634,884	$ 2,766,654
	-	-	-	1,211,273
	-	3,045,000	-	3,045,000
	-	5,705,000	-	5,705,000
	-	19,571	-	19,571
	-	-	-	1,707,140
	-	-	151,788	223,227
	-	-	20,872	23,248
	-	-	-	300,427
	2,955	-	29,216	32,171
	420,587	-	52,074	488,261
	285,966	-	6,086,620	6,393,687
	735,578	8,769,571	6,975,454	21,915,659
	-	-	16,112	16,112
	-	-	-	78,309
	-	-	-	156,276
	-	-	16,112	250,697
	135	-	26,076	38,472
	-	19,571	14,930	38,959
	-	-	120,500	120,500
	-	-	1,863	1,863
	-	-	11,232	50,332
	-	-	86,905	86,905
	-	1,240,000	289,539	1,560,448
	-	-	-	6,600
	-	-	1,129,246	1,129,246
	-	7,525,443	48,312	9,542,846
	-	-	-	278,650
	-	-	-	543,520
	135	8,785,014	1,728,603	13,398,341
	-	-	-	202,596
	-	-	-	61,801
	-	-	-	264,397
	706,553	-	4,600,804	5,344,058
	28,890	(15,443)	662,159	3,159,560
	$ 735,443	$ (15,443)	$ 5,262,963	$ 8,503,618

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2019

Component units	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Health Department	$ 682,152	$ 295,851	$ 608,171	$ -
Development Authority	178,497	2,500	20,000	-
Hospital Authority	42,371	-	-	-
Airport Authority	209,296	30,411	176,318	169,533
Public Building Authority	230,946	-	-	234,271
Water and Sewerage Authority	1,445,395	1,397,003	-	37,578
Total component units	$ 2,788,657	$ 1,725,765	$ 804,489	$ 441,382
General revenues:				
Unrestricted net investment earnings				
Miscellaneous				
Total general revenues				
Change in net position				
Net position, beginning of year				
Net position, end of year				

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

Component Units						
Health Department	Development Authority	Hospital Authority	Airport Authority	Public Building Authority	Water and Sewerage Authority	Total
$ 221,870	$ -	$ -	$ -	$ -	$ -	$ 221,870
-	(155,997)	-	-	-	-	(155,997)
-	-	(42,371)	-	-	-	(42,371)
-	-	-	166,966	-	-	166,966
-	-	-	-	3,325	-	3,325
-	-	-	-	-	(10,814)	(10,814)
221,870	(155,997)	(42,371)	166,966	3,325	(10,814)	182,979
-	20,257	97,234	470	-	2,200	120,161
70,211	800	-	-	-	-	71,011
70,211	21,057	97,234	470	-	2,200	191,172
292,081	(134,940)	54,863	167,436	3,325	(8,614)	374,151
(254,254)	1,221,526	1,341,379	568,007	(18,768)	5,271,577	8,129,467
$ 37,827	$ 1,086,586	$ 1,396,242	$ 735,443	$ (15,443)	$ 5,262,963	$ 8,503,618

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Lumpkin County, Georgia (the "County") 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

Lumpkin County operates under a commissioner-manager form of government under which a five member Board of Commissioners is elected to serve as the legislative body for the County. The commission chairman is elected at large, while the remaining four commissioners are elected by geographical districts in which they reside by voters county-wide. The County provides the following services: public safety, judicial, public works, health and welfare, culture and recreation, housing and development, and general administrative services.

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationship with the County. Blended component units, although legally separate entities are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

Discretely Presented Component Units

The Lumpkin County Public Building Authority (the "Building Authority"), which provides financing for County buildings and Lumpkin County Board of Education buildings, is governed by a five member board appointed by the Lumpkin County Board of Commissioners. Separate financial statements are not prepared for the Building Authority. The Authority is reported as a governmental type component unit. The Building Authority does not have any amounts that would be reported on a balance sheet under the modified accrual basis of accounting.

The Lumpkin County Department of Public Health (the "Health Department") is governed by a seven member board consisting of one member of the Board of Commissioners and two members as appointed by the Board of Commissioners. The County has the authority to modify and approve the Health Department's budget and the ability to approve environmental health service fees. The Health Department has a June 30th year-end and is presented as a governmental type component unit.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

The Health Department's financial statements can be obtained by writing to the Lumpkin County Health Department, 60 Mechanicsville Road, Dahlonega, GA 30533.

The Development Authority of Lumpkin County (the "Development Authority") is governed by a nine member board appointed by the Board of Commissioners. The Authority is responsible for promoting economic development within Lumpkin County. The Development Authority provides a financial benefit to the County. The Authority is reported as a proprietary type component unit.

The Development Authority's financial statements can be obtained by writing to the Development Authority of Lumpkin County, 194 Courthouse Hill, Annex A, Dahlonega, GA 30533.

The Lumpkin County Water and Sewerage Authority (the "Water Authority") is governed by a seven member board appointed by the Board of Commissioners. The County has the ability to impose its will upon the Water Authority in addition to its appointment of a voting majority of the Water Authority's governing body. The Water Authority is reported as a proprietary type component unit.

The Water Authority's financial statements can be obtained by writing to the Lumpkin County Water & Sewerage Authority, 194 Courthouse Hill, Annex A, Dahlonega, GA 30533.

The Lumpkin County Hospital Authority (the "Hospital Authority") is governed by a nine member board appointed by the Board of Commissioners. The County has the authority to approve or modify the budget of the Hospital Authority and has the ability to impose its will upon the Hospital Authority. The Authority provides medical services for indigent citizens of the County and is reported as a proprietary type component unit. The Hospital Authority does not issue separate financial statements.

The Lumpkin County Airport Authority (the "Airport Authority") is governed by a five member board appointed by the Board of Commissioners. The County has the authority to approve or modify the budget of the Airport Authority and has the ability to impose its will upon the Airport Authority in addition to its appointment of all five members of the Authority's governing body. The Airport Authority is reported as a proprietary type component unit.

Financial information with regard to the Airport Authority can be obtained from the Authority's administrative offices at 99 Courthouse Hill, Suite H, Dahlonega, GA 30533. Separate financial statements for the Airport Authority are not prepared.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, 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 is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. 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 and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements. 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 property taxes to be available if they are collected within 60 days of the end of the current fiscal period. Other revenues susceptible to accrual are considered available if they are collected within 90 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Property taxes, sales 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 if availability criteria have been met. 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 ***Special Purpose Local Option Sales Tax Fund (SPLOST)*** is used to account for the revenues and expenditures relating to the County's 1% Special Purpose Local Option Sales Tax issues.

The County reports the following major proprietary fund:

The ***Solid Waste Management Fund*** is used to account for the activities of the County's solid waste disposal program.

Additionally, the County reports the following fund types:

The ***special revenue funds*** account for revenue sources that are either legally restricted or committed to expenditure for specific purposes.

The ***capital projects funds*** account for large capital outlay projects funded locally, with state funding and federal funding.

The ***debt service fund*** accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The ***custodial funds*** are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, support payments, and ad valorem and property taxes.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

In accounting and reporting for its proprietary operations, the County applies all Governmental Accounting Standards Board (GASB) pronouncements.

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 revenue of the enterprise fund are charges to customers for sales and services provided. Operating expenses for the enterprise fund include the cost of sales 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.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, interfund services provided and used have not been eliminated in this process.

D. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are recorded at fair value. Increases or decreases in the fair value during the year are recognized as a component of interest income.

E. 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 statements as "internal balances."

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Inventories and Prepaid Items

All inventories are valued at cost 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. These items are accounted for using the consumption method.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of $5,000 and an estimated useful life in excess of two years. Intangible assets, such as internally generated or purchased software, are defined as having an initial cost of $25,000 and an estimated useful life in excess of two years, and all remaining intangible assets are defined as having an initial cost in excess of $100,000 and an estimated life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The County has elected to capitalize all general infrastructure assets regardless of the acquisition date and has used the estimated historical cost to value these assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred.

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

Asset Category	Years
Buildings and improvements	20 - 50
Machinery and equipment	5 - 20
Vehicles	3 - 10
Infrastructure	19 - 50

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. One item that qualifies for reporting in this category is the deferred charge on refunding which is reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County reports deferred inflows of resources in both its governmental funds balance sheet and statement of net position.

The County also has deferred inflows and outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all 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 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 expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows 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 deferred 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.

Unavailable revenues, which arise only under a modified accrual basis of accounting, qualify for reporting in this category. The governmental funds balance sheet will report unavailable revenues from property taxes and other sources as these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available in accordance with the County's revenue recognition policy.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Deferred Outflows/Inflows of Resources (Continued)

The governmental funds balance sheet and the government wide statement of net position will report deferred inflows of resources for unearned revenues. The County reports unearned revenues from property taxes which are received or reported as a receivable before the period for which the taxes have been levied. Additionally, the County reports unearned intergovernmental revenues from voluntary exchange transactions for resources received before time requirements are met but after all other eligibility requirements have been met.

I. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amount when employees separate from service with the County. All vacation and annual leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

J. 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. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when incurred.

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 debt issued is 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)

K. 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 assets and liabilities and 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 purpose 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 they include amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed – Fund balances are reported as committed when they include amounts that can be used only for the specific purposes determined by a formal action (passage of a resolution) of the Board of Commissioners. The same formal action is required to subsequently remove a commitment of fund balance.

Assigned – Fund balances are reported as assigned when they include amounts intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. By passage of a resolution establishing the County's fund balance policy, the Board of Commissioners has delegated the County Manager the authority to assign amounts to be used for specific purposes.

Unassigned – Fund balances are reported as unassigned as the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications. In addition, any remaining deficits in the County's governmental funds which remain after all other fund balances have been exhausted are classified as unassigned. The County reports positive unassigned fund balance only in the general fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Fund Equity (Continued)

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order: (1) Committed, (2) Assigned, and (3) Unassigned.

Net Position – Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

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

L. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows or resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from these estimates.

M. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Lumpkin County Defined Benefit Plan (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the 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.

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND 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 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 $11,899,987 difference are as follows:

Notes payable	$	(6,158,677)
Intergovernmental payable		(5,705,000)
Deferred loss on refunding		389,659
Accrued interest payable		(38,878)
Compensated absences		(387,091)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(11,899,987)

Another element of that reconciliation states that "deferred outflows of resources, deferred inflows of resources and the net pension liability related to the County's pension plan are not expected to be liquidated with expendable available resources and, therefore, are not reported in the funds." The details of this $1,269,943 difference are as follows:

Net pension liability	$	(2,935,619)
Deferred outflows of resources - pension related items		1,739,078
Deferred inflows of resources - pension related items		(73,402)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(1,269,943)

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND 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 reconciliation between *net changes in fund balances – total governmental funds* and *changes 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 $4,995,026 difference are as follows:

Capital outlay	$	7,951,276
Depreciation expense		(2,956,250)
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	4,995,026

Another element of the reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e. sales and donations) is to decrease net position." The details of this $293,264 difference are as follows:

In the statement of activities, only the *loss* on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold.	$	(9,705)
Donations of capital assets increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources.		302,969
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	293,264

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND 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, notes) 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 $974,663 difference are as follows:

Principal repayments of revenue bonds	$	660,000
Principal repayments of notes payable		314,663
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	974,663

Another element of that 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 $311,680 difference are as follows:

Compensated absences	$	(12,042)
Amortization of deferred charges on refunding		(48,706)
Accrued interest		3,459
Net pension liability and related deferred outflows and inflows of resources		(254,391)
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(311,680)

NOTE 3. LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

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

1. Prior to July 1, the County Manager submits to the Board of Commissioners a proposed operating budget for each department for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments, giving notice thereof at least seven days in advance by publication in the official organ of the County.
3. The budget is then adopted by the Board of Commissioners at a public meeting.
4. Budget amounts can be transferred between line items within any department (the legal level of budgetary control); however, any revisions of the budget must be amended by formal action of the Board of Commissioners in a regular meeting.
5. The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual budgets are adopted for the General Fund, Debt Service Fund, and special revenue funds. Project length budgets are adopted for the capital projects funds.
6. Formal budgetary integration is employed as a measurement control device during the year for the General Fund, Debt Service Fund, and the special revenue funds. An annual operating budget is prepared for the Solid Waste Fund for planning, control, cost allocation, and evaluation purposes. All appropriations lapse at year end.

Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. The supplementary budgetary appropriations made are reflected in the final budget amounts.

B. Excess Expenditures Over Appropriations

For the year ended December 31, 2019 expenditures exceeded the budget in the funds and General Fund departments as follows:

Fund/Department	Excess
General Fund:	
Magistrate court	$ 17,164
Police	4,830
Sheriff	167,849
Public works administration	82
Law Library Fund	10,528
Confiscated Assets Fund	17,006
Special Programs Fund	53,937
Public Defender Fund	67,768
Technology Fee Fund	9,597

The excess of expenditures over budget that are noted above were primarily funded by greater than anticipated revenues and available fund balance.

NOTE 4. DEPOSITS AND INVESTMENTS

A. Primary Government

Custodial credit risk. 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 and County policy 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 of the State of Georgia. Amounts that exceed standard depository insurance limits are required to be collateralized either (1) individually by the financial institutions through pledged obligations of the U.S. Government, obligations backed by the full faith and credit of the U.S. Government, obligations of the State of Georgia or other states, or obligations of counties, municipalities, or public authorities of the State of Georgia, or (2) participation in the State of Georgia Secure Deposit Program. As of December 31, 2019, the County's deposits were insured and/or collateralized as defined by state statutes and GASB pronouncements. Additionally, as of December 31, 2019, the County had deposits with two (2) financial institutions collateralized by the State of Georgia Secure Deposit Program, which is administered by the Office of the State Treasurer, and requires participating banks holding deposits of public funds to pledge collateral at varying rates depending on the tier assigned by the State. As of December 31, 2019, all of the County's deposits with financial institutions were insured and/or collateralized as required by State statutes.

Credit risk. State statutes authorize the Authority to invest in U.S. Government obligations; U.S. Government agency obligations; obligations of the State of Georgia; obligations of other counties; municipal corporations and political subdivisions of the State of Georgia which are rated "AA" or better by Moody's Investors Service, Inc.; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association; repurchase agreements when collateralized by the U.S. Government or agency obligations; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. Investments are stated at fair value, based on quoted market prices.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

B. Component Unit – Hospital Authority

Credit risk. State statutes authorize the Authority to invest in U.S. Government obligations; U.S. Government agency obligations; obligations of the State of Georgia; obligations of other counties; municipal corporations and political subdivisions of the State of Georgia which are rated "AA" or better by Moody's Investors Service, Inc.; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association; repurchase agreements when collateralized by the U.S. Government or agency obligations; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. Investments are stated at fair value, based on quoted market prices.

