LUMPKIN COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2020

Prepared By:
The Lumpkin County Office of Financial Administration

INTRODUCTORY SECTION

LUMPKIN COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2020

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June 8, 2021

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 of Lumpkin County, Georgia for the fiscal year ended December 31, 2020.

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, 2020, 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, 2020, 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 14% over the past ten years with a current 2020 census population estimate of 34,186.

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 2020, Lumpkin County was awarded five grants for equipment totaling $35,154.

Other accomplishments during the year include:

- Opened the newly built Lumpkin County Library, which was built with State money and local sales tax dollars
- Completed living quarters in Fire Station #7
- Resurfaced 45 lane miles of County roads, using a combination of Federal, State, and local money
- Revised and updated numerous County ordinances
- Continued planning for an aquatic center
- Began renovations to the old library to be used as a planning & development building.
- Improved the Historic Jail with new windows and various interior improvements
- Rehabilitated three sports fields at Yahoola Creek Park

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

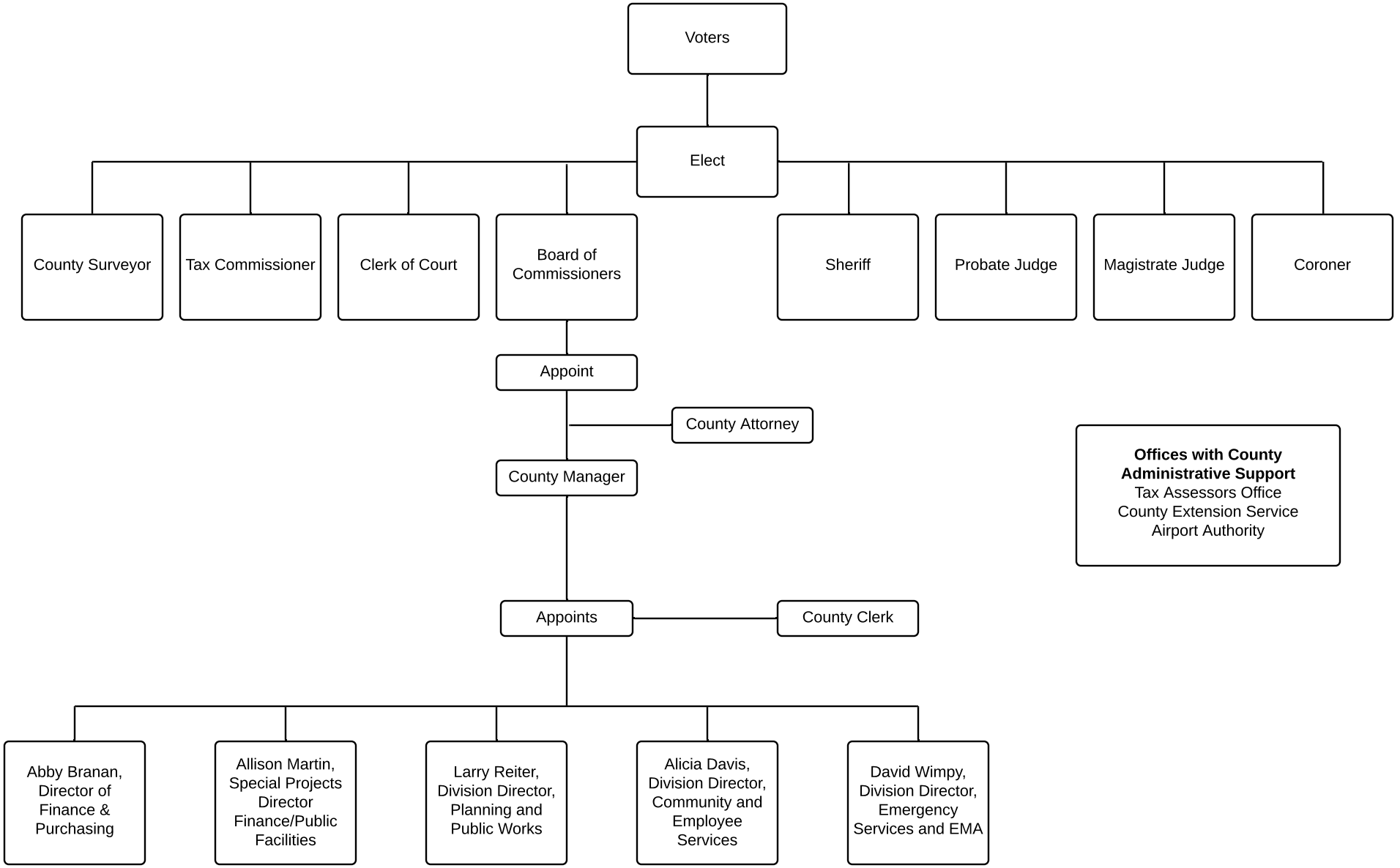
Chris Dockery	**Chairman**
David Miller	**District 1**
Bobby Mayfield	**District 2**
Rhett Stringer	**District 3**
Jeff Moran	**District 4**
Stanley J. Kelley	**County Manager**
Melissa Witcher	**County Clerk**

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**
Buckley Levins	**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, 2020, 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, which represents 4 percent, 3 percent, and 21 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, is based solely on the reports of the other auditor. 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, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, 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 8, 2021, 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 8, 2021

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, 2020. 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, 2020.

Financial Highlights

- Lumpkin County's governmental activities assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at December 31, 2020 by approximately $95.5 million (*net position*). Of this amount, approximately $8.3 million (*unrestricted*) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of December 31, 2020, the governmental funds of Lumpkin County reported combined ending fund balances of approximately $31.2 million, an increase of approximately $16.5 million in comparison with the prior year ending fund balances. $7.7 million is in the Capital Projects Fund for construction of an aquatic facility, and $9.1 million is in the Local Roads Fund for transportation projects. Approximately 25% of the combined ending fund balances, $7.9 million, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of 2020, unassigned fund balance for the general fund was approximately $7.9 million, or 37.3% of total general fund expenditures, including transfers out to other funds.

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, 2020, the County's net position was approximately $95.9 million, which is an increase of approximately $4.3 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 2020 and 2019.

TABLE B

LUMPKIN COUNTY, GEORGIA'S NET POSITION
December 31, 2020 and 2019
($ in thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2020	2019	2020	2019	2020	2019
CURRENT AND OTHER ASSETS*	$45,411	$29,892	$1	$5	$45,412	$29,897
CAPITAL ASSETS (net of depreciation)	91,928	89,172	622	652	92,550	89,824
TOTAL ASSETS	137,339	119,064	623	657	137,962	119,721
LONG-TERM LIABILITIES	27,595	13,807	252	297	27,847	14,104
OTHER LIABILITIES*	14,215	14,028	34	21	14,249	14,048
TOTAL LIABILITIES	41,810	27,835	286	318	42,096	28,152
NET POSITION:						
NET INVESTMENT IN CAPITAL ASSETS	74,656	77,698	622	652	75,278	78,350
RESTRICTED FOR DEBT SERVICE	61	67	0	0	61	67
RESTRICTED FOR CAPITAL PROJECTS	11,722	4,548	0	0	11,722	4,548
RESTRICTED FOR PUBLIC SAFETY ACTIVITIES	222	272	0	0	222	272
RESTRICTED FOR PLANNING	408	450	0	0	408	450
RESTRICTED FOR LAW LIBRARY OPERATIONS	37	53	0	0	37	53
RESTRICTED FOR JUDICIAL ACTIVITIES	135	136	0	0	135	136
RESTRICTED FOR TOURISM	5	4	0	0	5	5
UNRESTRICTED	8,283	8,001	(285)	(313)	7,998	8,488
TOTAL NET POSITION	$95,529	$91,229	$337	$339	$95,866	$91,568

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

A significant portion (78.5%) 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 13.13% of the total. Included in this category are unspent SPLOST proceeds for Debt Service Reserves (0.06% of the total), funds restricted for capital projects (12.23% of the total), public safety activities (0.23% of the total), planning (0.43% of the total), law library activities (0.04% of the total), judicial activities (0.14% of the total), and tourism (.005% of the total). The remaining 8.34% 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 2020 and 2019 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, 2020 and 2019
($ in thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2020	**2019**	**2020**	**2019**	**2020**	**2019**
REVENUES:						
PROGRAM REVENUES:						
CHARGES FOR SERVICES	$4,429	$5,767	$15	$23	$4,444	$5,790
OPERATING GRANTS & CONTRIBUTIONS	3,242	1,697	0	0	3,242	1,697
CAPITAL GRANTS & CONTRIBUTIONS	924	3,655	0	0	924	3,655
GENERAL REVENUES:						
PROPERTY TAXES	12,828	12,687	0	0	12,828	12,687
SALES TAXES	12,425	8,876	0	0	12,425	8,876
OTHER TAXES	1,992	1,907	0	0	1,992	1,907
UNRESTRICTED INVESTMENT EARNINGS	105	280	0	0	105	280
TOTAL REVENUES	35,945	34,869	15	23	35,960	34,892
EXPENSES:						
GENERAL GOVERNMENT	6,308	4,423	0	0	6,308	4,423
PUBLIC SAFETY	12,062	12,746	0	0	12,062	12,746
JUDICIAL SYSTEM	2,434	2,595	0	0	2,434	2,595
PUBLIC WORKS	6,096	3,708	0	0	6,096	3,708
HEALTH & WELFARE	824	793	0	0	824	793
CULTURE & RECREATION	1,546	1,518	0	0	1,546	1,518
HOUSING & DEVELOPMENT	988	815	0	0	988	815
INTEREST	1,297	356	0	0	1,297	355
SOLID WASTE	0	0	107	104	107	104
TOTAL EXPENSES	31,555	26,954	107	104	31,662	27,058
INCREASE IN NET POSITION BEFORE TRANSFERS AND GAIN ON SALE	4,390	7,915	(92)	(81)	4,298	7,834
TRANSFERS	(90)	(164)	90	164	0	0
GAIN ON SALE OF CAPITAL ASSET	0	10	0	0	0	10
INCREASE (DECREASE) IN NET POSITION	4,300	7,761	(2)	83	4,298	7,844
NET POSITION, BEGINNING OF YEAR	91,229	83,468	339	257	91,568	83,724
NET POSITION, END OF YEAR	$95,529	$91,229	$337	$339	$95,866	$91,568

Governmental Activities: Governmental activities accounted for approximately $4.3 million of the excess in the County's net revenues over expenses for 2020 primarily due to the collection of Coronavirus Relief Funds, 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 2020, Lumpkin County Governmental Funds reported a combined fund balance of approximately $31.2 million. This amount was up approximately $16.5 million from 2019 ending fund balance. Of the total combined fund balance, approximately 25.2% 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 65.6% of the combined total.

The General Fund, SPLOST Fund, Capital Projects Fund, and Local Roads 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 $10.65 million. This was an increase from the previous year of approximately $1.26 million. Of the $10.65 million, 74.0% is unassigned while the remaining 26.0% is non-spendable or assigned.

SPLOST. This fund accounts for the 2014 and 2020 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, 2020, the fund balance of this fund was $3.10 million.

Capital Projects Fund. This fund accounts for the money to be used for aquatic facility construction. At December 31, 2020, the fund balance of this fund was $7.68 million.

Local Roads Fund. This fund accounts for the LMIG and 2019 TSPLOST money, including earned interest, which is to be used for various transportation projects as provided in Title 48, Chapter 8 of the Official Code of Georgia Annotated. At December 31, 2020, the fund balance of this fund was $9.13 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 2020 was approximately $337 thousand, representing a decrease of approximately $2 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 2020, the County had acquired $92.6 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 $118.0 million in 2020. The County currently has $6.8 million in general obligation debt subject to this limit.

At December 31, 2020, Lumpkin County had the following approximate amounts of outstanding long-term debt:

- $5.8 million in notes payable
- $13.2 million in intergovernmental payable to Public Building Authority, discretely presented component unit
- $6.9 million in bonds payable
- $524 thousand in compensated absences
- $273 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 remained stable in the County during 2020, in spite of a global pandemic. New housing starts were up in the County during 2020, 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 began 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 2021 budget planned for a slight increase over 2020 while lowering the millage rate. 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 2021 has presented continued concerns of the long-term economic impact of the COVID-19 pandemic and potential budget challenges. The County continues to monitor potential economic impacts of the pandemic in the 2021 and 2022 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, 2020

ASSETS	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Cash and cash equivalents	$ 39,687,555	$ -	$ 39,687,555	$ 2,756,778
Investments	-	-	-	1,172,914
Due from Lumpkin County Board of Education	-	-	-	2,475,000
Due from primary government	-	-	-	13,177,226
Due from other governments	638,368	-	638,368	669,196
Accrued interest receivable	-	-	-	24,320
Installment sales agreement receivable	-	-	-	2,036,883
Receivables (net of allowance for uncollectibles)	2,631,507	-	2,631,507	228,185
Prepaid items	688,415	685	689,100	23,865
Inventories	186,542	-	186,542	38,056
Due from component units	4,547	-	4,547	-
Capital assets, nondepreciable	37,742,092	192,103	37,934,195	2,243,292
Capital assets, depreciable, net of accumulated depreciation	54,186,106	430,170	54,616,276	6,903,099
Total assets	135,765,132	622,958	136,388,090	31,748,814
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	-	-	-	17,918
OPEB related items	-	-	-	42,137
Pension related items	1,573,575	-	1,573,575	162,619
Total deferred outflows of resources	1,573,575	-	1,573,575	222,674
LIABILITIES				
Accounts payable	838,416	12,913	851,329	602,195
Retainage payable	-	-	-	103,327
Accrued liabilities	601,233	-	601,233	45,699
Customer deposits	-	-	-	127,275
Due to primary government	-	-	-	4,547
Noncurrent liabilities due within one year				
Compensated absences	524,172	-	524,172	53,462
Landfill closure and postclosure	-	21,000	21,000	-
Notes payable	329,142	-	329,142	87,527
Intergovernmental payable, Public Building Authority	932,361	-	932,361	-
Bonds payable	-	-	-	1,666,594
Noncurrent liabilities due in more than one year				
Compensated absences	-	-	-	8,509
Landfill closure and postclosure	-	252,000	252,000	-
Notes payable	5,507,729	-	5,507,729	2,148,372
Intergovernmental payable, Public Building Authority	12,244,865	-	12,244,865	-
Bonds payable	6,905,000	-	6,905,000	16,003,035
Net OPEB liability	-	-	-	108,337
Net pension liability	2,937,157	-	2,937,157	587,205
Total liabilities	30,820,075	285,913	31,105,988	21,546,084
DEFERRED INFLOWS OF RESOURCES				
Unearned revenues - property taxes	10,204,226	-	10,204,226	-
Unearned revenues - intergovernmental	530,979	-	530,979	-
OPEB related items	-	-	-	244,631
Pension related items	254,466	-	254,466	36,756
Total deferred inflows of resources	10,989,671	-	10,989,671	281,387
NET POSITION				
Net investment in capital assets	74,655,917	622,273	75,278,190	6,762,881
Restricted for:				
Debt service	60,592	-	60,592	-
Capital projects	11,722,468	-	11,722,468	-
Public safety activities	222,203	-	222,203	-
Planning department operations	407,539	-	407,539	-
Law library operations	36,762	-	36,762	-
Judicial activities	135,128	-	135,128	-
Tourism	4,716	-	4,716	-
Unrestricted	8,283,636	(285,228)	7,998,408	3,381,136
Total net position	$ 95,528,961	$ 337,045	$ 95,866,006	$ 10,144,017