Categorization of investments. As of December 31, 2019, the Hospital Authority had the following investments:

Investment	Maturity	Rating (S&P)	Fair Value
GA Municipal Association COP	December 1, 2023	AA+	$ 105,477
GA State Revenue Bonds	December 1, 2041	AAA	205,876
Federal Home Loan Mortgage Corporation	August 3, 2029	AA	129,045
City of Dahlonega Revenue Bonds	July 1, 2030	AA	203,260
Tennessee Valley Authority	July 15, 2033	AA+	125,379
Federal Farm Credit Bank	June 8, 2037	AA+	126,938
Fulton County GA Development Authority	July 1, 2044	AA-	98,721
Decatur GA School System COP	May 1, 2044	AA-	216,577
	Total		$ 1,211,273

Interest rate risk. The Hospital Authority does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

B. Component Unit – Hospital Authority (Continued)

Fair Value Measurements. The Hospital Authority 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 Hospital Authority has the following recurring fair value measurements as of December 31, 2019:

Investment	Level 1	Level 2	Fair Value
GA Municipal Association COP	$ -	$ 105,477	$ 105,477
GA State Revenue Bonds	-	205,876	205,876
Federal Home Loan Mortgage Corporation	-	129,045	129,045
City of Dahlonega Revenue Bonds	-	203,260	203,260
Tennessee Valley Authority	-	125,379	125,379
Federal Farm Credit Bank	-	126,938	126,938
Fulton County GA Development Authority	98,721	-	98,721
Decatur GA School System COP	-	216,577	216,577
Total investments measured at fair value	$ 98,721	$ 1,112,552	$ 1,211,273

The Fulton County, Georgia Development Authority classified in Level 1 of the fair value hierarchy is valued using prices quoted in active markets for that investment. The investments in Georgia Municipal Association, Tennessee Valley Authority, Georgia State Revenue Bonds, Federal Farm Credit Bank, Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, City of Dahlonega Revenue Bonds, and Decatur Georgia School System COP classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Custodial credit risk. As of December 31, 2019, all of the Hospital Authority's deposits were collateralized with the depository financial institution.

NOTE 5. RECEIVABLES

A. Primary Government

Receivables at December 31, 2019, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	SPLOST Fund	Solid Waste Management Fund	Nonmajor Governmental Funds
Receivables:				
Taxes	$ 1,176,278	$ 348,716	$ -	$ 377,655
Other governments	116,081	-	-	-
Accounts	3,313,217	-	2,700	240,013
Gross receivables	4,605,576	348,716	2,700	617,668
Less allowance for uncollectibles	(2,373,448)	-	-	-
Net receivables	$ 2,232,128	$ 348,716	$ 2,700	$ 617,668

Property taxes for the 2019 fiscal year were levied on August 21, 2018, with property values assessed as of January 1, 2018. Bills are payable on or before November 15, 2018, after which the applicable property is subject to lien and penalties and interest as assessed. Property taxes attached as an enforceable lien on property as of January 1. Property taxes levied during 2019 are to fund operations for the County's fiscal year beginning January 1, 2020. Amounts recorded as a receivable as well as amounts collected as of December 31, 2019 related to these taxes are recorded as deferred inflows of resources – unearned property taxes in the fund financial statements and in the government-wide statement of net position.

B. Discretely Presented Component Unit – Public Building Authority

In May 2013, Lumpkin County Public Building Authority issued revenue bonds and entered into an intergovernmental agreement with the County, for the Series 2013 Revenue Bonds which refunded previously outstanding certificates of participation. The proceeds from the bonds, together with certain other moneys, were deposited into an escrow fund which provided sufficient money to pay, when due, the principal and interest on the certificates up to and including November 1, 2014 when the certificates were fully redeemed. The County will be responsible for paying the Authority amounts equal to the debt service requirements on the Revenue Bonds, Series 2013, in the amount of $8,800,000. The outstanding balance of the amount due to Public Building Authority at December 31, 2019 is $5,705,000.

NOTE 5. RECEIVABLES (CONTINUED)

B. Discretely Presented Component Unit – Public Building Authority (Continued)

Future payments to be received by the Authority under the debt service schedule are as follows:

Fiscal Year Ending December 31,	
2020	$ 670,000
2021	680,000
2022	690,000
2023	700,000
2024	715,000
2025-2027	2,250,000
	$ 5,705,000

In December 2018, the Public Building Facilities Authority issued revenue bonds and entered into an intergovernmental agreement to sell a project to Lumpkin County Schools. Lumpkin County Schools will be responsible for paying the Authority amounts equal to the debt service requirements on the Revenue Bonds, Series 2018, in the amount of $3,600,000. The outstanding balance of the amount due to Public Building Authority at December 31, 2019 is $3,045,000.

Future payments to be received by the Authority under the debt service schedule are as follows:

Fiscal Year Ending December 31,	
2020	$ 570,000
2021	590,000
2022	355,000
2023	365,000
2024	375,000
2025-2026	790,000
	$ 3,045,000

NOTE 6. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the year ended December 31, 2019 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land and improvements	$ 20,671,663	$ 90,542	$ -	$ -	$ 20,762,205
Infrastructure land improvements	15,993,272	106,213	-	-	16,099,485
Construction in progress	355,701	3,852,730	-	(178,117)	4,030,314
Total capital assets, not being depreciated	37,020,636	4,049,485	-	(178,117)	40,892,004
Capital assets, being depreciated:					
Buildings and improvements	44,020,744	1,225,459	-	178,117	45,424,320
Machinery and equipment	7,005,997	874,723	-	-	7,880,720
Vehicles	6,795,019	534,120	(97,052)	-	7,232,087
Infrastructure	23,628,835	1,570,458	-	-	25,199,293
Total capital assets, being depreciated	81,450,595	4,204,760	(97,052)	178,117	85,736,420
Less accumulated depreciation for:					
Buildings and improvements	11,641,390	1,007,900	-	-	12,649,290
Machinery and equipment	4,166,832	570,671	-	-	4,737,503
Vehicles	3,741,914	468,857	(87,347)	-	4,123,424
Infrastructure	15,037,810	908,822	-	-	15,946,632
Total accumulated depreciation	34,587,946	2,956,250	(87,347)	-	37,456,849
Total capital assets, being depreciated, net	46,862,649	1,248,510	(9,705)	178,117	48,279,571
Governmental activities capital assets, net	$ 83,883,285	$ 5,297,995	$ (9,705)	$ -	$ 89,171,575

NOTE 6. CAPITAL ASSETS (Continued)

A. Primary Government (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities:				
Capital assets, not being depreciated:				
Land	$ 192,103	$ -	$ -	$ 192,103
Total capital assets, not being depreciated	192,103	-	-	192,103
Capital assets, being depreciated:				
Land improvements	291,585	-	-	291,585
Buildings and improvements	551,470	-	-	551,470
Machinery and equipment	134,506	96,350	-	230,856
Vehicles	52,000	-	-	52,000
Total capital assets, being depreciated	1,029,561	96,350	-	1,125,911
Less accumulated depreciation for:				
Land improvements	291,585	-	-	291,585
Buildings and improvements	195,086	12,970	-	208,056
Machinery and equipment	113,154	5,977	-	119,131
Vehicles	46,800	-	-	46,800
Total accumulated depreciation	646,625	18,947	-	665,572
Total capital assets, being depreciated, net	382,936	77,403	-	460,339
Business-type activities capital assets, net	$ 575,039	$ 77,403	$ -	$ 652,442

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	$ 666,336
Judicial	525
Public safety	809,045
Public works	1,204,281
Health and welfare	35,236
Culture and recreation	236,169
Housing and development	4,658
Total depreciation expense - governmental activities	$ 2,956,250

B. Discretely Presented Component Unit – Water Authority

Capital asset activity for the year ended December 31, 2019 was as follows:

	Beginning Balance	Increases	Decreases and Transfers	Ending Balance
Capital assets, not being depreciated:				
Land	$ 52,074	$ -	$ -	$ 52,074
Total	52,074	-	-	52,074
Capital assets, being depreciated:				
Infrastructure	9,214,431	28,195	-	9,242,626
Machinery and equipment	129,700	59,324	-	189,024
Vehicles	71,002	-	-	71,002
Total	9,415,133	87,519	-	9,502,652
Less accumulated depreciation for:				
Infrastructure	(2,890,659)	(359,969)	-	(3,250,628)
Machinery and equipment	(89,204)	(15,377)	-	(104,581)
Vehicles	(58,248)	(2,575)	-	(60,823)
Total	(3,038,111)	(377,921)	-	(3,416,032)
Total capital assets, being depreciated, net	6,377,022	(290,402)	-	6,086,620
Total capital assets, net	$ 6,429,096	$ (290,402)	$ -	$ 6,138,694

NOTE 6. CAPITAL ASSETS (CONTINUED)

C. Discretely Presented Component Unit – Airport Authority

	Beginning Balance	Increases	Decreases and Transfers	Ending Balance
Capital assets, not being depreciated:				
Land	$ 109,542	$ -	$ -	$ 109,542
Land improvements	67,372	169,533	74,140	311,045
Construction in progress	74,140	-	(74,140)	-
Total	251,054	169,533	-	420,587
Capital assets, being depreciated:				
Buildings and improvements	384,152	-	-	384,152
Machinery and equipment	57,476	-	-	57,476
Total	441,628	-	-	441,628
Less accumulated depreciation for:				
Buildings and improvements	(97,112)	(6,822)	-	(103,934)
Machinery and equipment	(51,728)	-	-	(51,728)
Total	(148,840)	(6,822)	-	(155,662)
Total capital assets, being depreciated, net	292,788	(6,822)	-	285,966
Total capital assets, net	$ 543,842	$ 162,711	$ -	$ 706,553

NOTE 7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2019, is as follows:

Due to/from other funds:

Receivable fund	Payable fund	Amount
General Fund	SPLOST Fund	$ 231
General Fund	Nonmajor Governmental Funds	52,276
Nonmajor Governmental Funds	General Fund	40,047

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 December 31, 2019 were as follows:

Transfers In	Transfers Out	Amount
General Fund	Nonmajor governmental funds	$ 993,430
Solid Waste Fund	General Fund	163,796
SPLOST Fund	General Fund	38,481
SPLOST Fund	Nonmajor governmental funds	1,633,241
Nonmajor governmental funds	General Fund	2,041,433
Nonmajor governmental funds	Nonmajor governmental funds	18,145

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, and (2) provide unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Due from/to primary government and component units:

Receivable entity	Payable entity	Amount
Lumpkin County General Fund	Water & Sewerage Authority	$ 1,863

NOTE 8. LONG-TERM DEBT

A. Primary Government

The following is a summary of long-term debt activity for the year ended December 31, 2019:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Intergovernmental payable	$ 6,365,000	$ -	$ (660,000)	$ 5,705,000	$ 670,000
Notes payable	6,473,340	-	(314,663)	6,158,677	321,806
Net pension liability	1,474,333	1,862,908	(401,622)	2,935,619	-
Compensated absences	375,049	292,923	(280,881)	387,091	387,091
Governmental activities long-term liabilities	$ 14,687,722	$ 2,155,831	$ (1,657,166)	$ 15,186,387	$ 1,378,897
Business-type Activities:					
Landfill postclosure costs	$ 317,700	$ -	$ (23,700)	$ 294,000	$ 21,000
Compensated absences	67	4,118	(1,270)	2,915	2,915
Business-type activities long-term liabilities	$ 317,767	$ 4,118	$ (24,970)	$ 296,915	$ 23,915

For governmental activities, compensated absences and the net pension liability are liquidated by the General Fund. The County reports the entire balance of compensated absences as a current liability due to the fact that the County expects the ending liability to be used within one (1) year.

Notes Payable from Direct Borrowings. In September 1999, Lumpkin County and the City of Dahlonega borrowed $4,475,000 from the Georgia Environmental Finance Authority (GEFA) to develop a reservoir. During 2001, the City and County entered into an agreement to increase the loan amount to $14,000,000. During 2006, the reservoir was completed and the loan finalized. The County's share of the obligation as of December 31, 2019, was $5,700,741 which is 50% of the total debt outstanding. The note carries an interest rate of 3%.

In April 2016, the County entered into a 5-year and 10-year note payable agreement with the Association of County Commissioners of Georgia (ACCG) to purchase various equipment and vehicles in the amount of $606,542 and $428,563 respectively. Due to the County receiving proceeds subsequent to the agreement, the debt issuance is recorded as two notes payable. The notes carry an interest rate of 1.44% for the 5-year agreement and 1.91% for the 10-year agreement.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

The County's debt service requirements to maturity on the GEFA and ACCG notes payables from direct borrowings are as follows:

Year ending December 31,	Principal	Interest	Total
2020	$ 321,806	$ 176,480	$ 498,286
2021	329,147	169,140	498,287
2022	210,051	161,644	371,695
2023	215,929	155,766	371,695
2024	206,219	149,719	355,938
2025-2029	958,579	662,428	1,621,007
2030-2034	1,113,501	507,506	1,621,007
2035-2039	1,293,462	327,545	1,621,007
2040-2044	1,408,309	119,488	1,527,797
2045-2046	101,674	890	102,564
Total	$ 6,158,677	$ 2,430,606	$ 8,589,283

Intergovernmental payable from direct borrowings. In May 2013, the County completed its purchase of a judicial facility from the Association County Commissioners of Georgia by issuing the Lumpkin County Public Building Authority Revenue Bonds, Series 2013 which refunded previously outstanding certificates of participation. The proceeds from the bonds, together with certain other moneys, were deposited into an escrow fund which provided sufficient money to pay, when due, the principal and interest on the certificates up to and including November 1, 2014 when the certificates were fully redeemed. The revenue bonds bear interest at rates ranging from 1.25 – 2.00% and payments are made semiannually on May 1 and November 1 beginning in 2013 and concluding when the bonds are retired on November 1, 2027.