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

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	$ 6,307,712	$ 1,045,633	$ 1,864,734	$ -
Judicial	2,434,321	839,450	389,390	-
Public safety	12,061,881	2,015,893	625,023	-
Public works	6,096,243	1,900	7,841	923,857
Health and welfare	823,928	12,745	355,050	-
Culture and recreation	1,545,546	106,603	-	-
Housing and development	988,433	406,280	-	-
Interest on long-term debt	1,296,780	-	-	-
Total governmental activities	31,554,843	4,428,504	3,242,038	923,857
Business-type activities:				
Solid waste management	107,440	15,082	-	-
Total business-type activities	107,440	15,082	-	-
Total primary government	$ 31,662,283	$ 4,443,586	$ 3,242,038	$ 923,857
Component units	$ 3,216,549	$ 1,715,343	$ 1,432,664	$ 1,469,251

General revenues:
- Property taxes
- Sales taxes
- Insurance premium taxes
- Other taxes
- Unrestricted net investment earnings
- Miscellaneous

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
$ (3,397,345)	$ -	$ (3,397,345)	$ -
(1,205,481)	-	(1,205,481)	-
(9,420,965)	-	(9,420,965)	-
(5,162,645)	-	(5,162,645)	-
(456,133)	-	(456,133)	-
(1,438,943)	-	(1,438,943)	-
(582,153)	-	(582,153)	-
(1,296,780)	-	(1,296,780)	-
(22,960,444)	-	(22,960,444)	-
-	(92,358)	(92,358)	-
-	(92,358)	(92,358)	-
(22,960,444)	(92,358)	(23,052,802)	-
-	-	-	1,400,709
12,828,593	-	12,828,593	-
12,424,581	-	12,424,581	-
1,812,693	-	1,812,693	-
178,862	-	178,862	-
105,227	-	105,227	142,873
-	-	-	96,817
(89,912)	89,912	-	-
27,260,044	89,912	27,349,956	239,690
4,299,600	(2,446)	4,297,154	1,640,399
91,229,361	339,491	91,568,852	8,503,618
$ 95,528,961	$ 337,045	$ 95,866,006	$ 10,144,017

LUMPKIN COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2020

ASSETS	General	SPLOST	Capital Projects Fund	Local Roads Fund	Nonmajor Governmental Funds	Total
Cash and cash equivalents	$ 18,556,599	$ 1,413,542	$ 8,008,448	$ 10,725,196	$ 983,770	$ 39,687,555
Receivables (net of allowance for uncollectibles)	1,346,656	404,468	14,263	634,627	231,493	2,631,507
Inventories	186,542	-	-	-	-	186,542
Due from other governments	420,748	-	-	-	217,620	638,368
Due from other funds	450,300	1,280,835	-	-	53,854	1,784,989
Due from component units	4,547	-	-	-	-	4,547
Prepaid items	596,441	-	-	-	91,974	688,415
Total assets	$ 21,561,833	$ 3,098,845	$ 8,022,711	$ 11,359,823	$ 1,578,711	$ 45,621,923
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 222,382	$ 180,288	$ 75,137	$ 158,287	$ 202,322	$ 838,416
Other accrued liabilities	534,057	-	923	-	-	534,980
Due to other funds	54,131	-	267,968	1,296,881	166,009	1,784,989
Total liabilities	810,570	180,288	344,028	1,455,168	368,331	3,158,385
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	245,214	-	-	-	8,101	253,315
Unearned revenue - property taxes	9,860,786	-	-	-	343,440	10,204,226
Unavailable revenue - intergovernmental	-	-	-	240,000	2,498	242,498
Unearned revenue - intergovernmental	-	-	-	530,979	-	530,979
Total deferred inflows of resources	10,106,000	-	-	770,979	354,039	11,231,018
FUND BALANCES						
Fund balances:						
Nonspendable:						
Prepaid items	596,441	-	-	-	91,974	688,415
Inventories	186,542	-	-	-	-	186,542
Restricted for:						
Debt service	-	-	-	-	56,360	56,360
Capital projects	-	2,918,557	7,678,683	9,133,676	-	19,730,916
Public safety activities	-	-	-	-	197,302	197,302
Planning department operations	-	-	-	-	367,756	367,756
Law library operations	-	-	-	-	36,762	36,762
Judicial activities	-	-	-	-	101,471	101,471
Tourism	-	-	-	-	4,716	4,716
Assigned for:						
Use of reserves in subsequent budget	660,000	-	-	-	-	660,000
Capital projects	1,325,075	-	-	-	-	1,325,075
Unassigned	7,877,205	-	-	-	-	7,877,205
Total fund balances	10,645,263	2,918,557	7,678,683	9,133,676	856,341	31,232,520
Total liabilities, deferred inflows of resources and fund balances	$ 21,561,833	$ 3,098,845	$ 8,022,711	$ 11,359,823	$ 1,578,711	

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.	91,928,198
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the governmental funds.	495,813
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	(26,509,522)
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 funds.	(1,618,048)
Net position of governmental activities	$ 95,528,961

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, 2020

	General	SPLOST	Capital Projects Fund	Local Roads Fund	Nonmajor Governmental Funds	Total
Revenues:						
Taxes	$ 18,032,410	$ 4,646,401	$ -	$ 3,998,181	$ 662,042	$ 27,339,034
Licenses and permits	56,003	-	-	-	373,395	429,398
Fines and forfeitures	471,566	-	-	-	83,397	554,963
Charges for services	2,302,242	-	-	-	683,523	2,985,765
Interest income	68,150	12,549	11,021	21,823	4,233	117,776
Intergovernmental	907,878	-	-	619,308	2,383,516	3,910,702
Contributions and donations	24,614	-	7,841	-	38,217	70,672
Other	443,773	-	-	-	14,605	458,378
Total revenues	22,306,636	4,658,950	18,862	4,639,312	4,242,928	35,866,688
Expenditures:						
Current:						
General government	3,991,697	5,896	128,315	-	1,408,695	5,534,603
Judicial	1,665,124	-	15,496	-	720,299	2,400,919
Public safety	9,421,366	20,942	-	-	1,551,615	10,993,923
Public works	1,541,467	-	-	3,455	-	1,544,922
Health and welfare	761,405	-	-	-	-	761,405
Culture and recreation	1,269,506	-	22,453	-	-	1,291,959
Housing and development	57,773	-	-	-	911,234	969,007
Intergovernmental	-	1,579,381		839,618	-	2,418,999
Capital outlay	-	2,691,875	1,351,984	2,574,074	14,857	6,632,790
Debt service:						
Principal	58,418	683,492	280,784	-	96,886	1,119,580
Interest and fees	60,622	91,217	134,707	18,690	108,278	413,514
Issuance costs	-	98,849	160,960	199,573	-	459,382
Total expenditures	18,827,378	5,171,652	2,094,699	3,635,410	4,811,864	34,541,003
Excess (deficiency) of revenues over expenditures	3,479,258	(512,702)	(2,075,837)	1,003,902	(568,936)	1,325,685
Other financing sources (uses):						
Bond issuance	-	-	-	6,905,000	-	6,905,000
Intergovernmental contract payable issuance	-	5,810,000	8,165,000	-	-	13,975,000
Refinancing of intergovernmental contract payable	-	(5,711,850)	-	-	-	(5,711,850)
Proceeds from the sale of capital assets	71,027	-	-	-	-	71,027
Transfers in	1,999	-	1,599,755	-	603,290	2,205,044
Transfers out	(2,290,457)	-	-	-	(4,499)	(2,294,956)
Total other financing sources (uses)	(2,217,431)	98,150	9,764,755	6,905,000	598,791	15,149,265
Net change in fund balances	1,261,827	(414,552)	7,688,918	7,908,902	29,855	16,474,950
Fund balances (deficits), beginning of year	9,383,436	3,333,109	(10,235)	1,224,774	826,486	14,757,570
Fund balances, end of year	$ 10,645,263	$ 2,918,557	$ 7,678,683	$ 9,133,676	$ 856,341	$ 31,232,520

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, 2020

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	$	16,474,950
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.		2,802,525
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.		(45,902)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		25,667
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.		(14,055,420)
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.		(902,220)
Change in net position - governmental activities	$	4,299,600

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2020

	Solid Waste Management Fund
ASSETS	
Current assets:	
Prepaid items	$ 685
Total current assets	685
Noncurrent assets:	
Capital assets:	
Capital assets, not being depreciated	192,103
Capital assets, being depreciated	1,073,911
Less accumulated depreciation	(643,741)
Total capital assets, net of accumulated depreciation	622,273
Total assets	622,958
LIABILITIES	
Current liabilities:	
Accounts payable	12,913
Landfill postclosure, current	21,000
Total current liabilities	33,913
Long-term liabilities:	
Landfill postclosure	252,000
Total long-term liabilities	252,000
Total liabilities	285,913
NET POSITION	
Investment in capital assets	622,273
Unrestricted	(285,228)
Total net position	$ 337,045

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, 2020

	Solid Waste Management Fund
OPERATING REVENUES	
Charges for services	$ 15,082
Total operating revenues	15,082
OPERATING EXPENSES	
Salaries and benefits	27,176
Supplies and maintenance	50,095
Depreciation expense	24,969
Total operating expenses	102,240
Operating loss	(87,158)
NONOPERATING EXPENSES	
Loss on disposal of property	(5,200)
Total nonoperating expenses	(5,200)
Loss before transfers	(92,358)
Transfers in	89,912
Change in net position	(2,446)
NET POSITION, beginning of year	339,491
NET POSITION, end of year	$ 337,045

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, 2020

	Solid Waste Management Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 17,782
Payments to suppliers and service providers	(76,492)
Payments to employees	(31,202)
Net cash used in operating activities	(89,912)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfer in from other funds	89,912
Net cash provided by noncapital financing activities	89,912
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	$ (87,158)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	24,969
Decrease in receivables	2,700
Decrease in prepaids	1,632
Decrease in accounts payable	(7,029)
Decrease in other accrued liabilities	(1,111)
Decrease in compensated absences	(2,915)
Decrease in landfill postclosure care costs	(21,000)
Net cash used in operating activities	$ (89,912)

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2020

	Custodial Funds
ASSETS	
Cash and cash equivalents	$ 4,088,882
Taxes receivable	1,656,989
Total assets	5,745,871
LIABILITIES	
Due to others	3,488,383
Uncollected taxes	1,656,989
Total liabilities	5,145,372
NET POSITION	
Restricted:	
Individuals, organizations, and other governments	600,499
Total net position	$ 600,499

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

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED DECEMBER 31, 2020

	Custodial Funds
ADDITIONS	
Property taxes collected for other governments	$ 33,229,322
Fines and fees collected	1,065,262
Criminal and civil bonds	1,667,336
Total additions	35,961,920
DEDUCTIONS	
Property taxes distributed to other governments	33,250,471
Fines and fees disbursed	707,226
Other custodial disbursements	1,900,513
Total deductions	35,858,210
Change in fiduciary net position	103,710
NET POSITION, beginning of year	496,789
NET POSITION, end of year	$ 600,499

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

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
DECEMBER 31, 2020

	Component Units		
ASSETS	**Health Department**	**Development Authority**	**Hospital Authority**
Cash and cash equivalents	$ 1,061,146	$ 881,765	$ 254,260
Investments	-	-	1,172,914
Due from Lumpkin County Board of Education	-	-	-
Due from primary government	-	-	-
Due from other governments	-	-	-
Accrued interest receivable	-	-	-
Installment sales agreement receivable	-	2,036,883	-
Receivables (net of allowance for uncollectibles)	51,394	11,339	8,234
Prepaid items	-	78	-
Inventories	-	-	-
Capital assets, nondepreciable	-	15,600	-
Capital assets, depreciable, net of accumulated depreciation	5,580	789,750	-
Total assets	1,118,120	3,735,415	1,435,408
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	-	-	-
OPEB related items	42,137	-	-
Pension related items	162,619	-	-
Total deferred outflows of resources	204,756	-	-
LIABILITIES			
Accounts payable	12,363	-	-
Retainage payable	-	-	-
Accrued liabilities	-	4,044	-
Customer deposits	-	-	-
Due to primary government	-	2,179	-
Noncurrent liabilities due within one year			
Compensated absences	40,600	-	-
Notes payable	-	-	-
Bonds payable	-	95,921	-
Noncurrent liabilities due in more than one year			
Compensated absences	8,509	-	-
Notes payable	-	-	-
Bonds payable	-	1,873,170	-
Net OPEB liability	108,337	-	-
Net pension liability	587,205	-	-
Total liabilities	757,014	1,975,314	-
DEFERRED INFLOWS OF RESOURCES			
OPEB related items	244,631	-	-
Pension related items	36,756	-	-
Total deferred inflows of resources	281,387	-	-
NET POSITION			
Net investment in capital assets	5,580	805,350	-
Unrestricted	278,895	954,751	1,435,408
Total net position	$ 284,475	$ 1,760,101	$ 1,435,408