The County makes a portion of the payments with monies derived from local option sales and use tax, but has not created a lien or pledged the local option sales and use tax as security for payment on the Bonds. In the event that the proceeds of the sales and use tax are insufficient to make the payments, the County has agreed to levy an ad valorem property tax for purposes of making payment. The County's outstanding amounts on its intergovernmental payable contain a provision that if the County is unable to make payments as they become due and payable or is rendered incapable of fulfilling its obligations under the Bond resolution, the outstanding amounts are due and payable immediately.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

The County's debt service requirements to maturity on its intergovernmental payable is as follows:

Year ending December 31,	Principal	Interest	Total
2020	$ 670,000	$ 117,427	$ 787,427
2021	680,000	107,378	787,378
2022	690,000	96,157	786,157
2023	700,000	83,393	783,393
2024	715,000	63,393	778,393
2025-2027	2,250,000	109,913	2,359,913
Total	$ 5,705,000	$ 577,661	$ 6,282,661

Landfill postclosure costs. Effective June 17, 2003, the Lumpkin 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. As of December 31, 2019, the County has 14 years of monitoring remaining. Engineering studies estimate postclosure costs of approximately $294,000 over the 14 year period. These costs are based on what it would cost to perform all postclosure care in 2019, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this postclosure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

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NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Discretely Presented Component Unit – Water Authority

Long-term debt activity for the year ended December 31, 2019 for the Water Authority is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds payable	$ 621,916	$ -	$ (284,065)	$ 337,851	$ 289,539
Notes payable	1,301,830	-	(85,679)	1,216,151	86,905
Compensated absences	9,236	22,730	(20,734)	11,232	11,232
Total long-term liabilities	$ 1,932,982	$ 22,730	$ (390,478)	$ 1,565,234	$ 387,676

Bonds Payable from Direct Placement. On May 1, 2013, the Water Authority issued the direct placement Lumpkin County Water and Sewerage Authority Revenue Refunding Bond, Series 2013. The bond was issued for the purpose of refunding and paying off the outstanding principal amount, premium and accrued interest on the Lumpkin County Water and Sewerage Authority Water Revenue Bond, Series 2010. The Series 2013 bonds bear interest at 1.910% and is payable in monthly installments of $24,456 which includes principal and interest. As a result of this transaction, the Water Authority reports a deferred charge on refunding which is reported as a deferred outflow of resources. This item is being recognized as an expense (amortized) over the life of the bonds and has a balance of $16,112 as of December 31, 2019.

The Series 2013 Revenue Refunding Bonds contain a provision that in any event of default, the principal amount of all bonds then outstanding shall become due and payable immediately, together with the interest accrued to the date of such acceleration, and interest on the bonds shall cease to accrue after the date of such acceleration. An event of default is defined in the bond resolution as an event in which payment of the principal or interest of any of the bonds shall not be made when it becomes due and payable, either at maturity or by proceedings optional or scheduled mandatory redemption.

The debt service requirements to maturity on the direct placement Series 2013 bonds are as follows:

Year ending December 31,	Principal	Interest	Total
2020	$ 289,539	$ 3,936	$ 293,475
2021	48,312	117	48,429
Total	$ 337,851	$ 4,053	$ 341,904

NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Discretely Presented Component Unit – Water Authority (Continued)

Notes Payable from Direct Borrowings. On March 23, 2011, the Water Authority issued a note payable to borrow a total of $408,000 from the Georgia Environmental Finance Authority for the purpose of funding the Copper Ridge well improvement project. Additionally, the agreement with GEFA included a principal forgiveness component equal to 30% of the face value of the note or $122,400. Monthly principal and interest payments are paid each month beginning June 1, 2012 through June 1, 2032 at an interest rate of 3.0%.

On February 24, 2015, the Authority executed a promissory note to the Georgia Environmental Finance Authority (GEFA) to borrow up to $1 million from the Drinking Water State Revolving Fund for the construction of a 500,000 gallon elevated water storage tank. Additionally, the agreement with GEFA included a principal forgiveness component equal to 25% of the face value of the note, or $250,000. Monthly principal and interest payments are paid each month beginning through April 1, 2018 through March 1, 2038 at an interest rate of 2.03%

On March 15, 2016, the Authority executed a promissory note to the GEFA to borrow up to $750,000 from the Drinking Water State Revolving Fund to finance the costs of acquiring, constructing, and installing water mains and appurtenances. Additionally, the agreement with GEFA included a principal forgiveness component equal to 40% of the face value of the note, or $300,000. Monthly principal and interest payments are paid each month beginning through January 1, 2018 through December 1, 2027 at an interest rate of .52%.

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NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Discretely Presented Component Unit – Water Authority (Continued)

The Authority's debt service requirements to maturity on its notes payable from direct borrowings are as follows:

Year ending December 31,	Principal	Interest	Total
2020	$ 86,905	$ 20,731	$ 107,636
2021	88,157	19,478	107,635
2022	89,437	18,199	107,636
2023	90,742	16,893	107,635
2024	92,075	15,559	107,634
2025-2029	391,153	57,235	448,388
2030-2034	240,245	25,947	266,192
2035-2038	137,437	4,700	142,137
Total	$ 1,216,151	$ 178,742	$ 1,394,893

C. Discretely Presented Component Unit – Public Building Authority

The following is a summary of long-term debt activity for the year ended December 31, 2019:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue Bonds, Series 2013	$ 6,365,000	$ -	$ (660,000)	$ 5,705,000	$ 670,000
Plus: Premium	18,768	-	(3,325)	15,443	-
Direct Placement Revenue Bonds, Series 2018	3,600,000	-	(555,000)	3,045,000	570,000
Total revenue bonds	$ 9,983,768	$ -	$ (1,218,325)	$ 8,765,443	$ 1,240,000

Revenue Bonds. In May 2013, Lumpkin County Public Building Authority issued revenue bonds and entered into an intergovernmental agreement with the County, for the Series 2013 Revenue Bonds which refunded previously outstanding certificates of participation. The proceeds from the bonds, together with certain other moneys, were deposited into an escrow fund which provided sufficient money to pay, when due, the principal and interest on the certificates up to and including November 1, 2014 when the certificates were fully redeemed. The revenue bonds bear interest at rates ranging from 1.25 – 2.00% and payments are made semiannually on May 1 and November 1 beginning in 2013 and concluding when the bonds are retired on November 1, 2027.

NOTE 8. LONG-TERM DEBT (CONTINUED)

C. Discretely Presented Component Unit – Public Building Authority (Continued)

In December 2018, the Public Building Authority issued direct placement revenue bonds and entered into an intergovernmental agreement to sell a project to Lumpkin County Schools. Lumpkin County Schools will be responsible for paying the County amounts equal to the debt service requirements on the Revenue Bonds, Series 2018, in the amount of $3,600,000. The revenue bonds bear interest at a rate of 3.16% and payments are made semiannually on June 1 and December 1 beginning in 2019 and concluding when the bonds are retired on December 1, 2026.

The Authority's debt service requirements to maturity on its revenue bonds are as follows:

Year ending December 31,	Principal	Interest	Total
2020	$ 670,000	$ 117,427	$ 787,427
2021	680,000	107,378	787,378
2022	690,000	96,157	786,157
2023	700,000	83,393	783,393
2024	715,000	63,393	778,393
2025-2027	2,250,000	109,913	2,359,913
Total	$ 5,705,000	$ 577,661	$ 6,282,661

The Authority's debt service requirements to maturity on its direct placement revenue bonds are as follows:

Year ending December 31,	Principal	Interest	Total
2020	$ 570,000	$ 96,222	$ 666,222
2021	590,000	78,210	668,210
2022	355,000	59,566	414,566
2023	365,000	48,348	413,348
2024	375,000	36,814	411,814
2025-2026	790,000	37,604	827,604
Total	$ 3,045,000	$ 356,764	$ 3,401,764

NOTE 9. DEFINED BENEFIT PLAN

Plan Description

The County, as authorized by the County Commission, has established a non-contributory defined benefit pension plan, The Lumpkin 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. Plan benefits are provided for Plan participants who were participants in the Plan before January 1, 2004 whereby retirees receive between 1% and 1.75% multiplied by the average of the highest five consecutive years of earnings multiplied by the total credited years of service. Plan benefits are provided for Plan participants who were participants in the Plan on or after January 1, 2004 whereby retirees receive 1% multiplied by the average of the highest five consecutive years of earnings multiplied by the total credited years of service. 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 the 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, 2019, the date of the most recent actuarial valuation, pension plan membership consisted of the following:

Retireees, Beneficiaries and Disables receiving benefits	50
Terminated plan participants entitled to but not yet receiving benefits	156
Active employees participating in the Plan	171
Total number of Plan participants	377

NOTE 9. DEFINED BENEFIT PLAN (CONTINUED)

Contributions. The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of the ACCG Plan 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 Commission, 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. No contributions are made by plan participants. For the year ended December 31, 2019, the County's contribution rate was 7.5% of annual payroll. County contributions to the Plan were $494,650 for the year ended December 31, 2019.

Net Pension Liability of the County

The County's net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2018 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2018.

Actuarial assumptions. The total pension liability in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.00%
Salary increases	2.5% - 5.5%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with Scale AA projection to year 2018.

The actuarial assumptions used in the January 1, 2018 valuation were based on the results of an actuarial experience study through December 31, 2017.

NOTE 9. DEFINED BENEFIT PLAN (CONTINUED)

Net Pension Liability of the County (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 20-year benchmarks (33.33%) and 30-year benchmarks (33.33%), as well as forward-looking capital market assumptions for a moderate asset allocation (33.34%), 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, 2018 are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30%	6.08%
Large Cap equity	30%	9.07
International equity	15%	5.01
Other equity	20%	8.62
Real estate	5%	10.62
Total	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 County contributions will be made based on the average County contribution made to the Plan over the prior five years. Based on this assumption, 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. As of December 31, 2018 the expected long-term rate of return was revised to 7.00%.

NOTE 9. DEFINED BENEFIT PLAN (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 December 31, 2019, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 12/31/18	$ 5,047,456	$ 3,573,123	$ 1,474,333
Changes for the year:			
Service cost	203,574	-	203,574
Interest	360,478	-	360,478
Differences between expected and actual experience	551,950	-	551,950
Assumption changes	510,833	-	510,833
Contributions—employer	-	401,622	(401,622)
Net investment income	-	(201,255)	201,255
Benefit payments, including refunds of employee contributions	(150,713)	(150,713)	-
Administrative expense	-	(34,818)	34,818
Net changes	1,476,122	14,836	1,461,286
Balances at 12/31/19	$ 6,523,578	$ 3,587,959	$ 2,935,619

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

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 percent, 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 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
County's net pension liability	$ 3,948,055	$ 2,935,619	$ 2,107,242

NOTE 9. DEFINED BENEFIT PLAN (CONTINUED)

Sensitivity of the net pension liability to changes in the discount rate. **(Continued)**

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, 2018 and the current sharing pattern of costs between employer and employee.

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

For the year ended December 31, 2019, the County recognized pension expense of $749,041. At December 31, 2019, the County reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Plan contributions made subsequent to the measurement period	$ 494,650	$ -
Assumption changes	510,567	-
Experience differences	457,349	73,402
Net difference between projected and actual earnings on pension plan investments	276,512	-
Total	$ 1,739,078	$ 73,402

NOTE 9. DEFINED BENEFIT PLAN (CONTINUED)

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

County contributions subsequent to the measurement date of $494,650 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ending December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending December 31:		
2020	$	410,889
2021		352,911
2022		313,740
2023		93,486
Total	$	1,171,026

NOTE 10. DEFINED CONTRIBUTION PLAN

The County, by resolution, adopted the ACCG 401(a), a defined contribution retirement plan, administered by GEBCorp. The plan provisions and contribution rates may also be amended by resolution. Current full-time employees are eligible to participate, beginning on their date of hire. The County shall make a matching contribution on behalf of each participant to the plan equal to 4% of the participant's compensation for each participant who contributes 2% of their compensation.

For the year ended December 31, 2019, the County's covered payroll for employees participating in this plan was $6,362,420 and total payroll was $11,116,669. The County's contribution was $256,634 and employee contributions were $124,060.

NOTE 11. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; injuries to employees; and losses resulting from providing accident and health benefits to employees and their dependents.

The County participates in the Georgia Interlocal Risk Management Agency Fund and the Association of County Commissioners of Georgia Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

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 costs 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.

The County also carries insurance for all other risks of loss, including general liability and errors and omission coverage through a private insurance company. Settled claims have not exceeded insurance coverage in any of the past three years. There have been no significant reductions of insurance coverage from coverage in the prior year.

NOTE 12. COMMITMENTS AND CONTINGENCIES

Litigation

The County is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the County.

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.

Financial Guarantees

In March 2016, the Lumpkin County Water and Sewerage Authority entered into an intergovernmental contract relating to $750,000 the Authority borrowed from the Drinking Water State Revolving fund administered by Georgia Environmental Finance Authority (GEFA). Subsequently, the County guaranteed these notes in accordance with an intergovernmental contract signed between the Water and Sewerage Authority and the County dated March 15, 2016. Payments on the loan are due in monthly installments of principal and interest for a term of 119 monthly payments. As of December 31, 2019, the outstanding balance of this note is $351,705. In the event that the Water and Sewerage Authority has insufficient funds on deposit to enable the Water and Sewerage Authority to pay the principal and interest on the loan, the County will be required to transfer funds to the Water and Sewerage Authority such that payments from the County, when added to amounts available in the Water and Sewerage Authority's accounts, will be sufficient to pay principal and interest currently due.

In June 2019, the Development Authority of Lumpkin County, Georgia issued $2,000,000 Taxable Industrial Development Revenue Bonds, Series 2019 in order to finance a portion of the costs of the acquisition, construction and equipping of an existing industrial building. Subsequently, the County guaranteed these bonds in accordance with an intergovernmental contract signed between the Development Authority and the County dated June 18, 2019. Payments on the bonds are due in semi-annual installments of principal and interest for a term of 15 years. As of December 31, 2019, the outstanding balance of these bonds is $2,000,000. In the event that the Development Authority has insufficient funds on deposit to enable the Development Authority to pay the principal and interest on the loan, the County will be required to transfer funds to the Development Authority such that payments from the County, when added to amounts available in the Development Authority's accounts, will be sufficient to pay principal and interest currently due.

NOTE 13. JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the area, is a member of the Georgia Mountains Regional Commission (RC) and is required to pay annual dues thereto. During the year ended December 31, 2019, the County paid $27,981 in such dues. Membership in the RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of regional development commissions in Georgia.

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

Georgia Mountains Regional Commission
P.O. Box 1720
Gainesville, GA 30501

The County participates with Union, Banks and Towns Counties in the North Georgia Resource Management Authority. The Authority studied solid waste disposal issues, developed a plan to recycle waste paper and has leased those facilities to private entities. Lumpkin County has an ongoing financial interest and obligation for funding debt service requirements. The participating counties are annually assessed varying amounts to cover the Authority's inability to service its debt. During the year ended December 31, 2019, the County made no payments to the Authority. As of December 31, 2019, the Authority does not have any debt outstanding. Separate financial statements can be obtained from their office at:

North Georgia Resource Management Authority
150 Hudson Ridge, Suite 1
Homer, GA 30547

NOTE 14. HOTEL/MOTEL TAX

The County has levied a 5% lodging tax. During the year ended December 31, 2019, the County collected $264,162 in hotel/motel taxes. For the same year then ended, the hotel/motel tax fund reported expenditures of $267,219 for the promotion of tourism in accordance with the provisions of O.C.G.A. 48-13-51.