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

Component Units			
Airport Authority	Public Building Authority	Water and Sewerage Authority	Total
$ 10,582	$ -	$ 549,025	$ 2,756,778
-	-	-	1,172,914
-	2,475,000	-	2,475,000
-	13,177,226	-	13,177,226
-	-	669,196	669,196
-	24,320	-	24,320
-	-	-	2,036,883
494	-	156,724	228,185
-	-	23,787	23,865
8,750	-	29,306	38,056
420,587	-	1,807,105	2,243,292
279,144	-	5,828,625	6,903,099
719,557	15,676,546	9,063,768	31,748,814
-	13,890	4,028	17,918
-	-	-	42,137
-	-	-	162,619
-	13,890	4,028	222,674
167	-	589,665	602,195
-	-	103,327	103,327
-	24,320	17,335	45,699
-	-	127,275	127,275
-	-	2,368	4,547
-	-	12,862	53,462
-	-	87,527	87,527
-	1,522,361	48,312	1,666,594
-	-	-	8,509
-	-	2,148,372	2,148,372
-	14,129,865	-	16,003,035
-	-	-	108,337
-	-	-	587,205
167	15,676,546	3,137,043	21,546,084
-	-	-	244,631
-	-	-	36,756
-	-	-	281,387
699,731	-	5,252,220	6,762,881
19,659	13,890	678,533	3,381,136
$ 719,390	$ 13,890	$ 5,930,753	$ 10,144,017

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2020

Component units	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Health Department	$ 786,619	$ 298,238	$ 647,639	$ -
Development Authority	178,080	6,108	785,025	-
Hospital Authority	45,944	-	-	-
Airport Authority	46,370	30,241	-	-
Public Building Authority	555,107	-	-	584,440
Water and Sewerage Authority	1,604,429	1,380,756	-	884,811
Total component units	$ 3,216,549	$ 1,715,343	$ 1,432,664	$ 1,469,251
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
$ 159,258	$ -	$ -	$ -	$ -	$ -	$ 159,258
-	613,053	-	-	-	-	613,053
-	-	(45,944)	-	-	-	(45,944)
-	-	-	(16,129)	-	-	(16,129)
-	-	-	-	29,333	-	29,333
-	-	-	-	-	661,138	661,138
159,258	613,053	(45,944)	(16,129)	29,333	661,138	1,400,709
-	51,035	85,110	76	-	6,652	142,873
87,390	9,427	-	-	-	-	96,817
87,390	60,462	85,110	76	-	6,652	239,690
246,648	673,515	39,166	(16,053)	29,333	667,790	1,640,399
37,827	1,086,586	1,396,242	735,443	(15,443)	5,262,963	8,503,618
$ 284,475	$ 1,760,101	$ 1,435,408	$ 719,390	$ 13,890	$ 5,930,753	$ 10,144,017

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.

Financial information with regard to the Development Authority can be obtained by writing to the Development Authority of Lumpkin County, 194 Courthouse Hill, Annex A, Dahlonega, GA 30533. Separate financial statements for the Development Authority are not prepared.

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

The ***Local Roads Fund*** is used 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.

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 component units 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, intergovernmental sources, 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 $26,509,522 difference are as follows:

Notes payable	$	(5,836,871)
Intergovernmental contract payable		(13,177,226)
General obligation bonds payable		(6,905,000)
Accrued interest payable		(66,253)
Compensated absences		(524,172)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(26,509,522)

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 $1,618,048 difference are as follows:

Net pension liability	$	(2,937,157)
Deferred outflows of resources - pension related items		1,573,575
Deferred inflows of resources - pension related items		(254,466)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(1,618,048)

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 $2,802,525 difference are as follows:

Capital outlay	$	5,788,565
Depreciation expense		(2,986,040)
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	2,802,525

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 $45,902 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.	$	(97,902)
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.		52,000
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(45,902)

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 $14,055,420 difference are as follows:

Intergovernmental payable issuance	$	(13,975,000)
Principal payments on refinanced intergovernmental payable		5,705,000
Revenue bond payable issuance		(6,905,000)
Principal repayments of intergovernmental payable		797,774
Principal repayments of notes payable		321,806
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(14,055,420)

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 $902,220 difference are as follows:

Compensated absences	$	(137,081)
Accrued interest		(27,375)
Amortization of deferred charges on refunding		(389,659)
Net pension liability and related deferred outflows and inflows of resources		(348,105)
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(902,220)

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, 2020 expenditures exceeded the budget in General Fund departments as follows:

Fund/Department	Excess
General Fund:	
Judicial administration	$ 479
Magistrate court	1,785
Police	106,886
Sheriff	2,927

The excess of expenditures over budget that are noted above were primarily funded by budgetary savings in other departments.

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, 2020, the County's deposits were insured and/or collateralized as defined by state statutes and GASB pronouncements. Additionally, as of December 31, 2020, 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, 2020, 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, 2020, the Hospital Authority had the following investments:

Investment	Maturity	Rating (S&P)	Fair Value
GA Municipal Association COP	December 1, 2023	AA+	$ 103,283
Tennessee Valley Authority	July 15, 2033	AA+	136,956
Decatur GA School System COP	May 1, 2044	AA-	216,254
GA State Revenue Bonds	December 1, 2041	AAA	212,212
Fulton County GA Water and Sewerage Authority Revenue Bonds	January 1, 2043	AA	255,993
Federal Farm Credit Bank	June 8, 2037	AA+	142,521
Fulton County GA Development Authority	July 1, 2044	AA-	105,695
	Total		$ 1,172,914

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, 2020:

Investment	Level 2	Fair Value
GA Municipal Association COP	$ 103,283	$ 103,283
Tennessee Valley Authority	136,956	136,956
Decatur GA School System COP	216,254	216,254
GA State Revenue Bonds	212,212	212,212
Fulton County GA Water and Sewerage Authority Revenue Bonds	255,993	255,993
Federal Farm Credit Bank	142,521	142,521
Fulton County GA Development Authority	105,695	105,695
Total investments measured at fair value	$ 1,172,914	$ 1,172,914

The investments in Georgia Municipal Association, Tennessee Valley Authority, Decatur Georgia School System COP, Georgia State Revenue Bonds, Fulton County, Georgia Water and Sewerage Authority Revenue Bonds, Federal Farm Credit Bank, and Fulton County, Georgia Development Authority 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, 2020, all of the Hospital Authority's deposits were collateralized with the depository financial institution.

NOTE 5. RECEIVABLES

A. Primary Government

Receivables at December 31, 2020, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	SPLOST Fund	Capital Projects Fund	Local Roads Fund
Receivables:				
Taxes	$ 1,071,568	$ 404,468	$ -	$ 625,372
Other governments	420,748	-	-	-
Accounts	808,204	-	14,263	9,255
Gross receivables	2,300,520	404,468	14,263	634,627
Less allowance for uncollectibles	(533,116)	-	-	-
Net receivables	$ 1,767,404	$ 404,468	$ 14,263	$ 634,627

	Nonmajor Governmental Funds
Receivables:	
Taxes	$ 40,049
Other governments	217,620
Accounts	191,444
Gross receivables	449,113
Less allowance for uncollectibles	-
Net receivables	$ 449,113

Property taxes for the 2020 fiscal year were levied on September 17, 2019, with property values assessed as of January 1, 2019. Bills are payable on or before December 16, 2019, 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 2020 are to fund operations for the County's fiscal year beginning January 1, 2021. Amounts recorded as a receivable as well as amounts collected as of December 31, 2020 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.

NOTE 5. RECEIVABLES (CONTINUED)

B. Discretely Presented Component Unit – Public Building Authority

In May 2020, Lumpkin County Public Building Authority issued revenue bonds and entered into an intergovernmental agreement with the County, for the Series 2020A and 2020B Revenue Bonds. The Series 2020B bonds refunded previously outstanding certificates of participation, which were redeemed. The proceeds from the bonds 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 May 22, 2020 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 2020A, in the amount of $8,165,000 and on the Revenue Bonds, Series 2020B, in the amount of $5,810,000. The outstanding balance of the amount due to Public Building Authority at December 31, 2020 is $13,177,226.

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

Fiscal Year Ending December 31,	
2021	$ 932,361
2022	945,276
2023	956,906
2024	972,563
2025	991,798
2026-2030	2,863,997
2031-2035	1,575,487
2036-2040	1,823,933
2041-2045	2,114,905
	$ 13,177,226

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, 2020 is $2,475,000.

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

Fiscal Year Ending December 31,	
2021	$ 590,000
2022	355,000
2023	365,000
2024	375,000
2025	390,000
2026	400,000
	$ 2,475,000

NOTE 5. RECEIVABLES (CONTINUED)

C. Discretely Presented Component Unit – Development Authority

In 2019, the Development Authority issued taxable industrial development revenue bonds and entered into an installment sales agreement to sell land and an industrial building, contained thereon, to a private sector company for $1,707,140, with an expectation for the agreement to increase to $2,077,265 pending leasehold improvements made by the Authority. The Development Authority will be responsible for payment on the debt service requirement of the bonds, and the bonds are secured by an installment sales agreement between the Development Authority and the private sector company. The outstanding balance of the amount due to the Development Authority at December 31, 2020 is $2,036,883.

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

Fiscal Year Ending December 31,		
2021	$	99,224
2022		103,940
2023		108,882
2024		113,840
2025		119,470
2026-2030		687,975
2031-2035		803,552
	$	2,036,883

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NOTE 6. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land and improvements	$ 20,762,205	$ 432,910	$ -	$ -	$ 21,195,115
Infrastructure land improvements	16,099,485	97,219	(19,938)	-	16,176,766
Construction in progress	4,030,314	370,211	-	(4,030,314)	370,211
Total capital assets, not being depreciated	40,892,004	900,340	(19,938)	(4,030,314)	37,742,092
Capital assets, being depreciated:					
Buildings and improvements	45,424,320	1,719,762	-	4,030,314	51,174,396
Machinery and equipment	7,880,720	389,829	(91,780)	-	8,178,769
Vehicles	7,232,087	638,895	(239,797)	-	7,631,185
Infrastructure	25,199,293	2,191,739	(30,087)	-	27,360,945
Total capital assets, being depreciated	85,736,420	4,940,225	(361,664)	4,030,314	94,345,295
Less accumulated depreciation for:					
Buildings and improvements	12,649,290	1,045,180	-	-	13,694,470
Machinery and equipment	4,737,503	477,870	(48,931)	-	5,166,442
Vehicles	4,123,424	481,092	(204,682)	-	4,399,834
Infrastructure	15,946,632	981,898	(30,087)	-	16,898,443
Total accumulated depreciation	37,456,849	2,986,040	(283,700)	-	40,159,189
Total capital assets, being depreciated, net	48,279,571	1,954,185	(77,964)	4,030,314	54,186,106
Governmental activities capital assets, net	$ 89,171,575	$ 2,854,525	$ (97,902)	$ -	$ 91,928,198

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	230,856	-	-	230,856
Vehicles	52,000	-	(52,000)	-
Total capital assets, being depreciated	1,125,911	-	(52,000)	1,073,911
Less accumulated depreciation for:				
Land improvements	291,585	-	-	291,585
Buildings and improvements	208,056	12,970	-	221,026
Machinery and equipment	119,131	11,999	-	131,130
Vehicles	46,800	-	(46,800)	-
Total accumulated depreciation	665,572	24,969	(46,800)	643,741
Total capital assets, being depreciated, net	460,339	(24,969)	(5,200)	430,170
Business-type activities capital assets, net	$ 652,442	$ (24,969)	$ (5,200)	$ 622,273

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	$ 654,197
Judicial	1,400
Public safety	785,681
Public works	1,239,526
Health and welfare	54,096
Culture and recreation	241,680
Housing and development	9,460
Total depreciation expense - governmental activities	$ 2,986,040

B. Discretely Presented Component Unit – Water Authority

Capital asset activity for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases and Transfers	Ending Balance
Capital assets, not being depreciated:				
Land	$ 52,074	$ 601,225	$ -	$ 653,299
Construction in progress	-	1,153,806	-	1,153,806
Total	52,074	1,755,031	-	1,807,105
Capital assets, being depreciated:				
Infrastructure	9,242,626	154,903	-	9,397,529
Machinery and equipment	189,024	2,582	-	191,606
Vehicles	71,002	-	-	71,002
Total	9,502,652	157,485	-	9,660,137
Less accumulated depreciation for:				
Infrastructure	(3,250,628)	(392,991)	-	(3,643,619)
Machinery and equipment	(104,581)	(19,101)	-	(123,682)
Vehicles	(60,823)	(3,388)	-	(64,211)
Total	(3,416,032)	(415,480)	-	(3,831,512)
Total capital assets, being depreciated, net	6,086,620	(257,995)	-	5,828,625
Total capital assets, net	$ 6,138,694	$ 1,497,036	$ -	$ 7,635,730

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	311,045	-	-	311,045
Total	420,587	-	-	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	(103,934)	(6,822)	-	(110,756)
Machinery and equipment	(51,728)	-	-	(51,728)
Total	(155,662)	(6,822)	-	(162,484)
Total capital assets, being depreciated, net	285,966	(6,822)	-	279,144
Total capital assets, net	$ 706,553	$ (6,822)	$ -	$ 699,731

NOTE 6. CAPITAL ASSETS (CONTINUED)

D. Discretely Presented Component Unit – Development Authority

	Beginning Balance	Increases	Decreases and Transfers	Ending Balance
Capital assets, not being depreciated:				
Land	$ 15,600	$ -	$ -	$ 15,600
Total	15,600	-	-	15,600
Capital assets, being depreciated:				
Buildings and improvements	-	787,510	-	787,510
Furniture and fixtures	25,300	-	-	25,300
Machinery and equipment	3,287	-	-	3,287
Total	28,587	787,510	-	816,097
Less accumulated depreciation for:				
Buildings and improvements	-	(12,370)	-	(12,370)
Furniture and fixtures	(5,630)	(5,060)	-	(10,690)
Machinery and equipment	(2,570)	(717)	-	(3,287)
Total	(8,200)	(18,147)	-	(26,347)
Total capital assets, being depreciated, net	20,387	769,363	-	789,750
Total capital assets, net	$ 35,987	$ 769,363	$ -	$ 805,350

NOTE 7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2020, is as follows:

Due to/from other funds:

Receivable fund	Payable fund	Amount
General Fund	Capital Projects Fund	$ 267,968
General Fund	Local Roads Fund	16,323
General Fund	Nonmajor governmental funds	166,009
SPLOST Fund	Local Roads Fund	1,280,558
SPLOST Fund	General Fund	277
Nonmajor governmental funds	General Fund	53,854

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The balance between the SPLOST fund and Local Roads fund resulted from a project initially funded by the SPLOST fund and later the County decided to fund the project with TSPLOST. The project was allowable under both referendums.