NOTE 15. TAX ABATEMENTS

The County enters into property tax abatement agreements with the Development Authority of Lumpkin County and local businesses under the state law O.C.G.A Section 36-62-1. Under the Act, and in accordance with Lumpkin County Resolution 2006-18, localities may grant property tax abatements of up to 100 percent of a business' property tax bill in year one, through a property tax credit, with the amount reducing 10% each subsequent year, for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the County and meeting certain investment targets.

For the fiscal year ended December 31, 2019, the County abated property taxes totaling $74,640 under this program, including the following tax abatement agreement:

- A 30 percent property tax reduction for a local business expanding its existing manufacturing capabilities and increasing employment. The local business is in year 8 of tax abatement. The abatement amounted to $74,640. If the local business does not meet the community jobs goals and community investment goals, 100% of the ad valorem property taxes saved for that year will be recaptured pro rata by each taxing authority.

NOTE 16. SUBSEQUENT EVENTS

In March 2020, Lumpkin County issued $6,905,000 of Series 2020 General Obligation Transportation Sales Tax Bonds. The bonds were issued with an interest rate of .87% and mature in August 2024. The proceeds of the bonds will be used to finance a portion of certain transportation projects for the County and all of the costs of a joint transportation project for the County and City of Dahlonega. A 1% transportation sales tax will be used to make the debt service payments on the bonds. Provisions of the bonds stipulate that the State of Georgia contributes $750,000 towards joint project costs as well.

In May 2020, Lumpkin County Public Building Authority issued $8,165,000 of Series 2020A Revenue Bonds. The bonds were issued with an interest rate of 2.95% and mature in June 2045. The proceeds of the bonds will be used to finance the acquisition, construction and equipping of County recreation projects. An intergovernmental agreement between the County and Public Building Authority stipulates that the County levy an ad valorem property tax sufficient to pay the Authority to make the debt service payments.

In addition, in May 2020, Lumpkin County Public Building Authority issued $5,810,000 of Series 2020B Refunding Revenue Bonds. The bonds were issued to refund all of the Authority's outstanding Series 2013 Revenue Bonds, the proceeds of which were used to refinance the County Justice Center. An intergovernmental agreement between the County and Public Building Authority stipulates that the County levy an ad valorem property tax sufficient to pay the Authority to make the debt service payments.

NOTE 17. CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of Governmental Accounting Standards Board (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. Therefore, in conjunction with the implementation 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	$ -
Change in accounting principle - GASB Statement No. 84	477,306
Net position, as restated	$ 477,306

REQUIRED SUPPLEMENTARY INFORMATION

LUMPKIN COUNTY, GEORGIA

BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2019

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
Revenues:				
Taxes	$ 16,309,330	$ 16,309,330	$ 17,061,787	$ 752,457
Licenses and permits	50,000	50,000	55,041	5,041
Fines and forfeitures	593,300	595,885	621,695	25,810
Charges for services	3,213,468	3,193,468	3,484,692	291,224
Interest income	54,574	205,206	232,520	27,314
Intergovernmental	594,205	601,078	643,904	42,826
Contributions and donations	39,300	835,397	29,877	(805,520)
Other	251,061	240,461	398,642	158,181
Total revenues	21,105,238	22,030,825	22,528,158	497,333
Expenditures:				
Current:				
General government:				
Legislative	139,884	149,835	140,647	9,188
Executive	273,952	305,663	292,275	13,388
Board of elections	167,163	172,163	164,245	7,918
Human resources	238,329	276,714	272,604	4,110
Financial administration	450,117	477,958	475,860	2,098
Data processing	188,779	202,049	195,120	6,929
Tax commissioner	391,395	412,825	410,805	2,020
Public/General buildings	922,596	925,476	919,984	5,492
Customer service	1,084,472	1,247,426	180,493	1,066,933
Tax assessor	527,190	558,491	517,068	41,423
Risk management	20,000	20,000	18,154	1,846
Total general government	4,403,877	4,748,600	3,587,255	1,161,345
Judicial:				
Judicial administration	218,531	218,531	216,936	1,595
Superior court	257,270	309,161	309,135	26
Clerk superior court	618,020	631,307	631,307	-
District attorney	32,000	34,585	33,102	1,483
Magistrate court	236,956	253,438	270,602	(17,164)
Probate court	302,879	302,879	302,201	678
Total judicial	1,665,656	1,749,901	1,763,283	(13,382)
Public safety:				
Police	137,189	135,566	140,396	(4,830)
Fire	3,620,960	3,603,092	3,548,816	54,276
Sheriff	5,728,351	5,978,919	6,146,768	(167,849)
Emergency medical services	124,740	124,740	114,177	10,563
Coroner	42,995	42,995	40,552	2,443
Other protection	316,952	318,618	313,757	4,861
Total public safety	9,971,187	10,203,930	10,304,466	(100,536)
Public works:				
Public works administration	77,500	160,599	160,681	(82)
Highways and streets	1,434,229	1,434,229	1,160,119	274,110
Sanitation and wastewater	213,341	233,248	231,430	1,818
Total public works	1,725,070	1,828,076	1,552,230	275,846

(Continued)

LUMPKIN COUNTY, GEORGIA

BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2019

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
Expenditures: (Continued)				
Health and welfare:				
Health	$ 209,199	$ 209,199	$ 209,199	$ -
Welfare	15,000	15,000	15,000	-
Community services	497,982	579,899	527,931	51,968
Total health and welfare	722,181	804,098	752,130	51,968
Culture and recreation:				
Participant recreation	914,560	913,760	879,098	34,662
Library	420,266	400,000	400,000	-
Total culture and recreation	1,334,826	1,313,760	1,279,098	34,662
Housing and development:				
Conservation	62,204	62,504	60,123	2,381
Total housing and development	62,204	62,504	60,123	2,381
Debt service:				
Principal	56,694	56,694	56,694	-
Interest	62,346	62,346	62,346	-
Total debt service	119,040	119,040	119,040	-
Total expenditures	20,004,041	20,829,909	19,417,625	1,412,284
Excess of revenues over expenditures	1,101,197	1,200,916	3,110,533	1,909,617
Other financing sources (uses):				
Proceeds from the sale of capital assets	69,673	69,673	19,648	(50,025)
Transfers in	-	-	993,430	993,430
Transfers out	(1,802,643)	(1,930,589)	(2,243,710)	(313,121)
Total other financing sources (uses)	(1,732,970)	(1,860,916)	(1,230,632)	630,284
Net change in fund balances	(631,773)	(660,000)	1,879,901	2,539,901
Fund balances, beginning of year	7,503,535	7,503,535	7,503,535	-
Fund balances, end of year	$ 6,871,762	$ 6,843,535	$ 9,383,436	$ 2,539,901

LUMPKIN COUNTY, GEORGIA

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2019	2018	2017	2016	2015
Total pension liability					
Service cost	$ 203,574	$ 182,798	$ 178,104	$ 155,942	$ 148,305
Interest on total pension liability	360,478	351,063	328,874	283,967	246,481
Differences between expected and actual experience	551,950	(137,228)	42,009	88,048	-
Changes of assumptions	510,833	10,986	175,216	159,350	-
Benefit payments, including refunds of employee contributions	(150,713)	(142,810)	(146,542)	(114,386)	(98,269)
Net change in total pension liability	1,476,122	264,809	577,661	572,921	296,517
Total pension liability - beginning	5,047,456	4,782,647	4,204,986	3,632,065	3,335,548
Total pension liability - ending (a)	$ 6,523,578	$ 5,047,456	$ 4,782,647	$ 4,204,986	$ 3,632,065
Plan fiduciary net position					
Contributions - employer	401,622	317,767	277,885	289,822	247,977
Net investment income	(201,255)	453,981	180,124	(3,783)	149,298
Benefit payments, including refunds of employee contributions	(150,713)	(142,810)	(146,542)	(114,386)	(98,269)
Administrative expenses	(34,818)	(30,148)	(31,535)	(28,468)	(26,949)
Other	-	-	-	(9,103)	2
Net change in plan fiduciary net position	14,836	598,790	279,932	134,082	272,059
Plan fiduciary net position - beginning	3,573,123	2,974,333	2,694,401	2,560,319	2,288,260
Plan fiduciary net position - ending (b)	$ 3,587,959	$ 3,573,123	$ 2,974,333	$ 2,694,401	$ 2,560,319
County's net pension liability - ending (a) - (b)	$ 2,935,619	$ 1,474,333	$ 1,808,314	$ 1,510,585	$ 1,071,746
Plan fiduciary net position as a percentage of the total pension liability	55.0%	70.8%	62.2%	64.1%	70.5%
Covered payroll	$ 6,387,811	$ 5,526,657	$ 5,493,661	$ 5,319,203	$ 5,086,023
County's net pension liability as a percentage of covered payroll	46.0%	26.7%	32.9%	28.4%	21.1%

Notes to the Schedule

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

LUMPKIN COUNTY, GEORGIA

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF COUNTY CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31,

	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	$ 494,650	$ 401,622	$ 317,767	$ 277,885	$ 249,652	$ 247,977
Contributions in relation to the actuarially determined contribution	494,650	401,622	317,767	277,885	289,822	247,977
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ (40,170)	$ -
Covered payroll	6,563,526	6,387,811	5,526,657	5,493,661	5,319,203	5,086,023
Contributions as a percentage of covered payroll	7.5%	6.3%	5.7%	5.1%	4.7%	4.9%

Notes to the Schedule

Valuation Date	January 1, 2018
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Smoothed market value with a 5-year smoothing period.
Assumed Rate of Return On Investments	7.00%
Projected Salary Increases	2.5% - 5.5% (including 2.0% for inflation)
Cost-of-living Adjustment	2.0%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	None remaining

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

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditure for particular purposes, as described below.

Drug Rehabilitation Fund - to account for funds collected from fines and forfeitures to be used to create and maintain a Drug Abuse Treatment and Education Fund; these funds are restricted by the Official Code of Georgia Annotated (OCGA) 15-21-100.

Law Library Fund - to account for the revenues and related expenditures of operating the County's Law Library; these funds are restricted by OCGA 36-15.

Emergency Telephone System Fund - to account for the monthly 911 charge to help fund the cost of providing emergency 911 services; these funds are restricted by OCGA 46-5-134.

Juvenile Services Fund - to account for funds collected to be used for law enforcement activities; these funds are restricted by OCGA 15-11-71.

Confiscated Assets Fund - to account for the use of confiscated assets by the Sheriff's Department; these funds are restricted by the applicable State of Georgia confiscation and seizure laws.

Special Programs Fund - to account for fines, confiscated monies, and donations received that are to be expended within the guidelines of each program as established by the external resource providers.

Public Defender Fund - to account for funds from contributing counties to be used to maintain a circuit public defender's office as established by the external resource providers.

Technology Fee Fund - to account for funds collected from fines to be used by Magistrate and Probate courts for technology related expenditures in accordance with State of Georgia laws.

Multiple Grant Fund - to account for governmental grants received and the related expenditures.

Hotel/Motel Tax Fund - to account for the collection of hotel/motel taxes within the County and for the expenditures made distributing the collections to the appropriate entities as required by OCGA 48-13-51.

Planning Fund - to account for the revenues from the designated property tax levy and related expenditures for the operations of the County's Planning Department.

Capital Projects Funds

Capital Projects Fund - to account for the resources accumulated and used for the acquisition and construction of major capital projects.

Local Roads Fund - to account for Local Maintenance and Improvement Grant (LMIG) funds received from the Georgia Department of Transportation to fund maintenance of and improvements to the County's roads as well as to account for the proceeds of the Transportation Special Purpose Local Option Sales Tax (TSPLOST) for the various improvement projects as approved by the voter referendum.

Community Development Block Grant Fund - to account for CDBG grant funds received and the related expenditures for the Lumpkin County Water & Sewer Authority expansion project.

Debt Service Funds

Debt Service Fund – to account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

LUMPKIN COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019

	Special Revenue Funds						
ASSETS	**Drug Rehabilitation Fund**	**Law Library Fund**	**Emergency Telephone System Fund**	**Juvenile Services Fund**	**Confiscated Assets Fund**	**Special Programs Fund**	**Public Defender Fund**
Cash and cash equivalents	$ 3,357	$ 53,354	$ -	$ -	$ 40,211	$ 57,275	$ 76,631
Receivables (net of allowance for uncollectibles)	1,533	-	99,199	-	-	-	-
Due from other funds	28,969	-	-	9,622	-	-	-
Prepaid items	-	-	15,251	-	-	-	33,657
Total assets	$ 33,859	$ 53,354	$ 114,450	$ 9,622	$ 40,211	$ 57,275	$ 110,288
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ -	$ -	$ 20,310	$ -	$ 170	$ 11,740	$ 849
Due to other funds	-	-	45,974	-	-	1,251	-
Total liabilities	-	-	66,284	-	170	12,991	849
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	-	-	-	-	-	-	-
Unearned revenue - property taxes	-	-	-	-	-	-	-
Unavailable revenue - intergovernmental	-	-	-	-	-	-	-
Unearned revenue - intergovernmental	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Nonspendable:							
Prepaid items	-	-	15,251	-	-	-	33,657
Restricted for:							
Debt service	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Public safety activities	33,859	-	32,915	-	40,041	44,284	-
Planning department operations	-	-	-	-	-	-	-
Law library operations	-	53,354	-	-	-	-	-
Judicial activities	-	-	-	9,622	-	-	75,782
Tourism	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	33,859	53,354	48,166	9,622	40,041	44,284	109,439
Total liabilities, deferred inflows of resources, and fund balances	$ 33,859	$ 53,354	$ 114,450	$ 9,622	$ 40,211	$ 57,275	$ 110,288