Interfund transfers for the year ended December 31, 2020 were as follows:

Transfers In	Transfers Out	Amount
General Fund	Nonmajor governmental funds	$ 1,999
Capital Projects Fund	General Fund	1,599,755
Solid Waste Fund	General Fund	89,912
Nonmajor governmental funds	General Fund	600,790
Nonmajor governmental funds	Nonmajor governmental funds	2,500

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	$ 2,368
Lumpkin County General Fund	Development Authority	2,179

NOTE 8. LONG-TERM DEBT

A. Primary Government

The following is a summary of long-term debt activity for the year ended December 31, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Intergovernmental payable	$ 5,705,000	$ 13,975,000	$ (6,502,774)	$ 13,177,226	$ 932,361
Bonds payable	-	6,905,000	-	6,905,000	-
Notes payable	6,158,677	-	(321,806)	5,836,871	329,142
Net pension liability	2,935,619	1,252,412	(1,250,874)	2,937,157	-
Compensated absences	387,091	468,444	(331,363)	524,172	524,172
Governmental activities long-term liabilities	$ 15,186,387	$ 22,600,856	$ (8,406,817)	$ 29,380,426	$ 1,785,675
Business-type Activities:					
Landfill postclosure costs	$ 294,000	$ -	$ (21,000)	$ 273,000	$ 21,000
Compensated absences	2,915	983	(3,898)	-	-
Business-type activities long-term liabilities	$ 296,915	$ 983	$ (24,898)	$ 273,000	$ 21,000

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, 2020, was $5,545,438 which is 46% 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
2021	$ 329,142	$ 169,140	$ 498,282
2022	210,051	161,644	371,695
2023	215,929	155,766	371,695
2024	206,219	149,719	355,938
2025	180,403	143,799	324,202
2026-2030	987,735	633,272	1,621,007
2031-2035	1,147,370	473,638	1,621,008
2036-2040	1,332,804	288,204	1,621,008
2041-2045	1,227,218	78,947	1,306,165
Total	$ 5,836,871	$ 2,254,129	$ 8,091,000

General Obligation Transportation Sales Tax Bonds Payable from Direct Borrowings. In March 2020 the County issued $6,905,000 of Series 2020 General Obligation Transportation Sales Tax bonds. The proceeds of the bonds are to be used to finance a portion of certain transportation projects of the County, and finance all of the costs of a joint transportation project between the County and the City of Dahlonega, as well as pay the costs of issuance of the bonds. Debt service requirements on the bonds will be funded through a one percent transportation SPLOST tax for a period of up to five years. If the transportation SPLOST tax revenues are insufficient to meet debt service requirements, the County may fund payment through an ad valorem property tax. The bonds bear interest at a rate of 0.87% and payments are made semiannually on February 1 and August 1. Principal payments begin in 2022 and conclude when the bonds are retired on August 1, 2024.

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

Year ending December 31,	Principal	Interest	Total
2021	$ -	$ 60,074	$ 60,074
2022	2,280,000	90,111	2,370,111
2023	2,300,000	60,357	2,360,357
2024	2,325,000	20,228	2,345,228
Total	$ 6,905,000	$ 230,770	$ 7,135,770

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Intergovernmental Payable from Direct Borrowings. In May 2020, the County completed its purchase of a judicial facility from the Association of County Commissioners of Georgia by entering into an intergovernmental agreement with the Lumpkin County Public Building Authority to issue the Lumpkin County Public Building Authority Revenue Bonds, Series 2020B, 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 May 22, 2020 when the certificates were fully redeemed. In addition, in May 2020, the County entered into an intergovernmental agreement with the Lumpkin County Public Building Authority to also issue the Lumpkin County Public Building Authority Revenue Bonds, Series 2020A for the purpose of financing the acquisition, construction, and equipping of certain recreation projects of the County and paying the costs of bond issuance.

The Series 2020A revenue bonds bear interest at a rate of 1.06%, and the Series 2020B revenue bonds bear interest at a rate of 2.95%. Payments on both bonds are made semiannually on June 1 and December 1. Payments on the Series 2020A revenue bonds began in 2020 and conclude when the bonds are retired on June 1, 2045. Payments on the Series 2020B revenue bonds began in 2020 and conclude when the bonds are retired on December 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.

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

Year ending December 31,	Principal	Interest	Total
2021	$ 932,361	$ 288,320	$ 1,220,681
2022	945,276	274,184	1,219,460
2023	956,906	259,790	1,216,696
2024	972,563	245,133	1,217,696
2025	991,798	230,167	1,221,965
2026-2030	2,863,997	946,058	3,810,055
2031-2035	1,575,487	711,511	2,286,998
2036-2040	1,823,933	463,065	2,286,998
2041-2045	2,114,905	172,092	2,286,997
Total	$ 13,177,226	$ 3,590,320	$ 16,767,546

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

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, 2020, the County has 13 years of monitoring remaining. Engineering studies estimate postclosure costs of approximately $273,000 over the 13 year period. These costs are based on what it would cost to perform all postclosure care in 2020, 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.

B. Discretely Presented Component Unit – Water Authority

Long-term debt activity for the year ended December 31, 2020 for the Water Authority is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds payable	$ 337,851	$ -	$ (289,539)	$ 48,312	$ 48,312
Notes payable	1,216,151	1,063,046	(43,298)	2,235,899	87,527
Compensated absences	11,232	22,584	(20,954)	12,862	12,862
Total long-term liabilities	$ 1,565,234	$ 1,085,630	$ (353,791)	$ 2,297,073	$ 148,701

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 $4,028 as of December 31, 2020.

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.

NOTE 8. LONG-TERM DEBT (CONTINUED)

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

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

Year ending December 31,	Principal	Interest	Total
2021	$ 48,312	$ 117	$ 48,429
Total	$ 48,312	$ 117	$ 48,429

Notes Payable from Direct Borrowings. On March 23, 2011, the Authority issued a note payable to borrow a total of $408,000 from the Georgia Environmental Finance Authority (GEFA) 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 December 1, 2032 at an interest rate of 3.0%.

On February 24, 2015, the Authority executed a promissory note to 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 April 1, 2018 through September 1, 2038 at an interest rate of 2.03%.

On March 15, 2016, the Authority executed a promissory note to 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 January 1, 2018 through June 1, 2028 at an interest rate of .52%.

On August 18, 2020, the Authority executed a promissory note to GEFA to borrow up to $2,500,000 from the Drinking Water State Revolving Fund to finance the costs of acquiring, constructing, and installing environmental facilities. The unpaid principal balance of the note will bear interest at 1.71% annually and will be payable monthly until the project is completed or November 1, 2022 (whichever is earlier). At that time, the note will be finalized and will enter into its repayment phase whereby principal and interest will be due in two hundred thirty-nine (239) equal monthly installments until the note is fully repaid. As of December 31, 2020, the Authority had made draws totaling $1,063,046 on this note payable to GEFA. As the project is still in the construction phase, an amortization schedule has not been determined for this note and thus the entire payable is reported as due in more than one year.

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
2021	$ 87,527	$ 20,107	$ 107,634
2022	88,793	18,841	107,634
2023	90,085	17,549	107,634
2024	91,406	16,229	107,635
2025	92,752	14,882	107,634
2026-2030	372,058	53,886	425,944
2031-2035	233,354	23,332	256,686
2036-2038	116,878	3,392	120,270
Total	$ 1,172,853	$ 168,218	$ 1,341,071

C. Discretely Presented Component Unit – Public Building Authority

The following is a summary of long-term debt activity for the year ended December 31, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue Bonds, Series 2013	$ 5,705,000	$ -	$ (5,705,000)	$ -	$ -
Plus: Premium	15,443	-	(15,443)	-	-
Direct Placement Revenue Bonds, Series 2018	3,045,000	-	(570,000)	2,475,000	590,000
Direct Placement Revenue Bonds, Series 2020	-	13,975,000	(797,774)	13,177,226	932,361
Total revenue bonds	$ 8,765,443	$ 13,975,000	$ (7,088,217)	$ 15,652,226	$ 1,522,361

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.

In May 2020, the Public Building Authority issued $8,165,000 of Series 2020A revenue bonds. The proceeds of the Series 2020A bonds will be used to finance the acquisition, construction and equipping of certain recreation projects. The bonds were issued with an interest rate of 2.95% and mature in June 2045. 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 debt service payments.

In addition, in May 2020 the Public Building Authority issued $5,810,000 of Series 2020B revenue bonds. The proceeds of the Series 2020B bonds were issued to refund all of the outstanding Series 2013 revenue bonds, the proceeds of which were used to refinance the County's Justice Center. The bonds were issued with an interest rate of 2.95% and mature in June 2045. 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 debt service payments

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

Year ending December 31,	Principal	Interest	Total
2021	$ 1,522,361	$ 366,530	$ 1,888,891
2022	1,300,276	333,750	1,634,026
2023	1,321,906	308,138	1,630,044
2024	1,347,563	281,947	1,629,510
2025	1,381,798	255,131	1,636,929
2026-2030	3,263,997	958,698	4,222,695
2031-2035	1,575,487	711,511	2,286,998
2036-2040	1,823,933	463,065	2,286,998
2041-2045	2,114,905	172,092	2,286,997
Total	$ 15,652,226	$ 3,850,862	$ 19,503,088

NOTE 8. LONG-TERM DEBT (CONTINUED)

D. Discretely Presented Component Unit – Development Authority

Long-term debt activity for the year ended December 31, 2020 for the Development Authority is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Direct Placement Revenue Bonds, Series 2019	2,000,000	-	30,909	1,969,091	95,921
Total revenue bonds	$ 2,000,000	$ -	$ 30,909	$ 1,969,091	$ 95,921

In June 2019, the Development Authority issued direct placement taxable industrial development revenue bonds in the amount of $2,000,000 to finance the acquisition, rehabilitation and expansion of an industrial building within the County. The revenue bonds bear interest at a rate of 4.59%. Monthly principal and interest payments began in September 2020 and terminate when the bonds mature in July 2035. The bonds are secured by an installment sales agreement between the Development Authority and the private sector company. Upon an event of default, all outstanding principal and interest due on the bonds may become due immediately.

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

Year ending December 31,	Principal	Interest	Total
2021	$ 95,921	$ 89,603	$ 185,524
2022	100,481	85,042	185,523
2023	105,258	80,265	185,523
2024	110,044	75,479	185,523
2025	115,494	70,029	185,523
2026-2030	665,076	262,540	927,616
2031-2035	776,817	88,958	865,775
Total	$ 1,969,091	$ 751,916	$ 2,721,007

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

Retireees, Beneficiaries and Disabled receiving benefits	52
Terminated plan participants entitled to but not yet receiving benefits	159
Active employees participating in the Plan	176
Total number of Plan participants	387

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, 2020, the County's contribution rate was 8.3% of annual payroll. County contributions to the Plan were $584,400 for the year ended December 31, 2020.

Net Pension Liability of the County

The County's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2019.

Actuarial assumptions. The total pension liability in the January 1, 2019 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 Pub-2010 GE (50%) & PS (50%) Amount-Weighted with Scale AA projection to year 2020. This was a change from the RP-2000 Combined Healthy Mortality Table with Scale AA projection to year 2018 rate that was previously used. The table was changed to adopt the mortality tables developed specifically for governmental employees by the Society of Actuaries, which were released in 2018.

The actuarial assumptions used in the January 1, 2019 valuation were based on the results of an actuarial experience study through February 2019.

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, 2019 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 2.00% 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, 2019 the expected long-term rate of return remained the same at 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, 2020, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 12/31/19	$ 6,523,578	$ 3,587,959	$ 2,935,619
Changes for the year:			
Service cost	241,712	-	241,712
Interest	450,303	-	450,303
Differences between expected and actual experience	121,211	-	121,211
Assumption changes	382,661	-	382,661
Contributions—employer	-	494,650	(494,650)
Net investment income	-	756,224	(756,224)
Benefit payments, including refunds of employee contributions	(181,344)	(191,337)	9,993
Administrative expense	-	(46,532)	46,532
Net changes	1,014,543	1,013,005	1,538
Balances at 12/31/20	$ 7,538,121	$ 4,600,964	$ 2,937,157

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	$ 4,144,977	$ 2,937,157	$ 1,953,628

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, 2019 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, 2020, the County recognized pension expense of $932,505. At December 31, 2020, 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	$ 584,400	$ -
Assumption changes	603,332	-
Experience differences	385,843	41,489
Net difference between projected and actual earnings on pension plan investments	-	212,977
Total	$ 1,573,575	$ 254,466

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 $584,400 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, 2021. 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:	
2021	$ 382,085
2022	342,913
2023	109,737
2024	(100,026)
Total	$ 734,709

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, 2020, the County's covered payroll for employees participating in this plan was $6,861,072 and total payroll was $11,817,423. The County's contribution was $276,624 and employee contributions were $132,984.

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, 2020, the outstanding balance of this note is $330,149. 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 monthly installments of principal and interest for a term of 15 years. As of December 31, 2020, the outstanding balance of these bonds is $1,969,091. 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 12. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Contractual Commitments

For the year ended December 31, 2020, contractual commitments on uncompleted contracts were $20,577,043.

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, 2020, the County paid $28,565 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, 2020, the County made no payments to the Authority. As of December 31, 2020, 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, 2020, the County collected $299,033 in hotel/motel taxes. For the same year then ended, the hotel/motel tax fund reported expenditures of $299,033 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, 2020, the County abated property taxes totaling $15,882 under this program, including the following tax abatement agreement:

- A 20 percent property tax reduction for a local business expanding its existing manufacturing capabilities and increasing employment. The local business is in year 9 of tax abatement. The abatement amounted to $15,882. 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.

REQUIRED SUPPLEMENTARY INFORMATION

LUMPKIN COUNTY, GEORGIA

BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2020

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
Revenues:				
Taxes	$ 16,965,229	$ 17,972,240	$ 18,032,410	$ 60,170
Licenses and permits	48,000	56,003	56,003	-
Fines and forfeitures	594,700	594,700	471,566	(123,134)
Charges for services	3,014,003	2,347,694	2,302,242	(45,452)
Interest income	115,907	68,238	68,150	(88)
Intergovernmental	701,853	706,976	907,878	200,902
Contributions and donations	33,000	28,663	24,614	(4,049)
Other	244,161	566,264	443,773	(122,491)
Total revenues	21,716,853	22,340,778	22,306,636	(34,142)
Expenditures:				
Current:				
General government:				
Legislative	191,774	192,956	126,102	66,854
Executive	411,400	431,488	430,919	569
Board of elections	270,373	258,890	238,478	20,412
Human resources	271,501	272,451	261,957	10,494
Financial administration	475,013	476,813	467,365	9,448
Data processing	169,374	182,356	156,046	26,310
Tax commissioner	396,915	416,076	415,787	289
Public/General buildings	935,057	964,636	955,763	8,873
Customer service	971,097	789,984	422,712	367,272
Tax assessor	555,109	546,830	513,845	32,985
Risk management	23,000	3,963	2,723	1,240
Total general government	4,670,613	4,536,443	3,991,697	544,746
Judicial:				
Judicial administration	214,557	214,557	215,036	(479)
Superior court	307,770	307,770	202,004	105,766
Clerk superior court	616,678	676,363	674,446	1,917
District attorney	30,800	30,800	25,414	5,386
Magistrate court	237,383	237,383	239,168	(1,785)
Probate court	311,683	322,725	309,056	13,669
Total judicial	1,718,871	1,789,598	1,665,124	124,474
Public safety:				
Police	78,765	78,136	185,022	(106,886)
Fire	3,457,753	3,070,154	2,584,154	486,000
Sheriff	5,687,493	6,146,221	6,149,148	(2,927)
Emergency medical services	119,493	124,293	118,093	6,200
Coroner	46,770	46,770	45,552	1,218
Other protection	343,584	346,784	339,397	7,387
Total public safety	9,733,858	9,812,358	9,421,366	390,992
Public works:				
Public works administration	172,423	185,289	185,282	7
Highways and streets	1,141,986	1,200,156	1,127,252	72,904
Sanitation and wastewater	242,695	246,395	228,933	17,462
Total public works	1,557,104	1,631,840	1,541,467	90,373

(Continued)

LUMPKIN COUNTY, GEORGIA

BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2020

	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	505,279	572,747	537,206	35,541
Total health and welfare	729,478	796,946	761,405	35,541
Culture and recreation:				
Participant recreation	969,120	958,782	849,506	109,276
Library	420,000	420,000	420,000	-
Total culture and recreation	1,389,120	1,378,782	1,269,506	109,276
Housing and development:				
Conservation	66,630	66,930	57,773	9,157
Total housing and development	66,630	66,930	57,773	9,157
Debt service:				
Principal	58,418	58,418	58,418	-
Interest	60,622	60,622	60,622	-
Total debt service	119,040	119,040	119,040	-
Total expenditures	19,984,714	20,131,937	18,827,378	1,304,559
Excess of revenues over expenditures	1,732,139	2,208,841	3,479,258	1,270,417
Other financing sources (uses):				
Proceeds from the sale of capital assets	10,000	71,025	71,027	2
Transfers in	-	-	1,999	1,999
Transfers out	(2,229,062)	(2,279,866)	(2,290,457)	(10,591)
Total other financing sources (uses)	(2,219,062)	(2,208,841)	(2,217,431)	(8,590)
Net change in fund balances	(486,923)	-	1,261,827	1,261,827
Fund balances, beginning of year	9,383,436	9,383,436	9,383,436	-
Fund balances, end of year	$ 8,896,513	$ 9,383,436	$ 10,645,263	$ 1,261,827

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,

	2020	2019	2018	2017	2016
Total pension liability					
Service cost	$ 241,712	$ 203,574	$ 182,798	$ 178,104	$ 155,942
Interest on total pension liability	450,303	360,478	351,063	328,874	283,967
Differences between expected and actual experience	121,211	551,950	(137,228)	42,009	88,048
Changes of assumptions	382,661	510,833	10,986	175,216	159,350
Benefit payments, including refunds of employee contributions	(181,344)	(150,713)	(142,810)	(146,542)	(114,386)
Net change in total pension liability	1,014,543	1,476,122	264,809	577,661	572,921
Total pension liability - beginning	6,523,578	5,047,456	4,782,647	4,204,986	3,632,065
Total pension liability - ending (a)	$ 7,538,121	$ 6,523,578	$ 5,047,456	$ 4,782,647	$ 4,204,986
Plan fiduciary net position					
Contributions - employer	494,650	401,622	317,767	277,885	289,822
Net investment income	756,224	(201,255)	453,981	180,124	(3,783)
Benefit payments, including refunds of employee contributions	(191,337)	(150,713)	(142,810)	(146,542)	(114,386)
Administrative expenses	(46,532)	(34,818)	(30,148)	(31,535)	(28,468)
Other	-	-	-	-	(9,103)
Net change in plan fiduciary net position	1,013,005	14,836	598,790	279,932	134,082
Plan fiduciary net position - beginning	3,587,959	3,573,123	2,974,333	2,694,401	2,560,319
Plan fiduciary net position - ending (b)	$ 4,600,964	$ 3,587,959	$ 3,573,123	$ 2,974,333	$ 2,694,401
County's net pension liability - ending (a) - (b)	$ 2,937,157	$ 2,935,619	$ 1,474,333	$ 1,808,314	$ 1,510,585
Plan fiduciary net position as a percentage of the total pension liability	61.0%	55.0%	70.8%	62.2%	64.1%
Covered payroll	$ 6,563,526	$ 6,387,811	$ 5,526,657	$ 5,493,661	$ 5,319,203
County's net pension liability as a percentage of covered payroll	44.7%	46.0%	26.7%	32.9%	28.4%

	2015
Total pension liability	
Service cost	$ 148,305
Interest on total pension liability	246,481
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	(98,269)
Net change in total pension liability	296,517
Total pension liability - beginning	3,335,548
Total pension liability - ending (a)	$ 3,632,065
Plan fiduciary net position	
Contributions - employer	247,977
Net investment income	149,298
Benefit payments, including refunds of employee contributions	(98,269)
Administrative expenses	(26,949)
Other	2
Net change in plan fiduciary net position	272,059
Plan fiduciary net position - beginning	2,288,260
Plan fiduciary net position - ending (b)	$ 2,560,319
County's net pension liability - ending (a) - (b)	$ 1,071,746
Plan fiduciary net position as a percentage of the total pension liability	70.5%
Covered payroll	$ 5,086,023
County's net pension liability as a percentage of covered payroll	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,

	2020	2019	2018	2017	2016
Actuarially determined contribution	$ 584,400	$ 494,650	$ 401,622	$ 317,767	$ 277,885
Contributions in relation to the actuarially determined contribution	584,400	494,650	401,622	317,767	277,885
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	7,008,565	6,563,526	6,387,811	5,526,657	5,493,661
Contributions as a percentage of covered payroll	8.3%	7.5%	6.3%	5.7%	5.1%

	2015	2014
Actuarially determined contribution	$ 249,652	$ 247,977
Contributions in relation to the actuarially determined contribution	289,822	247,977
Contribution deficiency (excess)	$ (40,170)	$ -
Covered payroll	5,319,203	5,086,023
Contributions as a percentage of covered payroll	4.7%	4.9%

Notes to the Schedule

Valuation Date	January 1, 2019
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.

CARES Fund - to account for the revenues and expenditures related to the Coronavirus Aid, Relief, and Economic Security Act grant provided to the County from the State of Georgia.

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, 2020

	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	$ 1,177	$ 36,762	$ -	$ -	$ 62,296	$ 42,967	$ 34,313
Receivables (net of allowance for uncollectibles)	614	-	102,215	-	50	3,828	38,204
Due from other funds	14,797	-	-	9,622	-	1,290	-
Due from other governments	-	-	-	-	-	-	-
Prepaid items	-	-	13,613	-	-	-	33,657
Total assets	$ 16,588	$ 36,762	$ 115,828	$ 9,622	$ 62,346	$ 48,085	$ 106,174
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ -	$ -	$ 28,408	$ -	$ -	$ 3,524	$ 591
Due to other funds	-	-	-	-	-	-	-
Total liabilities	-	-	28,408	-	-	3,524	591
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	-	-	-	-	-	-	-
Unearned revenue - property taxes	-	-	-	-	-	-	-
Unavailable revenue - intergovernmental	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Nonspendable:							
Prepaid items	-	-	13,613	-	-	-	33,657
Restricted for:							
Debt service	-	-	-	-	-	-	-
Public safety activities	16,588	-	73,807	-	62,346	44,561	-
Planning department operations	-	-	-	-	-	-	-
Law library operations	-	36,762	-	-	-	-	-
Judicial activities	-	-	-	9,622	-	-	71,926
Tourism	-	-	-	-	-	-	-
Total fund balances	16,588	36,762	87,420	9,622	62,346	44,561	105,583
Total liabilities, deferred inflows of resources, and fund balances	$ 16,588	$ 36,762	$ 115,828	$ 9,622	$ 62,346	$ 48,085	$ 106,174

Technology Fee Fund	Multiple Grant Fund	Hotel/Motel Tax Fund	Planning Fund	CARES Fund	Debt Service Fund	Total Nonmajor Governmental Funds
$ 18,822	$ -	$ 40,053	$ 519,232	$ -	$ 228,148	$ 983,770
-	-	40,465	23,893	-	22,224	231,493
1,454	-	26,691	-	-	-	53,854
-	217,620	-	-	-	-	217,620
-	8,790	-	35,914	-	-	91,974
$ 20,276	$ 226,410	$ 107,209	$ 579,039	$ -	$ 250,372	$ 1,578,711
$ 353	$ 51,823	$ 102,493	$ 15,130	$ -	$ -	$ 202,322
-	163,299	-	2,710	-	-	166,009
353	215,122	102,493	17,840	-	-	368,331
-	-	-	3,869	-	4,232	8,101
-	-	-	153,660	-	189,780	343,440
-	2,498	-	-	-	-	2,498
-	2,498	-	157,529	-	194,012	354,039
-	8,790	-	35,914	-	-	91,974
-	-	-	-	-	56,360	56,360
-	-	-	-	-	-	197,302
-	-	-	367,756	-	-	367,756
-	-	-	-	-	-	36,762
19,923	-	-	-	-	-	101,471
-	-	4,716	-	-	-	4,716
19,923	8,790	4,716	403,670	-	56,360	856,341
$ 20,276	$ 226,410	$ 107,209	$ 579,039	$ -	$ 250,372	$ 1,578,711

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2020

	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	37,641	15,745	-	-	30,011	-	-
Charges for services	-	-	592,252	-	-	40,032	-
Interest income	-	-	-	-	190	107	382
Intergovernmental	-	-	-	-	-	-	320,445
Contributions and donations	-	-	-	-	-	38,217	-
Other revenues	-	-	-	-	-	-	-
Total revenues	37,641	15,745	592,252	-	30,201	78,356	320,827
Expenditures:							
Current:							
General government	-	-	-	-	-	-	-
Judicial	41,999	32,337	-	-	-	-	471,266
Public safety	12,913	-	873,334	-	5,396	80,579	-
Housing and development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	54,912	32,337	873,334	-	5,396	80,579	471,266
Excess (deficiency) of revenues over expenditures	(17,271)	(16,592)	(281,082)	-	24,805	(2,223)	(150,439)
Other financing sources (uses):							
Transfers in	-	-	320,336	-	-	2,500	146,583
Transfers out	-	-	-	-	(2,500)	-	-
Total other financing sources (uses)	-	-	320,336	-	(2,500)	2,500	146,583
Net change in fund balances	(17,271)	(16,592)	39,254	-	22,305	277	(3,856)
Fund balances (deficits), beginning of year	33,859	53,354	48,166	9,622	40,041	44,284	109,439
Fund balances, end of year	$ 16,588	$ 36,762	$ 87,420	$ 9,622	$ 62,346	$ 44,561	$ 105,583