					Capital Projects Funds				
Technology Fee Fund	Multiple Grant Fund	Hotel/Motel Tax Fund	Planning Fund	Capital Projects Fund	Local Roads Fund	Community Development Block Grant Fund	Debt Service Fund	Total Nonmajor Governmental Funds
$ 15,969	$ -	$ 61,549	$ 585,397	$ -	$ 1,572,049	$ 1,000	$ 234,899	$ 2,701,691
-	133,970	3,960	17,156	-	339,401	1,351	21,098	617,668
1,456	-	-	-	-	-	-	-	40,047
-	9,603	-	10,297	6,816	-	-	-	75,624
$ 17,425	$ 143,573	$ 65,509	$ 612,850	$ 6,816	$ 1,911,450	$ 2,351	$ 255,997	$ 3,435,030
$ 397	$ 87,644	$ 58,632	$ 10,462	$ 17,051	$ 72,329	$ -	$ -	$ 279,584
-	-	2,352	348	-	-	2,351	-	52,276
397	87,644	60,984	10,810	17,051	72,329	2,351	-	331,860
-	-	-	4,588	-	-	-	5,484	10,072
-	-	-	151,808	-	-	-	189,415	341,223
-	96,503	-	-	-	-	-	-	96,503
-	-	-	-	-	614,347	-	-	614,347
-	96,503	-	156,396	-	614,347	-	194,899	1,062,145
-	9,603	-	10,297	6,816	-	-	-	75,624
-	-	-	-	-	-	-	61,098	61,098
-	-	-	-	-	1,224,774	-	-	1,224,774
-	-	-	-	-	-	-	-	151,099
-	-	-	435,347	-	-	-	-	435,347
-	-	-	-	-	-	-	-	53,354
17,028	-	-	-	-	-	-	-	102,432
-	-	4,525	-	-	-	-	-	4,525
-	(50,177)	-	-	(17,051)	-	-	-	(67,228)
17,028	(40,574)	4,525	445,644	(10,235)	1,224,774	-	61,098	2,041,025
$ 17,425	$ 143,573	$ 65,509	$ 612,850	$ 6,816	$ 1,911,450	$ 2,351	$ 255,997	$ 3,435,030

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2019

	Special Revenue Funds						
	Drug Rehabilitation Fund	Law Library Fund	Emergency Telephone System Fund	Juvenile Services Fund	Confiscated Assets Fund	Special Programs Fund	Public Defender Fund
Revenues:							
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-	-
Fines and forfeitures	56,174	23,451	-	-	74,632	-	-
Charges for services	-	-	616,086	-	-	49,003	-
Interest income	-	-	-	-	584	262	1,316
Intergovernmental	-	-	-	-	-	-	404,790
Contributions and donations	-	-	-	-	-	48,105	-
Other revenues	-	-	-	-	-	-	-
Total revenues	56,174	23,451	616,086	-	75,216	97,370	406,106
Expenditures:							
Current:							
General government	-	-	-	-	-	-	-
Judicial	42,000	26,528	-	54	-	-	533,797
Public safety	15,000	-	979,312	-	18,506	110,802	-
Public works	-	-	-	-	-	-	-
Housing and development	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	57,000	26,528	979,312	54	18,506	110,802	533,797
Excess (deficiency) of revenues over expenditures	(826)	(3,077)	(363,226)	(54)	56,710	(13,432)	(127,691)
Other financing sources (uses):							
Transfers in	-	-	362,468	-	-	11,825	146,634
Transfers out	-	-	-	-	(18,145)	-	-
Total other financing sources (uses)	-	-	362,468	-	(18,145)	11,825	146,634
Net change in fund balances	(826)	(3,077)	(758)	(54)	38,565	(1,607)	18,943
Fund balances (deficits), beginning of year	34,685	56,431	48,924	9,676	1,476	45,891	90,496
Fund balances (deficits), end of year	$ 33,859	$ 53,354	$ 48,166	$ 9,622	$ 40,041	$ 44,284	$ 109,439

				Capital Projects Funds				
Technology Fee Fund	Multiple Grant Fund	Hotel/Motel Tax Fund	Planning Fund	Capital Projects Fund	Local Roads Fund	Community Development Block Grant Fund	Debt Service Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ 264,162	$ 155,709	$ -	$ 1,920,181	$ -	$ 197,737	$ 2,537,789
-	-	-	340,100	-	-	-	-	340,100
-	-	-	-	-	-	-	-	154,257
21,700	-	-	19,687	-	-	-	-	706,476
-	-	887	9,242	-	1,923	-	33,416	47,630
-	504,687	-	-	-	633,241	554,651	-	2,097,369
-	-	-	-	10,000	-	-	-	58,105
-	6,007	-	-	-	-	-	-	6,007
21,700	510,694	265,049	524,738	10,000	2,555,345	554,651	231,153	5,947,733
-	22,846	-	-	83,104	-	-	-	105,950
29,597	177,264	-	-	20,190	-	-	-	829,430
-	522,980	-	-	-	-	-	-	1,646,600
-	-	-	-	-	1,387	-	-	1,387
-	-	267,219	475,423	-	-	-	-	742,642
-	-	-	-	-	403,238	-	-	403,238
-	-	-	-	742,859	292,705	835,446	-	1,871,010
-	-	-	-	163,943	-	-	94,026	257,969
-	-	-	-	10,143	-	-	111,137	121,280
29,597	723,090	267,219	475,423	1,020,239	697,330	835,446	205,163	5,979,506
(7,897)	(212,396)	(2,170)	49,315	(1,010,239)	1,858,015	(280,795)	25,990	(31,773)
-	147,720	-	-	1,100,587	-	290,344	-	2,059,578
-	-	-	-	-	(633,241)	-	(1,993,430)	(2,644,816)
-	147,720	-	-	1,100,587	(633,241)	290,344	(1,993,430)	(585,238)
(7,897)	(64,676)	(2,170)	49,315	90,348	1,224,774	9,549	(1,967,440)	(617,011)
24,925	24,102	6,695	396,329	(100,583)	-	(9,549)	2,028,538	2,658,036
$ 17,028	$ (40,574)	$ 4,525	$ 445,644	$ (10,235)	$ 1,224,774	$ -	$ 61,098	$ 2,041,025

LUMPKIN COUNTY, GEORGIA
DRUG REHABILITATION FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 65,000	$ 65,000	$ 56,174	$ (8,826)
Total revenues	65,000	65,000	56,174	(8,826)
Expenditures:				
Current:				
Judicial	50,000	50,000	42,000	8,000
Public safety	15,000	15,000	15,000	-
Total expenditures	65,000	65,000	57,000	8,000
Net changes in fund balances	-	-	(826)	(826)
Fund balances, beginning of year	34,685	34,685	34,685	-
Fund balances, end of year	$ 34,685	$ 34,685	$ 33,859	$ (826)

LUMPKIN COUNTY, GEORGIA
LAW LIBRARY FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 16,000	$ 16,000	$ 23,451	$ 7,451
Total revenues	16,000	16,000	23,451	7,451
Expenditures:				
Current:				
Judicial	16,000	16,000	26,528	(10,528)
Total expenditures	16,000	16,000	26,528	(10,528)
Net changes in fund balances	-	-	(3,077)	(3,077)
Fund balances, beginning of year	56,431	56,431	56,431	-
Fund balances, end of year	$ 56,431	$ 56,431	$ 53,354	$ (3,077)

LUMPKIN COUNTY, GEORGIA
EMERGENCY TELEPHONE SYSTEM FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 512,075	$ 546,450	$ 616,086	$ 69,636
Total revenues	512,075	546,450	616,086	69,636
Expenditures:				
Current:				
Public safety	937,449	983,774	979,312	4,462
Total expenditures	937,449	983,774	979,312	4,462
Deficiency of revenues over expenditures	(425,374)	(437,324)	(363,226)	74,098
Other financing sources:				
Transfers in	425,374	437,324	362,468	(74,856)
Total other financing sources	425,374	437,324	362,468	(74,856)
Net changes in fund balances	-	-	(758)	(758)
Fund balances, beginning of year	48,924	48,924	48,924	-
Fund balances, end of year	$ 48,924	$ 48,924	$ 48,166	$ (758)

LUMPKIN COUNTY, GEORGIA
JUVENILE SERVICES FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 900	$ 900	$ -	$ (900)
Total revenues	900	900	-	(900)
Expenditures:				
Current:				
Judicial	900	900	54	846
Total expenditures	900	900	54	846
Net changes in fund balances	-	-	(54)	(54)
Fund balances, beginning of year	9,676	9,676	9,676	-
Fund balances, end of year	$ 9,676	$ 9,676	$ 9,622	$ (54)

LUMPKIN COUNTY, GEORGIA
CONFISCATED ASSETS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 1,500	$ 1,500	$ 74,632	$ 73,132
Interest income	-	-	584	584
Total revenues	1,500	1,500	75,216	73,716
Expenditures:				
Current:				
Public safety	1,500	1,500	18,506	(17,006)
Total expenditures	1,500	1,500	18,506	(17,006)
Excess of revenues over expenditures	-	-	56,710	56,710
Other financing uses:				
Transfers out	-	-	(18,145)	(18,145)
Total other financing uses	-	-	(18,145)	(18,145)
Net changes in fund balances	-	-	38,565	38,565
Fund balances, beginning of year	1,476	1,476	1,476	-
Fund balances, end of year	$ 1,476	$ 1,476	$ 40,041	$ 38,565

LUMPKIN COUNTY, GEORGIA
SPECIAL PROGRAMS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 25,000	$ 25,000	$ 49,003	$ 24,003
Interest income	65	65	262	197
Contributions and donations	28,800	28,800	48,105	19,305
Total revenues	53,865	53,865	97,370	43,505
Expenditures:				
Current:				
Public safety	56,865	56,865	110,802	(53,937)
Total expenditures	56,865	56,865	110,802	(53,937)
Deficiency of revenues over expenditures	(3,000)	(3,000)	(13,432)	(10,432)
Other financing sources:				
Transfers in	3,000	3,000	11,825	8,825
Total other financing sources	3,000	3,000	11,825	8,825
Net changes in fund balances	-	-	(1,607)	(1,607)
Fund balances, beginning of year	45,891	45,891	45,891	-
Fund balances, end of year	$ 45,891	$ 45,891	$ 44,284	$ (1,607)

LUMPKIN COUNTY, GEORGIA
PUBLIC DEFENDER FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 319,345	$ 319,345	$ 404,790	$ 85,445
Interest income	-	-	1,316	1,316
Total revenues	319,345	319,345	406,106	86,761
Expenditures:				
Current:				
Judicial	466,029	466,029	533,797	(67,768)
Total expenditures	466,029	466,029	533,797	(67,768)
Deficiency of revenues over expenditures	(146,684)	(146,684)	(127,691)	18,993
Other financing sources:				
Transfers in	146,684	146,684	146,634	(50)
Total other financing sources	146,684	146,684	146,634	(50)
Net changes in fund balances	-	-	18,943	18,943
Fund balances, beginning of year	90,496	90,496	90,496	-
Fund balances, end of year	$ 90,496	$ 90,496	$ 109,439	$ 18,943

LUMPKIN COUNTY, GEORGIA
TECHNOLOGY FEE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 20,000	$ 20,000	$ 21,700	$ 1,700
Total revenues	20,000	20,000	21,700	1,700
Expenditures:				
Current:				
Judicial	20,000	20,000	29,597	(9,597)
Total expenditures	20,000	20,000	29,597	(9,597)
Net changes in fund balances	-	-	(7,897)	(7,897)
Fund balances, beginning of year	24,925	24,925	24,925	-
Fund balances, end of year	$ 24,925	$ 24,925	$ 17,028	$ (7,897)

LUMPKIN COUNTY, GEORGIA
MULTIPLE GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 333,205	$ 742,411	$ 504,687	$ (237,724)
Other revenues	33,971	33,971	6,007	(27,964)
Total revenues	367,176	776,382	510,694	(265,688)
Expenditures:				
Current:				
General government	50,000	50,007	22,846	27,161
Judicial	211,856	211,856	177,264	34,592
Public safety	172,953	732,718	522,980	209,738
Total expenditures	434,809	994,581	723,090	271,491
Deficiency of revenues over expenditures	(67,633)	(218,199)	(212,396)	5,803
Other financing sources:				
Transfers in	67,633	218,199	147,720	(70,479)
Total other financing sources	67,633	218,199	147,720	(70,479)
Net changes in fund balances	-	-	(64,676)	(64,676)
Fund balances, beginning of year	24,102	24,102	24,102	-
Fund balances, end of year	$ 24,102	$ 24,102	$ (40,574)	$ (64,676)

LUMPKIN COUNTY, GEORGIA
HOTEL/MOTEL TAX FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Hotel/Motel taxes	$ 185,000	$ 267,020	$ 264,162	$ (2,858)
Interest	200	200	887	687
Total revenues	185,200	267,220	265,049	(2,171)
Expenditures:				
Current:				
Housing and development	185,200	267,220	267,219	1
Total expenditures	185,200	267,220	267,219	1
Net changes in fund balances	-	-	(2,170)	(2,170)
Fund balances, beginning of year	6,695	6,695	6,695	-
Fund balances, end of year	$ 6,695	$ 6,695	$ 4,525	$ (2,170)

LUMPKIN COUNTY, GEORGIA
PLANNING FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 150,880	$ 150,880	$ 155,709	$ 4,829
Licenses and permits	314,900	314,900	340,100	25,200
Charges for services	10,000	10,000	19,687	9,687
Interest income	350	350	9,242	8,892
Total revenues	476,130	476,130	524,738	48,608
Expenditures:				
Current:				
Housing and development	476,130	476,130	475,423	707
Total expenditures	476,130	476,130	475,423	707
Net changes in fund balances	-	-	49,315	49,315
Fund balances, beginning of year	396,329	396,329	396,329	-
Fund balances, end of year	$ 396,329	$ 396,329	$ 445,644	$ 49,315

LUMPKIN COUNTY, GEORGIA
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED DECEMBER 31, 2019

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 194,700	$ 194,700	$ 197,737	$ 3,037
Interest income	700	700	33,416	32,716
Total revenues	195,400	195,400	231,153	35,753
Expenditures:				
Debt service:				
Principal	94,026	94,026	94,026	-
Interest	111,137	111,137	111,137	-
Total expenditures	205,163	205,163	205,163	-
Excess (deficiency) of revenues over expenditures	(9,763)	(9,763)	25,990	35,753
Other financing uses:				
Transfers out	(1,900,000)	(1,900,000)	(1,993,430)	(93,430)
Total other financing uses	(1,900,000)	(1,900,000)	(1,993,430)	(93,430)
Net change in fund balances	(1,909,763)	(1,909,763)	(1,967,440)	(57,677)
Fund balances, beginning of year	2,028,538	2,028,538	2,028,538	-
Fund balances, end of year	$ 118,775	$ 118,775	$ 61,098	$ (57,677)

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS FOR THE YEAR ENDED DECEMBER 31, 2019

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
2014 SPLOST					
Lease Payments	$ 5,100,000	$ 5,100,000	$ 3,935,127	$ 786,376	$ 4,721,503
Administration Facility Improvements	1,200,000	2,485,025	473,900	56,429	530,329
Public Facility Renovations/Vehicles	300,000	300,000	118,981	-	118,981
Animal Shelter Equipment/Facilities, and Vehicles	75,000	79,187	73,374	-	73,374
Clerk of Court Archives Upgrade	20,000	20,000	20,000	-	20,000
Economic Development	500,000	500,000	500,000	-	500,000
Board of Elections Upgrades	40,000	40,000	-	-	-
Emergency Services Equipment/Vehicles, Facility Renovations/Additions	1,485,000	1,541,755	1,304,792	236,963	1,541,755
Roads and Bridges Equipment, Vehicles, Resurfacing, Improvements	4,270,000	4,270,000	3,157,589	718,618	3,876,207
Lumpkin Co. Library	1,000,000	1,000,000	49,934	927,478	977,412
Recreation Equipment/Vehicles/Facilities	1,000,000	1,000,000	649,013	128,091	777,104
Senior Center Facilities	50,000	53,034	-	53,054	53,054
Sheriff's Department Equipment and Vehicles	360,000	361,667	361,667	-	361,667
Water Authority System Improvements	500,000	500,000	124,541	-	124,541
City of Dahlonega	3,000,000	3,000,000	2,471,621	528,378	2,999,999
Total 2014 SPLOST	$ 18,900,000	$ 20,250,668	$ 13,240,539	$ 3,435,387	$ 16,675,926

Non-SPLOST expenditures*

*Lumpkin County uses Intergovernmental Revenues as well as contributions from other parties to expand our SPLOST projects. Contributions to the SPLOST Projects are as follows:

Transfers in from other funds to offset project costs	$ 1,671,722
Intergovernmental revenues	2,107,690
Total non-SPLOST expenditures	3,779,412
Total SPLOST Fund Expenditures	$ 7,214,799

Note: The balance of expenditures reported for prior years for these projects have been corrected by the County to appropriately reflect the actual balance of SPLOST funds expended in accordance with the voter approved referendum.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS FOR THE YEAR ENDED DECEMBER 31, 2019

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
2019 TSPLOST					
Joint project	$ 4,000,000	$ 4,000,000	$ -	$ -	$ -
Roads and Bridges - Paving, Striping, Maintenance, Construction and Improvements	6,844,300	6,844,300	-	-	-
Road Maintenance Equipment	1,845,700	1,845,700	-	294,092	294,092
City of Dahlonega	2,310,000	2,310,000	-	403,238	403,238
Total 2019 TSPLOST	$ 15,000,000	$ 15,000,000	$ -	$ 697,330	$ 697,330

Note: The TSPLOST referendum stipulates that debt service payments on the joint project shall be expended first. In 2019, the County has not issued TSPLOST bonded debt. There are no other tiers or assignments of priority on project expenditures.

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2019

ASSETS	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Total
Cash and cash equivalents	$ 1,089,031	$ 15,483	$ 238,102	$ 46,368	$ 3,259	$ 1,392,243
Taxes receivable	1,485,307	-	-	-	-	1,485,307
Total assets	2,574,338	15,483	238,102	46,368	3,259	2,877,550
LIABILITIES						
Due to others	882,576	2,557	3,717	5,745	859	895,454
Uncollected taxes	1,485,307	-	-	-	-	1,485,307
Total liabilities	2,367,883	2,557	3,717	5,745	859	2,380,761
NET POSITION						
Restricted:						
Individuals, organizations, and other governments	206,455	12,926	234,385	40,623	2,400	496,789
Total net position	$ 206,455	$ 12,926	$ 234,385	$ 40,623	$ 2,400	$ 496,789

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2019

	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Total
ADDITIONS						
Property taxes collected for other governments	$ 32,953,430	$ -	$ -	$ -	$ -	$ 32,953,430
Fines and fees collected	-	281,271	465,149	568,688	18,017	1,333,125
Criminal and civil bonds	-	-	1,074,196	39,046	-	1,113,242
Total additions	32,953,430	281,271	1,539,345	607,734	18,017	35,399,797
DEDUCTIONS						
Property taxes distributed to other governments	32,921,846	-	-	-	-	32,921,846
Fines and fees disbursed	-	-	477,342	407,554	16,177	901,073
Other custodial disbursements	-	290,954	1,073,463	192,978	-	1,557,395
Total deductions	32,921,846	290,954	1,550,805	600,532	16,177	35,380,314
Net increase (decrease) in custodial net position	31,584	(9,683)	(11,460)	7,202	1,840	19,483
Net position, beginning of year, restated	174,871	22,609	245,845	33,421	560	477,306
Net position, end of year	$ 206,455	$ 12,926	$ 234,385	$ 40,623	$ 2,400	$ 496,789

COMPONENT UNIT – HOSPITAL AUTHORITY

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - HOSPITAL AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2019

	Hospital Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Payments to suppliers and service providers	$ (42,371)
Net cash used in operating activities	(42,371)
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of investments	(98,721)
Proceeds from sale of investment	98,817
Interest received	43,128
Net cash provided by investing activities	43,224
Net increase in cash and cash equivalents	853
Cash and cash equivalents:	
Beginning of year	172,988
End of year	$ 173,841
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (42,371)
Net cash used in operating activities	$ (42,371)
NON-CASH INVESTING ACTIVITIES	
Unrealized gain on investments	$ 54,010

COMPONENT UNIT – AIRPORT AUTHORITY

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - AIRPORT AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2019

	Airport Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 30,411
Payments to suppliers and service providers	(213,378)
Net cash used in operating activities	(182,967)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating grants received	176,318
Net cash provided by noncapital financing activities	176,318
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	470
Net cash provided by investing activities	470
Net decrease in cash and cash equivalents	(6,179)
Cash and cash equivalents:	
Beginning of year	32,249
End of year	$ 26,070
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (178,885)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	6,822
Decrease in prepaids	730
Decrease in inventory	14,927
Decrease in accounts payable	(1,475)
Decrease in intergovernmental payable	(25,086)
Net cash used in operating activities	$ (182,967)
NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES	
Contributions of capital assets	$ 169,533

COMPONENT UNIT – PUBLIC BUILDING AUTHORITY

LUMPKIN COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
PUBLIC BUILDING AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2019

Revenues:	
Intergovernmental	$ 1,450,646
Total revenues	1,450,646
Expenditures:	
Debt service:	
Principal	1,215,000
Interest	235,646
Total expenditures	1,450,646
Net change in fund balances	-
Fund balances, beginning of year	-
Fund balances, end of year	$ -

STATISTICAL SECTION

This part of Lumpkin County's comprehensive annual 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.

Page

Financial Trends 99-105

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

Revenue Capacity 106-110

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

Debt Capacity 111-114

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

Demographic and Economic Information ..... 115 and 116

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

Operating Information 117-119

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

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

LUMPKIN COUNTY, GEORGIA

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Governmental activities										
Net investment in capital assets	**$ 77,698**	$ 71,483	$ 69,680	$ 66,028	$ 64,707	$ 62,155	$ 60,580	$ 59,032	$ 56,295	$ 55,355
Restricted	**5,531**	5,703	5,034	6,605	6,103	6,115	6,628	7,765	9,352	9,243
Unrestricted	**8,001**	6,282	6,524	5,670	5,824	7,350	7,889	6,853	7,226	6,744
Total governmental activities net position	**$ 91,229**	$ 83,468	$ 81,238	$ 78,303	$ 76,633	$ 75,620	$ 75,097	$ 73,650	$ 72,873	$ 71,342
Business-type activities										
Net investment in capital assets	**$ 652**	$ 575	$ 590	$ 607	$ 625	$ 648	$ 694	$ 694	$ 709	$ 735
Unrestricted	**(313)**	(318)	(334)	(366)	(400)	(416)	(457)	(457)	(492)	(506)
Total business-type activities net position	**$ 339**	$ 257	$ 256	$ 241	$ 225	$ 232	$ 237	$ 237	$ 217	$ 229
Primary government										
Net investment in capital assets	**$ 78,350**	$ 72,058	$ 70,271	$ 66,635	$ 65,332	$ 62,803	$ 61,274	$ 59,726	$ 57,004	$ 56,090
Restricted	**5,531**	5,702	5,034	6,605	6,103	6,115	6,628	7,765	9,352	9,243
Unrestricted	**7,688**	5,964	6,189	5,304	5,424	6,934	7,432	6,396	6,734	6,238
Total primary government net position	**$ 91,569**	$ 83,724	$ 81,494	$ 78,544	$ 76,858	$ 75,852	$ 75,334	$ 73,887	$ 73,090	$ 71,571
Restatements	**$ -**	$ -	$ 22	$ **-**	$ -	$ (1,039)	$ -	$ -	$ -	$ -
Total primary government net position, after restatements	**$ 91,569**	$ 83,724	$ 81,516	$ 78,544	$ 76,858	$ 74,813	$ 75,334	$ 73,887	$ 73,090	$ 71,571

LUMPKIN COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Expenses										
Governmental activities:										
General government	**$ 4,423**	$ 5,420	$ 4,614	$ 4,270	$ 4,358	$ 3,900	$ 3,964	$ 3,714	$ 3,144	$ 3,210
Judicial system	**2,595**	2,412	2,317	2,348	2,262	2,372	2,119	2,375	2,673	2,585
Public safety	**12,746**	11,310	10,764	9,918	9,474	9,691	9,151	9,235	8,965	9,004
Public works	**3,708**	2,979	3,055	3,162	2,723	2,960	2,688	2,472	2,614	2,604
Health and welfare	**793**	745	734	690	723	666	628	589	595	613
Culture and recreation	**1,518**	1,545	1,511	1,405	1,363	1,336	1,235	955	1,014	1,334
Housing and development	**815**	782	668	511	962	412	432	426	421	424
Interest on long-term debt	**355**	375	394	477	470	519	473	863	917	998
Total governmental activities expenses	**26,954**	25,569	24,058	22,781	22,336	21,857	20,690	20,629	20,343	20,772
Business-type activities:										
Solid Waste	**104**	167	112	110	123	100	109	134	94	225
Total business-type activities expenses	**104**	167	112	110	123	100	109	134	94	225
Total primary government expenses	**$ 27,058**	$ 25,736	$ 24,170	$ 22,891	$ 22,459	$ 21,957	$ 20,799	$ 20,763	$ 20,437	$ 20,997
Program Revenues										
Governmental activities:										
Charges for services:										
General government	**$ 1,026**	$ 960	$ 891	$ 971	$ 781	$ 764	$ 778	$ 1,072	$ 1,018	$ 1,177
Judicial system	**984**	936	1,003	932	1,026	1,000	1,001	619	675	771
Public safety	**3,138**	2,157	1,928	1,776	2,234	2,184	2,013	1,974	2,423	1,921
Public works	**3**	1	1	1	2	1	1	30	51	53
Health and welfare	**32**	27	25	30	23	27	40	58	42	52
Culture and recreation	**224**	267	250	245	234	232	231	-	22	216
Housing and development	**360**	367	237	203	140	126	122	109	77	96
Operating grants and contributions	**1,697**	1,740	1,175	1,146	1,296	1,147	977	1,287	1,555	1,567
Capital grants and contributions	**3,655**	929	1,409	1,296	1,830	426	748	583	17	54
Total governmental activities program revenues	**11,119**	7,384	6,920	6,600	7,568	5,907	5,911	5,732	5,880	5,907
Business-type activities:										
Charges for services:										
Solid waste	**23**	26	131	34	35	32	45	115	15	15
Capital grants and contributions	**-**	-	-	-	-	-	-	13	-	-
Total business-type activities program revenues	**23**	26	131	34	35	32	45	128	15	15
Total primary government program revenues	**$ 11,142**	$ 7,410	$ 7,051	$ 6,633	$ 7,603	$ 5,939	$ 5,956	$ 5,860	$ 5,895	$ 5,922
Net (expense)/revenue										
Governmental activities	**$ (15,835)**	$ (18,185)	$ (17,138)	$ (16,181)	$ (14,768)	$ (15,949)	$ (14,779)	$ (14,897)	$ (14,463)	$ (14,865)
Business-type activities	**(81)**	(141)	19	(76)	(88)	(68)	(64)	(19)	(79)	(210)
Total primary government net expense	**$ (15,916)**	$ (18,326)	$ (17,119)	$ (16,257)	$ (14,856)	$ (16,018)	$ (14,843)	$ (14,916)	$ (14,542)	$ (15,075)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	**$ 12,687**	$ 12,271	$ 12,191	$ 10,626	$ 9,334	$ 9,595	$ 9,553	$ 8,818	$ 9,047	$ 9,850
Sales taxes	**8,876**	6,326	6,130	5,681	5,756	5,468	5,191	5,471	5,358	5,195
Insurance premium taxes	**1,711**	1,597	1,479	1,381	1,298	1,212	1,148	1,105	1,034	828
Other taxes	**196**	197	193	203	229	230	222	188	227	219
Unrestricted investment earnings	**280**	143	76	52	35	45	161	318	394	448
Gain on sale of capital assets	**10**	-	-	-	-	-	-	-	-	-
Transfers	**(164)**	(142)	4	(92)	(81)	(79)	(48)	(26)	(66)	(84)
Total governmental activities	**23,596**	20,392	20,074	17,851	16,571	16,471	16,227	15,874	15,994	16,456
Business-type activities:										
Transfers	**164**	142	(4)	92	81	79	48	26	66	84
Total business-type activities	**164**	142	(4)	92	81	79	48	26	66	84
Total primary government	**$ 23,760**	$ 20,534	$ 20,070	$ 17,943	$ 16,652	$ 16,550	$ 16,275	$ 15,900	$ 16,060	$ 16,540
Change in Net Position										
Governmental activities	**$ 7,761**	$ 2,207	$ 2,935	$ 1,670	$ 1,803	$ 522	$ 1,448	$ 977	$ 1,531	$ 1,591
Business-type activities	**83**	1	15	16	(7)	11	(16)	7	(13)	(126)
Total primary government	**$ 7,844**	$ 2,208	$ 2,950	$ 1,686	$ 1,796	$ 533	$ 1,432	$ 984	$ 1,518	$ 1,465

LUMPKIN COUNTY, GEORGIA

FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2019	2018	2017	2016	2015
General fund					
Reserved	**$ -**	$ -	$ -	$ -	$ -
Unreserved	**-**	-	-	-	-
Nonspendable:					
Prepaid items	**477**	550	570	567	481
Inventory	**186**	172	156	106	144
Assigned:					
Fire station construction	**-**	-	102	375	375
Use of reserves for subsequent budget	**660**	660	500	482	135
Unassigned	**8,060**	6,121	5,722	4,802	5,294
Total general fund	**$ 9,383**	$ 7,504	$ 7,050	$ 6,332	$ 6,429
All other governmental funds					
Reserved	**$ -**	$ -	$ -	$ -	$ -
Unreserved, reported in:					
Special revenue funds	**-**	-	-	-	-
Capital projects funds (1)	**-**	-	-	-	-
Nonspendable:					
Prepaid items	**76**	80	44	44	40
Restricted for:					
Debt service	**61**	2,028	1,995	2,691	3,320
Capital projects	**4,558**	2,891	2,317	3,472	2,273
Public safety activities	**151**	98	154	190	203
Planning department operations	**435**	383	285	48	-
Law library operations	**53**	56	65	62	59
Judicial activities	**102**	116	130	111	176
Tourism	**5**	7	18	7	2
Assigned:					
Capital projects	**-**	-	-	-	-
Unassigned	**(67)**	(110)	-	-	(31)
Total all other governmental funds	**$ 5,374**	$ 5,549	$ 5,008	$ 6,625	$ 6,042

(1) The County implemented GASB Statement 54 in fiscal year 2011.