Technology Fee Fund	Multiple Grant Fund	Hotel/Motel Tax Fund	Planning Fund	CARES Fund	Debt Service Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ 299,033	$ 161,387	$ -	$ 201,622	$ 662,042
-	-	-	373,395	-	-	373,395
-	-	-	-	-	-	83,397
18,354	-	-	32,885	-	-	683,523
-	-	210	2,541	-	803	4,233
-	643,666	-	-	1,419,405	-	2,383,516
-	-	-	-	-	-	38,217
-	14,605	-	-	-	-	14,605
18,354	658,271	299,243	570,208	1,419,405	202,425	4,242,928
-	4,029	-	-	1,404,666	-	1,408,695
15,459	159,238	-	-	-	-	720,299
-	579,393	-	-	-	-	1,551,615
-	-	299,052	612,182	-	-	911,234
-	-	-	-	14,857	-	14,857
-	-	-	-	-	96,886	96,886
-	-	-	-	-	108,278	108,278
15,459	742,660	299,052	612,182	1,419,523	205,164	4,811,864
2,895	(84,389)	191	(41,974)	(118)	(2,739)	(568,936)
-	133,753	-	-	118	-	603,290
-	-	-	-		(1,999)	(4,499)
-	133,753	-	-	118	(1,999)	598,791
2,895	49,364	191	(41,974)	-	(4,738)	29,855
17,028	(40,574)	4,525	445,644	-	61,098	826,486
$ 19,923	$ 8,790	$ 4,716	$ 403,670	$ -	$ 56,360	$ 856,341

LUMPKIN COUNTY, GEORGIA
DRUG REHABILITATION FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 60,000	$ 60,000	$ 37,641	$ (22,359)
Total revenues	60,000	60,000	37,641	(22,359)
Expenditures:				
Current:				
Judicial	50,000	50,000	41,999	8,001
Public safety	15,000	15,000	12,913	2,087
Total expenditures	65,000	65,000	54,912	10,088
Net changes in fund balances	(5,000)	(5,000)	(17,271)	(12,271)
Fund balances, beginning of year	33,859	33,859	33,859	-
Fund balances, end of year	$ 28,859	$ 28,859	$ 16,588	$ (12,271)

LUMPKIN COUNTY, GEORGIA
LAW LIBRARY FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 16,000	$ 32,337	$ 15,745	$ (16,592)
Total revenues	16,000	32,337	15,745	(16,592)
Expenditures:				
Current:				
Judicial	16,000	32,337	32,337	-
Total expenditures	16,000	32,337	32,337	-
Net changes in fund balances	-	-	(16,592)	(16,592)
Fund balances, beginning of year	53,354	53,354	53,354	-
Fund balances, end of year	$ 53,354	$ 53,354	$ 36,762	$ (16,592)

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, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 649,802	$ 609,802	$ 592,252	$ (17,550)
Total revenues	649,802	609,802	592,252	(17,550)
Expenditures:				
Current:				
Public safety	939,268	899,768	873,334	26,434
Total expenditures	939,268	899,768	873,334	26,434
Deficiency of revenues over expenditures	(289,466)	(289,966)	(281,082)	8,884
Other financing sources:				
Transfers in	289,966	289,966	320,336	30,370
Total other financing sources	289,966	289,966	320,336	30,370
Net changes in fund balances	500	-	39,254	39,254
Fund balances, beginning of year	48,166	48,166	48,166	-
Fund balances, end of year	$ 48,666	$ 48,166	$ 87,420	$ 39,254

LUMPKIN COUNTY, GEORGIA
JUVENILE SERVICES FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	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	-	900
Total expenditures	900	900	-	900
Net changes in fund balances	-	-	-	-
Fund balances, beginning of year	9,622	9,622	9,622	-
Fund balances, end of year	$ 9,622	$ 9,622	$ 9,622	$ -

LUMPKIN COUNTY, GEORGIA
CONFISCATED ASSETS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 1,500	$ 30,011	$ 30,011	$ -
Interest income	-	191	190	(1)
Total revenues	1,500	30,202	30,201	(1)
Expenditures:				
Current:				
Public safety	1,500	30,202	5,396	24,806
Total expenditures	1,500	30,202	5,396	24,806
Excess of revenues over expenditures	-	-	24,805	24,805
Other financing uses:				
Transfers out	-	-	(2,500)	(2,500)
Total other financing uses	-	-	(2,500)	(2,500)
Net changes in fund balances	-	-	22,305	22,305
Fund balances, beginning of year	40,041	40,041	40,041	-
Fund balances, end of year	$ 40,041	$ 40,041	$ 62,346	$ 22,305

LUMPKIN COUNTY, GEORGIA
SPECIAL PROGRAMS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 25,000	$ 51,504	$ 40,032	$ (11,472)
Interest income	60	695	107	(588)
Contributions and donations	28,550	40,216	38,217	(1,999)
Total revenues	53,610	92,415	78,356	(14,059)
Expenditures:				
Current:				
Public safety	54,855	93,876	80,579	13,297
Total expenditures	54,855	93,876	80,579	13,297
Deficiency of revenues over expenditures	(1,245)	(1,461)	(2,223)	(762)
Other financing sources (uses):				
Transfers in	995	5,511	2,500	(3,011)
Transfers out	-	(4,050)	-	4,050
Total other financing sources (uses)	995	1,461	2,500	1,039
Net changes in fund balances	(250)	-	277	277
Fund balances, beginning of year	44,284	44,284	44,284	-
Fund balances, end of year	$ 44,034	$ 44,284	$ 44,561	$ 277

LUMPKIN COUNTY, GEORGIA
PUBLIC DEFENDER FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 319,446	$ 320,446	$ 320,445	$ (1)
Interest income	1,000	1,000	382	(618)
Total revenues	320,446	321,446	320,827	(619)
Expenditures:				
Current:				
Judicial	469,013	471,613	471,266	347
Total expenditures	469,013	471,613	471,266	347
Deficiency of revenues over expenditures	(148,567)	(150,167)	(150,439)	(272)
Other financing sources:				
Transfers in	146,583	146,583	146,583	-
Total other financing sources	146,583	146,583	146,583	-
Net changes in fund balances	(1,984)	(3,584)	(3,856)	(272)
Fund balances, beginning of year	109,439	109,439	109,439	-
Fund balances, end of year	$ 107,455	$ 105,855	$ 105,583	$ (272)

LUMPKIN COUNTY, GEORGIA
TECHNOLOGY FEE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 22,330	$ 19,330	$ 18,354	$ (976)
Total revenues	22,330	19,330	18,354	(976)
Expenditures:				
Current:				
Judicial	22,330	19,330	15,459	3,871
Total expenditures	22,330	19,330	15,459	3,871
Net changes in fund balances	-	-	2,895	2,895
Fund balances, beginning of year	17,028	17,028	17,028	-
Fund balances, end of year	$ 17,028	$ 17,028	$ 19,923	$ 2,895

LUMPKIN COUNTY, GEORGIA
MULTIPLE GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 664,192	$ 737,119	$ 643,666	$ (93,453)
Contributions and donations	-	14,605	14,605	-
Total revenues	664,192	751,724	658,271	(93,453)
Expenditures:				
Current:				
General government	54,248	58,277	4,029	54,248
Judicial	211,856	211,856	159,238	52,618
Public safety	584,261	710,712	579,393	131,319
Total expenditures	850,365	980,845	742,660	238,185
Deficiency of revenues over expenditures	(186,173)	(229,121)	(84,389)	144,732
Other financing sources:				
Transfers in	55,007	229,121	133,753	(95,368)
Total other financing sources	55,007	229,121	133,753	(95,368)
Net changes in fund balances	(131,166)	-	49,364	49,364
Fund deficits, beginning of year	(40,574)	(40,574)	(40,574)	-
Fund deficits, end of year	$ (171,740)	$ (40,574)	$ 8,790	$ 49,364

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, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Hotel/Motel taxes	$ 225,000	$ 299,033	$ 299,033	$ -
Interest	200	210	210	-
Total revenues	225,200	299,243	299,243	-
Expenditures:				
Current:				
Housing and development	225,200	299,243	299,052	191
Total expenditures	225,200	299,243	299,052	191
Net changes in fund balances	-	-	191	191
Fund balances, beginning of year	4,525	4,525	4,525	-
Fund balances, end of year	$ 4,525	$ 4,525	$ 4,716	$ 191

LUMPKIN COUNTY, GEORGIA
PLANNING FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 155,000	$ 155,000	$ 161,387	$ 6,387
Licenses and permits	322,100	373,392	373,395	3
Charges for services	5,000	32,885	32,885	-
Interest income	8,000	2,500	2,541	41
Total revenues	490,100	563,777	570,208	6,431
Expenditures:				
Current:				
Housing and development	632,849	637,628	612,182	25,446
Total expenditures	632,849	637,628	612,182	25,446
Net changes in fund balances	(142,749)	(73,851)	(41,974)	31,877
Fund balances, beginning of year	445,644	445,644	445,644	-
Fund balances, end of year	$ 302,895	$ 371,793	$ 403,670	$ 31,877

LUMPKIN COUNTY, GEORGIA
CARES FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 1,419,526	$ 1,419,526	$ 1,419,405	$ (121)
Total revenues	1,419,526	1,419,526	1,419,405	(121)
Expenditures:				
Current:				
General government	1,404,669	1,404,669	1,404,666	3
Capital outlay	14,857	14,857	14,857	-
Total expenditures	1,419,526	1,419,526	1,419,523	3
Deficiency of revenues over expenditures	-	-	(118)	(118)
Other financing sources:				
Transfers in	-	-	118	118
Total other financing sources	-	-	118	118
Net changes in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	$ -	$ -	$ -	$ -

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, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 194,700	$ 194,700	$ 201,622	$ 6,922
Interest income	1,500	1,500	803	(697)
Total revenues	196,200	196,200	202,425	6,225
Expenditures:				
Debt service:				
Principal	108,278	96,886	96,886	-
Interest	96,886	108,278	108,278	-
Total expenditures	205,164	205,164	205,164	-
Deficiency of revenues over expenditures	(8,964)	(8,964)	(2,739)	6,225
Other financing uses:				
Transfers out	(1,999)	(1,999)	(1,999)	-
Total other financing uses	(1,999)	(1,999)	(1,999)	-
Net change in fund balances	(10,963)	(10,963)	(4,738)	6,225
Fund balances, beginning of year	61,098	61,098	61,098	-
Fund balances, end of year	$ 50,135	$ 50,135	$ 56,360	$ 6,225

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS FOR THE YEAR ENDED DECEMBER 31, 2020

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
2014 SPLOST					
Lease Payments	$ 5,100,000	$ 4,780,916	$ 4,721,503	$ 59,413	$ 4,780,916
Administration Facility Improvements	1,200,000	2,485,025	530,329	143,175	673,504
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	1,788,352	1,541,755	246,597	1,788,352
Roads and Bridges Equipment, Vehicles, Resurfacing, Improvements	4,270,000	4,070,644	3,876,207	194,437	4,070,644
Lumpkin Co. Library	1,000,000	1,331,916	977,412	354,504	1,331,916
Recreation Equipment/Vehicles/Facilities	1,000,000	1,000,000	777,104	-	777,104
Senior Center Facilities	50,000	53,054	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	284,811	409,352
City of Dahlonega	3,000,000	3,000,000	2,999,999	-	2,999,999
Total 2014 SPLOST	$ 18,900,000	$ 20,310,761	$ 16,675,926	$ 1,282,937	$ 17,958,863
2020 SPLOST					
Judicial Acquisition Contract Payments	$ 4,717,410	$ 4,717,410	$ -	$ 814,145	$ 814,145
Economic Development	2,000,000	2,000,000	-	780,000	780,000
Roads & Bridges Equipment, Vehicles, Resurfacing, Improvements	1,953,590	1,953,590	-	-	-
Lumpkin County Library	1,000,000	1,000,000	-	1,000,000	1,000,000
Sheriff's Department Equipment and Vehicles	1,260,000	1,260,000	-	-	-
Water Authority System Improvements	4,000,000	4,000,000	-	600,000	600,000
City of Dahlonega	3,969,000	3,969,000	-	694,570	694,570
Total 2020 SPLOST	$ 18,900,000	$ 18,900,000	$ -	$ 3,888,715	$ 3,888,715
			Total SPLOST Fund Expenditures	$ 5,171,652	

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS FOR THE YEAR ENDED DECEMBER 31, 2020

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
2019 TSPLOST					
Joint project	$ 4,000,000	$ 4,000,000	$ -	$ 218,263	$ 218,263
Roads and Bridges - Paving, Striping, Maintenance, Construction and Improvements	6,844,300	6,844,300	-	2,318,412	2,318,412
Road Maintenance Equipment	1,845,700	1,845,700	294,092	259,117	553,209
City of Dahlonega	2,310,000	2,310,000	403,238	839,618	1,242,856
Total 2019 TSPLOST	$ 15,000,000	$ 15,000,000	$ 697,330	$ 3,635,410	$ 4,332,740

Note: The TSPLOST referendum stipulates that debt service payments on the joint project shall be expended first. In 2020, the County has issued TSPLOST bonded debt and began making expenditures on the joint project. 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, 2020

ASSETS	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Total
Cash and cash equivalents	$ 3,663,134	$ 17,242	$ 345,238	$ 62,805	$ 463	$ 4,088,882
Taxes receivable	1,656,989	-	-	-	-	1,656,989
Total assets	5,320,123	17,242	345,238	62,805	463	5,745,871
LIABILITIES						
Due to others	3,477,828	1,634	1,636	6,822	463	3,488,383
Uncollected taxes	1,656,989	-	-	-	-	1,656,989
Total liabilities	5,134,817	1,634	1,636	6,822	463	5,145,372
NET POSITION						
Restricted:						
Individuals, organizations, and other governments	185,306	15,608	343,602	55,983	-	600,499
Total net position	$ 185,306	$ 15,608	$ 343,602	$ 55,983	$ -	$ 600,499

LUMPKIN COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2020

	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Total
ADDITIONS						
Property taxes collected for other governments	$ 33,229,322	$ -	$ -	$ -	$ -	$ 33,229,322
Fines and fees collected	-	233,996	329,427	467,548	34,291	1,065,262
Criminal and civil bonds	-	-	1,617,326	50,010	-	1,667,336
Total additions	33,229,322	233,996	1,946,753	517,558	34,291	35,961,920
DEDUCTIONS						
Property taxes distributed to other governments	33,250,471	-	-	-	-	33,250,471
Fines and fees disbursed	-	-	354,091	316,444	36,691	707,226
Other custodial disbursements	-	231,314	1,483,445	185,754	-	1,900,513
Total deductions	33,250,471	231,314	1,837,536	502,198	36,691	35,858,210
Net increase (decrease) in custodial net position	(21,149)	2,682	109,217	15,360	(2,400)	103,710
Net position, beginning of year	206,455	12,926	234,385	40,623	2,400	496,789
Net position, end of year	$ 185,306	$ 15,608	$ 343,602	$ 55,983	$ -	$ 600,499