2014	2013	2012	2011 (1)	2010
$ -	$ -	$ -	$ -	$ 449
-	-	-	-	5,439
678	355	265	255	-
129	114	117	86	-
375	-	-	-	-
621	-	-	-	-
5,066	7,178	6,464	6,516	-
$ 6,869	$ 7,647	$ 6,846	$ 6,857	$ 5,888
$ -	$ -	$ -	$ -	$ 9,297
-	-	-	-	512
-	-	-	-	(320)
80	47	41	35	-
3,928	5,441	6,837	8,073	-
1,873	825	432	549	-
133	148	115	290	-
-	-	-	-	-
56	77	114	134	-
110	119	180	165	-
1	1	8	6	-
11	-	-	-	-
(25)	(116)	(204)	(128)	-
$ 6,167	$ 6,542	$ 7,523	$ 9,124	$ 9,489

LUMPKIN COUNTY, GEORGIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2019	2018	2017	2016	2015
Revenues					
Taxes	**$ 23,421**	$ 20,705	$ 19,948	$ 17,869	$ 16,845
Licenses and permits	**395**	389	273	231	177
Fines and forfeitures	**776**	655	690	640	657
Charges for services	**4,191**	3,322	3,044	2,840	3,362
Interest income	**336**	166	89	62	38
Intergovernmental	**4,849**	2,801	1,852	2,256	2,472
Contributions and donations	**88**	75	120	108	64
Miscellaneous	**405**	348	329	447	289
Total revenues	**34,461**	28,462	26,344	24,452	23,902
Expenditures					
General government	**3,721**	4,390	3,671	3,478	3,463
Judicial	**2,593**	2,411	2,309	2,337	2,292
Public safety	**11,951**	10,554	10,074	9,271	9,145
Public works	**1,554**	1,377	1,480	1,417	1,326
Health and welfare	**752**	711	699	651	696
Culture and recreation	**1,279**	1,307	1,281	1,188	1,153
Housing and development	**803**	777	664	500	962
Intergovernmental	**932**	575	638	500	515
Capital outlay (1)	**7,743**	3,855	4,628	3,815	3,155
Debt service					
Principal	**975**	1,047	1,544	1,343	1,294
Interest	**310**	332	367	396	440
Other charges	**-**	-	-	40	-
Total expenditures	**32,612**	27,335	27,356	24,937	24,443
Excess (deficiency) of revenues over (under) expenditures	**1,849**	1,127	(1,012)	(483)	(539)
Other financing sources (uses)					
Transfers in	**4,725**	2,657	1,839	1,822	2,178
Transfers out	**(4,889)**	(2,799)	(1,835)	(1,914)	(2,258)
Issuance of debt	**-**	-	-	1,035	-
Premium/discount on issuance of debt	**-**	-	-	-	-
Refunding payment to escrow agent	**-**	-	-	-	-
Proceeds from sale of capital assets	**20**	9	109	26	55
Total other financing sources (uses)	**(144)**	(133)	113	969	(26)
Net change in fund balances	**$ 1,705**	$ 994	$ (899)	$ 486	$ (565)
Debt service as a percentage of noncapital expenditures	**5.2%**	5.9%	8.5%	8.2%	8.1%
Total debt service expenditures	**1,285**	1,379	1,911	1,779	1,734
Total non-capital expenditures	**24,661**	23,316	22,404	21,595	21,275

(1) Capital outlay varies from year to year depending on the capital projects being conducted by the County at a particular time.

2014	2013	2012	2011	2010
$ 16,440	$ 16,123	$ 15,655	$ 15,557	$ 16,292
163	164	131	112	131
597	528	577	608	660
3,384	3,292	3,026	3,489	3,312
50	163	321	397	456
1,480	1,492	1,587	1,635	1,665
85	35	85	69	111
186	189	118	90	183
22,384	21,985	21,499	21,956	22,809
3,374	3,181	3,175	2,958	3,029
2,374	2,117	2,374	2,252	2,585
9,184	8,673	8,844	9,013	8,611
1,281	1,338	1,128	1,194	1,056
633	595	554	565	600
1,124	1,033	760	826	1,138
415	418	429	409	420
775	640	467	574	504
1,651	1,611	2,994	1,115	3,481
2,135	1,796	1,502	1,440	1,434
515	524	856	942	1,022
-	237	-	-	-
23,462	22,164	23,084	21,289	23,881
(1,076)	(177)	(1,583)	669	(1,070)
2,100	1,173	966	898	1,087
(2,179)	(1,221)	(992)	(964)	(1,171)
-	9,835	-	-	-
-	43	-	-	-
-	(9,835)	-	-	-
2	-	-	-	-
(77)	(5)	(26)	(66)	(84)
$ (1,153)	$ (182)	$ (1,609)	$ 603	$ (1,154)
12.2%	12.6%	11.8%	12.1%	12.0%
2,650	2,557	2,358	2,382	2,456
21,724	20,306	19,997	19,638	20,401

LUMPKIN COUNTY, GEORGIA

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax	Insurance Premium Tax	Alcoholic Beverage Tax	Other Taxes	Total
2010	$ 10,070	$ 5,175	$ 828	$ 149	$ 70	$ 16,292
2011	8,927	5,370	1,034	152	74	15,556
2012	8,891	5,471	1,105	148	40	15,655
2013	9,562	5,191	1,148	157	65	16,123
2014	9,530	5,468	1,212	163	67	16,440
2015	9,562	5,756	1,298	164	66	16,845
2016	10,604	5,681	1,381	169	34	17,869
2017	12,146	6,130	1,479	160	33	19,948
2018	12,585	6,326	1,597	163	34	20,705
2019	12,687	8,876 (1)	1,711	166	30	23,470

(1) The County began collecting Transportation Special Purpose Local Option Sales Tax in 2019
Note: Other taxes include business & occupation and franchise taxes.

LUMPKIN COUNTY, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE - ALL TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Tax Year	Real Property				Personal Property			
		Residential	Commercial	Agricultural	Public Utilities	Motor Vehicles	Mobile Homes	Equipment	Other (1)
2011	2010	$ 733,853,262	$ 163,008,355	$ 527,557,546	$ 21,633,639	$ 64,059,070	$ 9,842,509	$ 23,508,772	$ 126,609
2012	2011	674,182,867	154,868,006	396,482,139	22,117,043	62,934,700	7,673,414	25,035,446	32,936
2013	2012	577,710,655	146,825,500	342,372,210	21,836,730	65,738,040	6,874,280	21,184,034	94,477
2014	2013	570,339,673	141,351,639	340,723,449	23,516,594	69,311,340	6,391,829	22,416,738	254,363
2015	2014	568,141,543	146,902,932	339,058,076	22,366,787	58,347,370	5,710,634	24,653,386	829,628
2016	2015	564,759,204	141,624,453	336,794,733	22,335,968	42,005,610	5,284,439	27,199,054	98,287
2017	2016	569,800,102	149,482,473	338,916,963	22,475,945	33,244,030	5,022,406	27,792,737	683,882
2018	2017	618,554,666	149,134,668	347,291,541	22,473,313	25,240,560	4,981,782	28,310,397	255,393
2019	2018	652,718,240	153,091,751	353,727,091	22,922,735	19,841,270	4,814,291	30,680,352	134,363
2020	2019	730,874,163	159,644,713	369,994,574	24,272,945	16,938,790	4,762,057	31,037,422	764,112

Source: Georgia Department of Revenue, Property Tax Division

Note: Property in the County is assessed annually. The County assesses property at approximately 40 percent of actual value for all types of real and personal property. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per $1,000 of assessed value.

(1) Includes timber and heavy equipment.

Less: Exemptions		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
Real	Personal				
$ 289,980,685	$ 108,375,389	$ 1,145,233,688	7.318	$ 2,863,084,220	40.00%
215,892,161	113,055,175	1,014,379,215	7.852	2,535,948,038	40.00%
184,407,536	113,687,442	884,540,948	8.962	2,211,352,370	40.00%
186,227,302	123,313,100	864,765,223	9.121	2,161,913,058	40.00%
189,156,111	128,159,260	848,694,985	9.160	2,121,737,463	40.00%
190,928,919	132,110,874	817,061,955	10.662	2,042,654,888	40.00%
193,433,964	138,581,869	815,402,705	12.180	2,038,506,763	40.00%
191,164,650	149,829,990	855,247,680	11.531	2,138,119,200	40.00%
193,048,417	156,737,371	888,144,305	11.053	2,220,360,763	40.00%
195,869,186	167,948,300	974,471,290	10.053	2,436,178,225	40.00%

LUMPKIN COUNTY, GEORGIA

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Per $1,000 of Assessed Value)
LAST TEN FISCAL YEARS

Tax Year	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Lumpkin County rates										
Unincorporated	10.053	11.053	11.531	12.180	10.662	9.160	9.121	8.962	7.852	7.318
Incorporated	12.132	13.186	13.604	14.232	12.566	10.877	10.743	10.436	8.881	7.907
Special services (reservoir)	0.252	0.280	0.293	0.310	0.310	0.295	0.294	0.289	0.253	0.220
Special services (planning)	0.202	0.219	0.285	0.597	0.171	0.157	0.187	0.184	0.161	0.098
Municipal rates										
Dahlonega	5.814	6.392	6.589	6.781	5.781	4.739	4.739	4.656	4.212	3.988
Board of Education										
Maintenance & Operations	16.116	16.819	16.819	16.819	16.829	16.651	16.540	16.239	14.259	12.800
State of Georgia	0.000	0.000	0.000	0.000	0.050	0.100	0.150	0.200	0.250	0.250
Total Unincorporated	26.623	28.371	28.928	29.906	27.972	26.363	26.292	25.875	22.775	20.686
Total Incorporated	34.062	36.397	37.012	37.832	35.226	32.367	32.163	31.531	27.602	24.945

Source: Georgia Department of Revenue, Property Tax Division

LUMPKIN COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND NINE YEARS AGO

	2019			2010		
Taxpayer	Original Billed Amount	Rank	Percentage of Total Billed Amount	Original Billed Amount	Rank	Percentage of Total Billed Amount
KOYO Bearings North America LLC	$ 405,021	1	4.05 %	$ 149,402	4	1.94 %
Georgia Power Company	250,752	2	2.51	110,314	7	1.44
Roberta A Green, As Trustee of the Robe	184,585	3	1.85			
Dahlonega Student Housing Partners LLC	137,953	4	1.38			
Amicalola EMC	130,192	5	1.30	97,196	10	1.27
Windstream Standard Inc.	115,111	6	1.15	134,936	5	1.76
Dahlonega Group LLC	111,159	7	1.11			
Dunn Betty L Trustee	102,945	8	1.03	98,623	9	1.28
HD Development of Maryland Inc.	101,473	9	1.02			
R Ranch in the Mtn	89,035	10	0.89			
Forestar (USA) Real Estate Group Inc.				231,738	1	3.02
Montaluce LLC				231,527	2	3.01
Birch River Chestatee Company LLC				185,543	3	2.42
Edna A Noblin Estate				132,199	6	1.72
Sherman & Roberta Green				100,334	8	1.31
	$ 1,628,226		16.29 %	$ 1,471,812		19.16 %

Source: Lumpkin County Tax Commissioner

LUMPKIN COUNTY, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year	Tax Year	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Pct. of Levy		Amount	Percentage of Levy
2011	2010	$ 7,682	$ 6,435	83.77 %	$ 1,263	$ 7,681	99.99 %
2012	2011	7,674	6,600	86.00	1,095	7,673	99.99
2013	2012	7,527	6,698	88.99	872	7,526	99.99
2014	2013	7,493	6,475	86.41	1,017	7,492	99.99
2015	2014	7,487	6,739	90.01	737	7,476	99.85
2016	2015	8,558	7,573	88.49	985	8,558	100.00
2017	2016	9,838	8,769	89.13	1,069	9,838	100.00
2018	2017	9,906	9,077	91.63	829	9,906	100.00
2019	2018	9,962	9,278	93.13	507	9,785	98.22
2020	2019	9,997	9,197	92.00	-	9,197	92.00

LUMPKIN COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year	Governmental Activities				Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Financed Purchases	Certificates of Participation	Revenue Bonds	Notes Payable			
2010	$ -	$ 9,375	$ -	$ 13,784	$ 23,159	2.98 %	$ 773
2011	-	9,242	-	12,484	21,726	2.71	723
2012	-	9,104	-	11,127	20,231	2.44	661
2013	-	-	9,520	9,686	19,206	2.26	621
2014	-	-	8,915	8,151	17,066	1.90	547
2015	-	-	8,301	7,467	15,768	1.66	502
2016	-	-	7,671	7,785	15,456	1.58	492
2017	-	-	7,032	6,876	13,908	1.34	423
2018	-	-	6,365	6,473	12,838	1.11	391
2019	-	-	5,705	6,159	11,864	0.96	353

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

(1) See the Schedule of Demographic and Economic Statistics within this section for personal income and population data.

LUMPKIN COUNTY, GEORGIA

RATIOS OF GENERAL OBLIGATION DEBT OUTSTANDING
LAST TEN YEARS
(amounts expressed in thousands)

Fiscal Year	General Obligation Debt	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2010	$ 6,855	$ 6,855	$ -	- %	$ -
2011	5,695	5,695	-	-	-
2012	4,460	4,460	-	-	-
2013	3,145	3,145	-	-	-
2014	1,740	1,740	-	-	-
2015	1,190	1,190	-	-	-
2016	610	610	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	-	-	-	-	-

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) Population data can be found in the Schedule of Demographic and Economic Statistics.

LUMPKIN COUNTY, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

	2019	2018	2017	2016
Debt limit	**$ 117,034**	$ 108,119	$ 104,641	$ 100,884
Total net debt applicable to limit	**-**	-	-	-
Legal debt margin	**$ 117,034**	$ 108,119	$ 104,641	$ 100,884
Total net debt applicable to the limit as a percentage of debt limit	**0%**	0%	0%	0%

Legal Debt Margin Calculation for Fiscal Year 2019

Assessed value	$ 974,471
Add back: exempt real property	195,869
Total assessed value	1,170,340
Debt limit (10% of total assessed value)	117,034
Debt applicable to limit:	
General obligation debt	-
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	-
Legal debt margin	$ 117,034

2015	2014	2013	2012	2011	2010
$ 100,807	$ 103,785	$ 105,099	$ 106,895	$ 123,027	$ 143,522
-	-	-	-	-	-
$ 100,807	$ 103,785	$ 105,099	$ 106,895	$ 123,027	$ 143,522
0%	0%	0%	0%	0%	0%

LUMPKIN COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income	Median Age	School Enrollment (3)	Unemployment Rate (4)
2010	29,966	$ 776,536	$ 25,914	34.8	3,836	10.8 %
2011	30,031	801,577	26,692	35.0	3,879	8.8
2012	30,611	828,043	27,051	36.0	4,248	9.1
2013	30,918	850,317	27,502	36.0	3,706	7.3
2014	31,176	898,545	28,822	36.1	3,652	6.6
2015	31,408	947,647	30,172	36.6	3,714	5.1
2016	31,445	980,941	31,195	36.8	3,808	4.4
2017	32,873	1,036,806	31,540	N/A	3,837	3.6
2018	32,873	1,154,180	35,110	N/A	3,849	3.3
2019	33,610	1,233,408	36,698	N/A	3,854	3.1

Data sources:

(1) Bureau of the Census

(2) Federal Bureau of Economic Analysis (amounts expressed in thousands)

(3) School District

(4) State Department of Labor

N/A - Not available.

LUMPKIN COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
December 31, 2012

Employer	2012 Employees	Rank	Percentage of Total County Employment
University of North Georgia	699	1	5.90 %
Lumpkin Co. Board of Education	612	2	5.17
Lumpkin Co. Board of Commissioners	283	3	2.39
Wal-Mart	265	4	2.24
KOYO	243	5	2.05
Chestatee Regional Hospital	220	6	1.86
Southern Switches	135	7	1.14
RefrigiWear, Inc.	112	8	0.95
The Home Depot	100	9	0.84
The Louver Shop	100	10	0.84
Mohawk Industries			
Timken US Corporation			
Hidden Lake Academy			
	2,769		23.38 %

Sources: State Department of Commerce.

Note: Information prior to and subsequent to 2012 is not available.

LUMPKIN COUNTY, GEORGIA

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

Function	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General government	**42**	40	40	39	38	38	34	36	31	32
Public safety										
Sheriff										
Officers	**59**	59	59	59	59	59	69	62	80	84
Civilians	**11**	10	10	10	10	10	10	10	20	8
Emergency	**12**	10	10	10	10	10	9	2	2	2
Fire										
Firefighters and officers	**45**	45	36	36	36	36	31	36	30	34
Civilians	**1**	1	1	1	1	1	1	1	11	1
Judicial	**20**	20	20	19	19	19	19	21	15	24
Public works	**31**	25	20	19	18	18	18	19	23	17
Culture and recreation	**16**	16	16	16	16	16	12	4	5	9
Housing and development	**-**	-	-	-	-	-	-	-	-	1
Total	**237**	226	212	209	207	207	203	191	217	212

Source: County Budget Office

LUMPKIN COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Function										
Sheriff										
Traffic violations	**1,121**	1,760	1,792	1,526	958	1,257 (1)	2,842	2,534	2,857	3,458
Fire										
Number of calls answered	**4,927**	4,578	4,715	4,387	4,308	4,409	4,292	4,055	3,800	3,269
Inspections conducted	**210**	141	204	192	204	168	192	30*	12*	N/A
Highways and streets										
Street resurfacing (miles)	**11**	10	13	13	14	12	13	15	10	13
Sanitation										
Refuse collected (tons/day)	**36**	42	45	44	47	40	35	47	42	43
Recyclables collected (tons/day)	**1**	1	1	1	1	1	1	1.5	1	1

Source: County departments

Note: Indicators are not available for any functions other than those listed above.

N/A - Information is not available.

(1) - The decrease in citations is noted to be the result of increased citizen education.

*Prevention provision- full fledge inspections (Late April-Dec. 31st)

LUMPKIN COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General government										
Buildings	**15**	15	16	16	16	16	16	16	13	13
Vehicles	**6**	6	6	5	5	6	6	5	5	5
Small equipment	**32**	30	29	29	29	27	26	26	25	25
Public safety										
Buildings	**9**	9	8	8	8	7	7	7	7	7
Vehicles										
Fire/pumper trucks	**16**	16	15	14	13	14	14	14	13	13
Other Fire Dept. vehicles	**14**	13	13	13	12	10	9	6	6	6
Ambulance/rescue	**7**	6	6	7	7	6	6	6	5	4
Sheriffs vehicles	**72**	67	64	67	60	63	61	48	53	51
Other public safety vehicles	**1**	2	2	3	3	4	4	4	3	3
Equipment	**149**	133	130	114	89	83	82	81	79	78
Judicial										
Small equipment	**6**	6	6	6	6	6	6	6	6	6
Public works										
Buildings	**4**	4	3	3	3	3	3	3	3	3
Vehicles										
Road Department	**13**	10	12	11	11	11	11	11	11	10
Building Inspector	**7**	7	7	7	7	6	6	6	6	6
Other	**4**	4	4	3	3	3	3	3	3	3
Small equipment	**13**	11	11	11	11	6	5	5	5	5
Heavy equipment	**44**	40	39	38	39	37	34	34	35	34
Health and welfare										
Buildings	**3**	3	3	3	3	3	3	3	3	3
Culture and recreation										
Buildings	**5**	5	5	5	5	5	5	5	5	5
Vehicles	**3**	4	5	5	3	5	4	3	4	4
Equipment	**23**	21	21	19	17	14	13	13	13	13

Source: Various County departments

COMPLIANCE SECTION

MAULDIN & JENKINS
CPAs & ADVISORS

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

Board of Commissioners
of Lumpkin County, Georgia
Dahlonega, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lumpkin County, Georgia (the "County") as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 26, 2020. Our report includes a reference to other auditors who audited the financial statements of the Lumpkin County Department of Public Health and the Development Authority of Lumpkin County, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. Our report includes a reference to the changes in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities*.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be material weaknesses and a significant deficiency.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2019-001 and 2019-002 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2019-003 to be a significant deficiency.

Compliance and Other Matters

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

The County's Responses to the Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs and management's corrective action plan. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 26, 2020

MAULDIN & JENKINS
CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Commissioners
of Lumpkin County, Georgia
Dahlonega, Georgia

Report on Compliance for Each Major Federal Program

We have audited Lumpkin County, Georgia's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2019.

Report on Internal Control Over Compliance

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

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

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

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 26, 2020

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2019

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Title I Public Roads	10.665	P.L. 114-10	$ 35,110
Title III Firewise Community Programs	10.665	P.L. 114-10	11,530
Total U.S. Department of Agriculture			46,640
U.S. DEPARTMENT OF THE INTERIOR			
Payments in Lieu of Taxes	15.226	P.L. 115-31	110,481
Total U.S. Department of the Interior			110,481
U.S. DEPARTMENT OF JUSTICE			
Passed through Criminal Justice Coordinating Council:			
Victims of Crime Act - Victims' Assistance Program	16.575	C17-8-171 / C17-8-170	170,647
Victims of Crime Act - Victims' Assistance Program	16.575	C18-8-264 / C18-8-263	31,461
			202,108
Equitable Sharing Program - Asset Forfeiture Program	16.922	N/A	36,481
Passed through Bureau of Justice Assistance:			
Bulletproof Vest Partnership	16.607	V11109093	5,721
Total U.S. Department of Justice			244,310
U.S. DEPARTMENT OF HOMELAND SECURITY			
Passed through Georgia Emergency Management Agency:			
Federal Emergency Management Agency	97.036	4338-AZ-1	62,400
Staffing for Adequate Firefighters and Emergency Response	97.083	EMW-2017-FH-00625	186,137
Total U.S. Department of Homeland Security			248,537
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Passed through Georgia Department of Community Affairs			
Community Development Block Grant	14.228	17p-y-093-1-5944	554,651
Total U.S. Department of Housing and Urban Development			554,651
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through Georgia Department of Transportation			
Section 5311 Rural Public Transportation	20.509	T006179	37,482
Section 5311 Rural Public Transportation	20.509	T006179	35,581
Total U.S. Department of Transportation			73,063
Total Expenditures of Federal Awards			$ 1,277,682

See accompanying note to schedule of expenditures of federal awards.

LUMPKIN COUNTY, GEORGIA

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2019

BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Lumpkin County, Georgia and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements. The County did not utilize the 10% de minimis indirect cost rate.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

SECTION I
SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting: Material weaknesses identified?	X yes _____ no
Significant deficiencies identified?	X yes _____ none reported
Noncompliance material to financial statements noted?	_____ yes X no

Federal Awards

Internal Control over major federal programs: Material weaknesses identified?	_____ yes X no
Significant deficiencies identified?	_____ yes X none reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ yes X no

Identification of major federal program:

CFDA Number	Name of Federal Program or Cluster
14.228	Community Development Block Grant

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	_____ yes X no

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2019-001 Intergovernmental Revenue
(Lumpkin County Water & Sewerage Authority)

Criteria: Internal controls should be in place to ensure that the amounts reported in the Authority's financial statements for intergovernmental revenues are free of material misstatement and reported in accordance with generally accepted accounting principles (GAAP).

Condition: Internal controls were not sufficient to detect certain misstatements in the reporting of the Authority's intergovernmental revenues for the year ended December 31, 2019.

Context/Cause: During our testing of the statement of net position, we noted there was a $37,577 negative balance in a receivable account. Upon further inquiry, it was noted this was capital contributions from Lumpkin County used to purchase a capital asset.

Effects: An audit adjustment of $37,577 was required to report capital contributions and remove the negative receivable balance as of and for the year ended December 31, 2019 in accordance with GAAP.

Recommendation: We recommend management carefully review all balance sheet and income statement accounts during the financial close-out process and update the general ledger to ensure amounts are being properly calculated and recorded in the general ledger in accordance with GAAP.

Auditee's Response: We concur with the finding. We will take necessary steps enlisting the aid of the County Finance Department, if necessary, in the future to ensure that amounts reported for intergovernmental revenue are accurate and properly calculated.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2019-002 Interfund Balances

Criteria: Internal controls should be in place to ensure interfund activity is properly reported in the financial statement in accordance with generally accepted accounting principles. All receivables should be evaluated and reported at their net realizable value, including interfund balances.

Condition: The interfund activity was not being evaluated to determine the ability of the borrowing fund to repay the amounts owed.

Context/Cause: During our testing of interfund balances, the CDBG Fund required an adjustment of approximately $290,000 to reduce the interfund payable to the General Fund and increase transfers in from the General Fund, which represented the County's local grant contributions to the CDBG Fund.

Effects: An audit adjustment of approximately $290,000 was required to correctly report interfund activities for the year ended December 31, 2019.

Recommendations: We recommend the County carefully review all interfund balances to ensure the interfund activity is properly reported in accordance with governmental accounting standards.

Auditee's Response: We concur with the finding. We will take necessary steps in the future to ensure interfund activity is properly reported.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2019-003 Expenditures and Related Liabilities

Criteria: Internal controls should be in place to ensure that interdepartmental reporting is performed timely and accurately. Generally, expenditures should be recognized as soon as a liability is incurred, regardless of the timing of the related cash flows in accordance generally accepted accounting principles (GAAP).

Condition: Internal controls of the Sheriff's Office were not sufficient to prevent certain misstatements in the reporting of expenses that are remitted to the Finance department for payment for the year ended December 31, 2019.

Context/Cause: During our audit inquires with County management and testing of expenditures, we noted certain expenditures totaling approximately $66,000 incurred during the fiscal year were not accrued due to the Sheriff's Office not timely remitting expenditure documentation to the Finance department for payment.

Effects: An audit adjustment of approximately $66,000 was required to accrue the expenditure for the year ended December 31, 2019 in accordance with GAAP.

Recommendation: We recommend that all departments within the County implement or review policies, procedures and internal controls to ensure timely remittance of expenditure documentation to Finance in accordance with County policy and accurate financial reporting in accordance with GAAP.

Auditee's Response: We concur with the finding. We will take necessary steps in the future to ensure timely remittance of expenditure documentation to Finance.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

LUMPKIN COUNTY, GEORGIA

STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2019

2018-001 Long-term Debt
(Lumpkin County Water & Sewerage Authority)

Condition: Internal controls were not sufficient to detect certain misstatements in the reporting of the Authority's long-term debt balances. The nature of the adjustments were as follows:

- An adjustment of approximately $64,000 was required to record notes payable that were initially recorded as debt proceeds in the Authority's general ledger.
- An adjustment of approximately $12,000 was required to record the amortization of the deferred charges on debt refunding for the year ended December 31, 2018.
- An adjustment of approximately $2,000 was required to properly report accrued interest payable as of and for the year ended December 31, 2018.

Status: Corrected.

2018-002 Cash Reporting
(Lumpkin County Water & Sewerage Authority)

Condition: Internal controls were not sufficient to detect certain misstatements in the reporting of the Authority's reported cash balances. In addition, the Authority was not performing complete and timely reconciliations of its bank balances throughout the year. The nature of the adjustment was as follows:

- An adjustment of approximately $4,277 was required to properly report the cash balance of the Authority's revenue account (main operating account) for the year ended December 31, 2018.

Status: Corrected.

MANAGEMENT'S CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED DECEMBER 31, 2019

2019-001 Intergovernmental Revenue
(Lumpkin County Water & Sewerage Authority)

***Name of the Contact Person Responsible for the Corrective Action Plan*:** Sean Phipps, Water and Sewerage Authority Director

Corrective Action Plan: The misstatements noted occurred as a result of failure to properly execute a journal entry to record the value of a generator purchased through a grant awarded to the BOC. Proper diligence will be applied going forward in correctly recording such intergovernmental transactions, including verification with Lumpkin County Finance, to prevent a repeat of this situation.

Anticipated Completion Date: May 30, 2020

2019-002 Interfund Balances

***Name of the Contact Person Responsible for the Corrective Action Plan*:** Abby Branan, Director of Finance and Purchasing

Corrective Action Plan: Interfund balances are reviewed on a monthly basis in order to properly record interfund activity. The CDBG interfund balance was inadvertently overlooked during this process at year end. The County will carefully review interfund balances going forward to ensure interfund activity is properly recorded.

Anticipated Completion Date: May 30, 2020

2019-003 Expenditures and Related Liabilities

***Name of the Contact Person Responsible for the Corrective Action Plan*:** Abby Branan, Director of Finance and Purchasing

Corrective Action Plan: The remittance of the invoice that was not accrued was due to misplacement during a change of multiple employees of the Sheriff's Office. The Finance Department has provided County policies to the Sheriff's Office as well as guidance for ensuring timely attention to invoices received. The Sheriff's Office will be diligent in reviewing, approving, and submitting invoices to the Finance Department to prevent a repeat of this situation.

Anticipated Completion Date: May 30, 2020