COMPONENT UNIT – HOSPITAL AUTHORITY

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - HOSPITAL AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2020

	Hospital Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Payments to suppliers and service providers	$ (45,944)
Net cash used in operating activities	(45,944)
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of investments	(246,231)
Proceeds from sale of investment	327,775
Interest received	44,819
Net cash provided by investing activities	126,363
Net increase in cash and cash equivalents	80,419
Cash and cash equivalents:	
Beginning of year	173,841
End of year	$ 254,260
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (45,944)
Net cash used in operating activities	$ (45,944)
NON-CASH INVESTING ACTIVITIES	
Unrealized gain on investments	$ 43,791

COMPONENT UNIT – AIRPORT AUTHORITY

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - AIRPORT AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2020

	Airport Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 29,747
Payments to suppliers and service providers	(45,311)
Net cash used in operating activities	(15,564)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	76
Net cash provided by investing activities	76
Net decrease in cash and cash equivalents	(15,488)
Cash and cash equivalents:	
Beginning of year	26,070
End of year	$ 10,582
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (16,129)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	6,822
Increase in receivables	(494)
Increase in inventory	(5,795)
Increase in accounts payable	32
Net cash used in operating activities	$ (15,564)

COMPONENT UNIT – DEVELOPMENT AUTHORITY

LUMPKIN COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
COMPONENT UNIT - DEVELOPMENT AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2020

	Development Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 13,358
Payments to suppliers and employees	(131,031)
Net cash used in operating activities	(117,673)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating grants received	775,864
Net cash provided by noncapital financing activities	775,864
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES	
Acquisition of capital assets	(787,510)
Installment sales agreement receivable issued	(360,652)
Receipts - installment sales agreement receivable	30,909
Principal paid on bonds payable	(30,909)
Interest paid on bonds payable	(30,932)
Net cash used in capital financing activities	(1,179,094)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	51,035
Net cash provided by investing activities	51,035
Net decrease in cash and cash equivalents	(469,868)
Cash and cash equivalents:	
Beginning of year	1,351,633
End of year	$ 881,765
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (122,452)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	18,147
Increase in receivables	(11,339)
Decrease in inventory	2,298
Decrease in accounts payable	(6,506)
Increase in due to primary government	2,179
Net cash used in operating activities	$ (117,673)

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, 2020

Revenues:	
Intergovernmental	$ 7,652,465
Total revenues	7,652,465
Expenditures:	
Intergovernmental	13,975,000
Debt service:	
Principal	1,367,774
Interest	314,272
Issuance costs	258,569
Total expenditures	15,915,615
Deficiency of revenues over expenditures	(8,263,150)
Other financing sources (uses)	
Bond issuance	13,975,000
Refunding payment to escrow agent	(5,711,850)
Total other financing sources (uses)	8,263,150
Net change in fund balance	-
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 **103-109**

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 **110-114**

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

Debt Capacity **115-118**

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 ..... **119 and 120**

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 **121-123**

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)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities										
Net investment in capital assets	**$ 74,656**	$ 77,698	$ 71,483	$ 69,680	$ 66,028	$ 64,707	$ 62,155	$ 60,580	$ 59,032	$ 56,295
Restricted	**12,589**	5,531	5,703	5,034	6,605	6,103	6,115	6,628	7,765	9,352
Unrestricted	**8,284**	8,001	6,282	6,524	5,670	5,824	7,350	7,889	6,853	7,226
Total governmental activities net position	**$ 95,529**	$ 91,230	$ 83,468	$ 81,238	$ 78,303	$ 76,633	$ 75,620	$ 75,097	$ 73,650	$ 72,873
Business-type activities										
Net investment in capital assets	**$ 622**	$ 652	$ 575	$ 590	$ 607	$ 625	$ 648	$ 694	$ 694	$ 709
Unrestricted	**(285)**	(313)	(318)	(334)	(366)	(400)	(416)	(457)	(457)	(492)
Total business-type activities net position	**$ 337**	$ 339	$ 257	$ 256	$ 241	$ 225	$ 232	$ 237	$ 237	$ 217
Primary government										
Net investment in capital assets	**$ 75,278**	$ 78,350	$ 72,058	$ 70,271	$ 66,635	$ 65,332	$ 62,803	$ 61,274	$ 59,726	$ 57,004
Restricted	**12,589**	5,531	5,702	5,034	6,605	6,103	6,115	6,628	7,765	9,352
Unrestricted	**7,998**	7,688	5,964	6,189	5,304	5,424	6,934	7,432	6,396	6,734
Total primary government net position	**$ 95,866**	$ 91,569	$ 83,724	$ 81,494	$ 78,544	$ 76,858	$ 75,852	$ 75,334	$ 73,887	$ 73,090
Restatements	**$ -**	$ -	$ -	$ 22	$ -	$ -	$ (1,039)	$ -	$ -	$ -
Total primary government net position, after restatements	**$ 95,866**	$ 91,569	$ 83,724	$ 81,516	$ 78,544	$ 76,858	$ 74,813	$ 75,334	$ 73,887	$ 73,090

LUMPKIN COUNTY, GEORGIA

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Governmental activities:										
General government	**$ 6,308**	$ 4,423	$ 5,420	$ 4,614	$ 4,270	$ 4,358	$ 3,900	$ 3,964	$ 3,714	$ 3,144
Judicial system	**2,434**	2,595	2,412	2,317	2,348	2,262	2,372	2,119	2,375	2,673
Public safety	**12,062**	12,746	11,310	10,764	9,918	9,474	9,691	9,151	9,235	8,965
Public works	**6,096**	3,708	2,979	3,055	3,162	2,723	2,960	2,688	2,472	2,614
Health and welfare	**824**	793	745	734	690	723	666	628	589	595
Culture and recreation	**1,546**	1,518	1,545	1,511	1,405	1,363	1,336	1,235	955	1,014
Housing and development	**988**	815	782	668	511	962	412	432	426	421
Interest on long-term debt	**1,297**	355	375	394	477	470	519	473	863	917
Total governmental activities expenses	**31,555**	26,954	25,569	24,058	22,781	22,336	21,857	20,690	20,629	20,343
Business-type activities:										
Solid Waste	**107**	104	167	112	110	123	100	109	134	94
Total business-type activities expenses	**107**	104	167	112	110	123	100	109	134	94
Total primary government expenses	**$ 31,662**	$ 27,058	$ 25,736	$ 24,170	$ 22,891	$ 22,459	$ 21,957	$ 20,799	$ 20,763	$ 20,437
Program Revenues										
Governmental activities:										
Charges for services:										
General government	**$ 1,046**	$ 1,026	$ 960	$ 891	$ 971	$ 781	$ 764	$ 778	$ 1,072	$ 1,018
Judicial system	**839**	984	936	1,003	932	1,026	1,000	1,001	619	675
Public safety	**2,016**	3,138	2,157	1,928	1,776	2,234	2,184	2,013	1,974	2,423
Public works	**2**	3	1	1	1	2	1	1	30	51
Health and welfare	**13**	32	27	25	30	23	27	40	58	42
Culture and recreation	**107**	224	267	250	245	234	232	231	-	22
Housing and development	**406**	360	367	237	203	140	126	122	109	77
Operating grants and contributions	**3,242**	1,697	1,740	1,175	1,146	1,296	1,147	977	1,287	1,555
Capital grants and contributions	**924**	3,655	929	1,409	1,296	1,830	426	748	583	17
Total governmental activities program revenues	**8,594**	11,119	7,384	6,920	6,600	7,568	5,907	5,911	5,732	5,880
Business-type activities:										
Charges for services:										
Solid waste	**15**	23	26	131	34	35	32	45	115	15
Capital grants and contributions	**-**	-	-	-	-	-	-	-	13	-
Total business-type activities program revenues	**15**	23	26	131	34	35	32	45	128	15
Total primary government program revenues	**$ 8,609**	$ 11,142	$ 7,410	$ 7,051	$ 6,633	$ 7,603	$ 5,939	$ 5,956	$ 5,860	$ 5,895
Net (expense)/revenue										
Governmental activities	**$ (22,960)**	$ (15,835)	$ (18,185)	$ (17,138)	$ (16,181)	$ (14,768)	$ (15,949)	$ (14,779)	$ (14,897)	$ (14,463)
Business-type activities	**(92)**	(81)	(141)	19	(76)	(88)	(68)	(64)	(19)	(79)
Total primary government net expense	**$ (23,053)**	$ (15,916)	$ (18,326)	$ (17,119)	$ (16,257)	$ (14,856)	$ (16,018)	$ (14,843)	$ (14,916)	$ (14,542)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	**$ 12,829**	$ 12,687	$ 12,271	$ 12,191	$ 10,626	$ 9,334	$ 9,595	$ 9,553	$ 8,818	$ 9,047
Sales taxes	**12,425**	8,876	6,326	6,130	5,681	5,756	5,468	5,191	5,471	5,358
Insurance premium taxes	**1,813**	1,711	1,597	1,479	1,381	1,298	1,212	1,148	1,105	1,034
Other taxes	**179**	196	197	193	203	229	230	222	188	227
Unrestricted investment earnings	**105**	280	143	76	52	35	45	161	318	394
Gain on sale of capital assets	**-**	10	-	-	-	-	-	-	-	-
Transfers	**(90)**	(164)	(142)	4	(92)	(81)	(79)	(48)	(26)	(66)
Total governmental activities	**27,260**	23,596	20,392	20,074	17,851	16,571	16,471	16,227	15,874	15,994
Business-type activities:										
Transfers	**90**	164	142	(4)	92	81	79	48	26	66
Total business-type activities	**90**	164	142	(4)	92	81	79	48	26	66
Total primary government	**$ 27,350**	$ 23,760	$ 20,534	$ 20,070	$ 17,943	$ 16,652	$ 16,550	$ 16,275	$ 15,900	$ 16,060
Change in Net Position										
Governmental activities	**$ 4,300**	$ 7,761	$ 2,207	$ 2,935	$ 1,670	$ 1,803	$ 522	$ 1,448	$ 977	$ 1,531
Business-type activities	**(2)**	83	1	15	16	(7)	11	(16)	7	(13)
Total primary government	**$ 4,297**	$ 7,844	$ 2,208	$ 2,950	$ 1,686	$ 1,796	$ 533	$ 1,432	$ 984	$ 1,518

LUMPKIN COUNTY, GEORGIA

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

	2020	2019	2018	2017	2016
General fund					
Nonspendable:					
Prepaid items	**$ 596**	$ 477	$ 550	$ 570	$ 567
Inventory	**187**	186	172	156	106
Assigned:					
Fire station construction	**-**	-	-	102	375
Use of reserves for subsequent budget	**660**	660	660	500	482
Capital projects	**1,325**	-	-	-	-
Unassigned	**7,877**	8,060	6,121	5,722	4,802
Total general fund	**$ 10,645**	$ 9,383	$ 7,504	$ 7,050	$ 6,332
All other governmental funds					
Nonspendable:					
Prepaid items	**$ 92**	$ 76	$ 80	$ 44	$ 44
Restricted for:					
Debt service	**56**	61	2,028	1,995	2,691
Capital projects	**19,731**	4,558	2,891	2,317	3,472
Public safety activities	**197**	151	98	154	190
Planning department operations	**368**	435	383	285	48
Law library operations	**37**	53	56	65	62
Judicial activities	**101**	102	116	130	111
Tourism	**5**	5	7	18	7
Assigned:					
Capital projects	**-**	-	-	-	-
Unassigned	**-**	(67)	(110)	-	-
Total all other governmental funds	**$ 20,587**	$ 5,374	$ 5,549	$ 5,008	$ 6,625

2015	2014	2013	2012	2011
$ 481	$ 678	$ 355	$ 265	$ 255
144	129	114	117	86
375	375	-	-	-
135	621	-	-	-
-	-	-	-	-
5,294	5,066	7,178	6,464	6,516
$ 6,429	$ 6,869	$ 7,647	$ 6,846	$ 6,857
$ 40	$ 80	$ 47	$ 41	$ 35
3,320	3,928	5,441	6,837	8,073
2,273	1,873	825	432	549
203	133	148	115	290
-	-	-	-	-
59	56	77	114	134
176	110	119	180	165
2	1	1	8	6
-	11	-	-	-
(31)	(25)	(116)	(204)	(128)
$ 6,042	$ 6,167	$ 6,542	$ 7,523	$ 9,124

LUMPKIN COUNTY, GEORGIA

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

	2020	2019	2018	2017	2016
Revenues					
Taxes	**$ 27,339**	$ 23,421	$ 20,705	$ 19,948	$ 17,869
Licenses and permits	**429**	395	389	273	231
Fines and forfeitures	**555**	776	655	690	640
Charges for services	**2,986**	4,191	3,322	3,044	2,840
Interest income	**118**	336	166	89	62
Intergovernmental	**3,911**	4,849	2,801	1,852	2,256
Contributions and donations	**71**	88	75	120	108
Miscellaneous	**458**	405	348	329	447
Total revenues	**35,867**	34,461	28,462	26,344	24,452
Expenditures					
General government	**5,535**	3,721	4,390	3,671	3,478
Judicial	**2,401**	2,593	2,411	2,309	2,337
Public safety	**10,994**	11,951	10,554	10,074	9,271
Public works	**1,545**	1,554	1,377	1,480	1,417
Health and welfare	**761**	752	711	699	651
Culture and recreation	**1,292**	1,279	1,307	1,281	1,188
Housing and development	**969**	803	777	664	500
Intergovernmental	**2,419**	932	575	638	500
Capital outlay (1)	**6,633**	7,743	3,855	4,628	3,815
Debt service					
Principal	**1,120**	975	1,047	1,544	1,343
Interest	**414**	310	332	367	396
Other charges	**459**	-	-	-	40
Total expenditures	**34,541**	32,612	27,335	27,356	24,937
Excess (deficiency) of revenues over (under) expenditures	**1,326**	1,849	1,127	(1,012)	(483)
Other financing sources (uses)					
Transfers in	**2,205**	4,725	2,657	1,839	1,822
Transfers out	**(2,295)**	(4,889)	(2,799)	(1,835)	(1,914)
Issuance of debt	**20,880**	-	-	-	1,035
Premium/discount on issuance of debt	**-**	-	-	-	-
Refinancing of intergovernmental payable	**(5,712)**				
Refunding payment to escrow agent	**-**	-	-	-	-
Proceeds from sale of capital assets	**71**	20	9	109	26
Total other financing sources (uses)	**15,149**	(144)	(133)	113	969
Net change in fund balances	**$ 16,475**	$ 1,705	$ 994	$ (899)	$ 486
Debt service as a percentage of noncapital expenditures	**6.9%**	5.2%	5.9%	8.5%	8.2%
Total debt service expenditures	**1,992**	1,285	1,379	1,911	1,779
Total non-capital expenditures	**28,752**	24,661	23,316	22,404	21,595

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

2015	2014	2013	2012	2011
$ 16,845	$ 16,440	$ 16,123	$ 15,655	$ 15,557
177	163	164	131	112
657	597	528	577	608
3,362	3,384	3,292	3,026	3,489
38	50	163	321	397
2,472	1,480	1,492	1,587	1,635
64	85	35	85	69
289	186	189	118	90
23,902	22,384	21,985	21,499	21,956
3,463	3,374	3,181	3,175	2,958
2,292	2,374	2,117	2,374	2,252
9,145	9,184	8,673	8,844	9,013
1,326	1,281	1,338	1,128	1,194
696	633	595	554	565
1,153	1,124	1,033	760	826
962	415	418	429	409
515	775	640	467	574
3,155	1,651	1,611	2,994	1,115
1,294	2,135	1,796	1,502	1,440
440	515	524	856	942
-	-	237	-	-
24,443	23,462	22,164	23,084	21,289
(539)	(1,076)	(177)	(1,583)	669
2,178	2,100	1,173	966	898
(2,258)	(2,179)	(1,221)	(992)	(964)
-	-	9,835	-	-
-	-	43	-	-
-	-	(9,835)	-	-
55	2	-	-	-
(26)	(77)	(5)	(26)	(66)
$ (565)	$ (1,153)	$ (182)	$ (1,609)	$ 603
8.1%	12.2%	12.6%	11.8%	12.1%
1,734	2,650	2,557	2,358	2,382
21,275	21,724	20,306	19,997	19,638

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
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
2020	12,829	12,425 (2)	1,813	169	10	27,245

(1) The County began collecting Transportation Special Purpose Local Option Sales Tax in 2019.

(2) First full year of Transportation Special Purpose Local Option Sales Tax collections and increase in other sales tax collections.

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)
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
2021	2020	745,230,741	162,123,354	371,953,694	25,311,246	15,137,210	4,345,323	32,838,632	551,446

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	Total Direct	Estimated Actual	Assessed Value as a Percentage
Real	Personal	Assessed Value	Tax Rate	Taxable Value	of Actual Value
$ 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%
194,538,280	176,767,890	986,185,476	9.757	2,465,463,690	40.00%

LUMPKIN COUNTY, GEORGIA

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

Tax Year	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Lumpkin County rates										
Unincorporated	9.757	10.053	11.053	11.531	12.180	10.662	9.160	9.121	8.962	7.852
Incorporated	11.940	12.132	13.186	13.604	14.232	12.566	10.877	10.743	10.436	8.881
Special services (reservoir)	0.247	0.252	0.280	0.293	0.310	0.310	0.295	0.294	0.289	0.253
Special services (planning)	0.200	0.202	0.219	0.285	0.597	0.171	0.157	0.187	0.184	0.161
Municipal rates										
Dahlonega	5.776	5.814	6.392	6.589	6.781	5.781	4.739	4.739	4.656	4.212
Board of Education										
Maintenance & Operations	16.176	16.116	16.819	16.819	16.819	16.829	16.651	16.540	16.239	14.259
State of Georgia	0.000	0.000	0.000	0.000	0.000	0.050	0.100	0.150	0.200	0.250
Total Unincorporated	26.380	26.623	28.371	28.928	29.906	27.972	26.363	26.292	25.875	22.775
Total Incorporated	33.892	34.062	36.397	37.012	37.832	35.226	32.367	32.163	31.531	27.602

Source: Georgia Department of Revenue, Property Tax Division

LUMPKIN COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND NINE YEARS AGO

	2020			2011		
Taxpayer	Original Billed Amount	Rank	Percentage of Total Billed Amount	Original Billed Amount	Rank	Percentage of Total Billed Amount
KOYO Bearings North America LLC	$ 396,412	1	4.02 %	$ 143,515	3	1.81 %
Georgia Power Company	254,082	2	2.58	138,020	4	1.75
Roberta A Green, As Trustee of the Robe	183,664	3	1.86			
Amicalola EMC	157,263	4	1.59	105,693	7	
Dahlonega Student Housing Partners LLC	137,264	5	1.39			0.00
Dunn Betty L Trustee	102,262	6	1.04			0.00
Windstream Standard Inc.	101,083	7	1.02	137,371	5	
Dahlonega Group LLC	94,013	8	0.95	96,600	9	1.22
Dahlonega Properties and Investments	92,290	9	0.94			
R Ranch in the Mtn	88,226	10	0.89			
HD Development of Maryland Inc.				101,307	8	1.28
Forestar (USA) Real Estate Group Inc.				202,703	2	2.56
Montaluce LLC				244,822	1	3.10
Birch River Chestatee Company LLC				114,497	6	
Edna A Noblin Estate						0.00
Sherman & Roberta Green				91,318	10	1.15
	$ 1,606,560		16.28 %	$ 1,375,847		12.88 %

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
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	634	9,912	99.50
2020	2019	9,997	9,197	92.00	642	9,839	98.42
2021	2020	9,867	9,197	93.21	-	9,197	93.21

LUMPKIN COUNTY, GEORGIA

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

Fiscal Year	Certificates of Participation	General Obligation Bonds	Intergovernmental Payables	Notes Payable	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
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
2020	-	6,905	13,177	5,837	25,919	1.97	758

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)
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	-	-	-	-	-
2020	6,905	61	6,844	0.28	200

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)

	2020	2019	2018	2017
Debt limit	**$ 118,072**	$ 117,034	$ 108,119	$ 104,641
Total net debt applicable to limit	**6,844**	-	-	-
Legal debt margin	**$ 111,228**	$ 117,034	$ 108,119	$ 104,641
Total net debt applicable to the limit as a percentage of debt limit	**6%**	0%	0%	0%

Legal Debt Margin Calculation for Fiscal Year 2020

Assessed value	$ 986,185
Add back: exempt real property	194,538
Total assessed value	1,180,724
Debt limit (10% of total assessed value)	118,072
Debt applicable to limit:	
General obligation debt	6,905
Less: Amount set aside for repayment of general obligation debt	(61)
Total net debt applicable to limit	6,844
Legal debt margin	$ 111,228

2016	2015	2014	2013	2012	2011
$ 100,884	$ 100,807	$ 103,785	$ 105,099	$ 106,895	$ 123,027
-	-	-	-	-	-
$ 100,884	$ 100,807	$ 103,785	$ 105,099	$ 106,895	$ 123,027
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)
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
2020	34,186	1,314,452	38,450	36.8	3,740	3.9

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
CURRENT AND EIGHT YEARS AGO

	2020			2012		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
University of North Georgia	1,350	1	8.07 %	699	1	5.90 %
Lumpkin Co. Board of Education	560	2	3.35	612	2	5.17
Lumpkin Co. Board of Commissioners	290	3	1.73	283	3	2.39
Wal-Mart	270	4	1.61	265	4	2.24
KOYO	200	5	1.20	243	5	2.05
Mount Sinai Wellness Center	180	6	1.08			
US Army Ranger Camp Frank D. Merrill	160	7	0.96			
RefrigiWear, Inc.	150	8	0.90	112	8	0.95
Wahoo Docks & Wahoo Decks	130	9	0.78			
Northeast Georgia Medical Center - Lumpkin	100	10	0.60			
Chestatee Regional Hospital				220	6	1.86
Southern Switches				135	7	1.14
The Home Depot				100	9	0.84
The Louver Shop				100	10	0.84
	3,390		20.28 %	2,769		23.38 %

Sources: Lumpkin County Business Licenses & Development Authority of Lumpkin County.

Note: Information prior to 2012 is not available.

LUMPKIN COUNTY, GEORGIA

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Function										
General government	**43**	42	40	40	39	38	38	34	36	31
Public safety										
Sheriff										
Officers	**59**	59	59	59	59	59	59	69	62	80
Civilians	**11**	11	10	10	10	10	10	10	10	20
Emergency	**12**	12	10	10	10	10	10	9	2	2
Fire										
Firefighters and officers	**45**	45	45	36	36	36	36	31	36	30
Civilians	**1**	1	1	1	1	1	1	1	1	11
Judicial	**20**	20	20	20	19	19	19	19	21	15
Public works	**31**	31	25	20	19	18	18	18	19	23
Culture and recreation	**16**	16	16	16	16	16	16	12	4	5
Housing and development	**-**	-	-	-	-	-	-	-	-	-
Total	**238**	237	226	212	209	207	207	203	191	217

Source: County Budget Office

LUMPKIN COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Function										
Sheriff										
Traffic violations	**1,050**	1,121	1,760	1,792	1,526	958	1,257 (1)	2,842	2,534	2,857
Fire										
Number of calls answered	**4,622**	4,927	4,578	4,715	4,387	4,308	4,409	4,292	4,055	3,800
Inspections conducted	**132**	210	141	204	192	204	168	192	30*	12*
Highways and streets										
Street resurfacing (miles)	**26** (3)	11	10	13	13	14	12	13	15	10
Sanitation										
Refuse collected (tons/day)	**-** (2)	36	42	45	44	47	40	35	47	42
Recyclables collected (tons/day)	**-** (2)	1	1	1	1	1	1	1	1.5	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.

(2) - The decrease in refuse collection is due to the County discontinuing its Recycling and Refuse Collection Programs in 2020.

(3) - The increase in miles resurfaced is the result of increase in expenditures of TSPLOST funds on various projects.

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

LUMPKIN COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General government										
Buildings	**21**	15	15	16	16	16	16	16	16	13
Vehicles	**7**	6	6	6	5	5	6	6	5	5
Small equipment	**34**	32	30	29	29	29	27	26	26	25
Public safety										
Buildings	**11**	9	9	8	8	8	7	7	7	7
Vehicles										
Fire/pumper trucks	**15**	16	16	15	14	13	14	14	14	13
Other Fire Dept. vehicles	**15**	14	13	13	13	12	10	9	6	6
Ambulance/rescue	**8**	7	6	6	7	7	6	6	6	5
Sheriffs vehicles	**73**	72	67	64	67	60	63	61	48	53
Other public safety vehicles	**1**	1	2	2	3	3	4	4	4	3
Equipment	**153**	149	133	130	114	89	83	82	81	79
Judicial										
Small equipment	**6**	6	6	6	6	6	6	6	6	6
Public works										
Buildings	**4**	4	4	3	3	3	3	3	3	3
Vehicles										
Road Department	**14**	13	10	12	11	11	11	11	11	11
Building Inspector	**7**	7	7	7	7	7	6	6	6	6
Other	**4**	4	4	4	3	3	3	3	3	3
Small equipment	**13**	13	11	11	11	11	6	5	5	5
Heavy equipment	**49**	44	40	39	38	39	37	34	34	35
Health and welfare										
Buildings	**4**	3	3	3	3	3	3	3	3	3
Culture and recreation										
Buildings	**8**	5	5	5	5	5	5	5	5	5
Vehicles	**2**	3	4	5	5	3	5	4	3	4
Equipment	**23**	23	21	21	19	17	14	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, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 8, 2021. Our report includes a reference to an other auditor who audited the financial statements of the Lumpkin County Department of Public Health, as described in our report on the County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by that auditor.

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) as a basis for designing 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 2020-001 and 2020-002 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 2020-003 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 financial statements. 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 8, 2021

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, 2020. 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, 2020.

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 8, 2021

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
COVID-19-CARES Act Relief	93.489	N/A	$ 40,760
Total U.S. Department of Health and Human Services			40,760
U.S. ELECTION ASSISTANCE COMMISSION			
Passed through Georgia Secretary of State:			
Help America Vote Act	93.618	N/A	1,351
Total U.S. Election Assistance Commission			1,351
U.S. DEPARTMENT OF THE TREASURY			
Passed through State of Georgia:			
COVID-19-Coronavirus Relief Fund	21.019	N/A	1,377,582
Total U.S. Department of the Treasury			1,377,582
U.S. DEPARTMENT OF AGRICULTURE			
Title I Public Roads	10.665	P.L. 114-10	29,820
Title III Firewise Community Programs	10.665	P.L. 114-10	10,525
Total U.S. Department of Agriculture			40,345
U.S. DEPARTMENT OF THE INTERIOR			
Payments in Lieu of Taxes	15.226	P.L. 115-31	118,323
Total U.S. Department of the Interior			118,323
U.S. DEPARTMENT OF JUSTICE			
Passed through Criminal Justice Coordinating Council:			
Victims of Crime Act - Victims' Assistance Program	16.575	C19-8-103 / C19-8-102	34,901
Victims of Crime Act - Victims' Assistance Program	16.575	C18-8-264 / C18-8-263	128,049
			162,950
Equitable Sharing Program - Asset Forfeiture Program	16.922	N/A	7,896
Passed through Bureau of Justice Assistance:			
Bulletproof Vest Partnership	16.607	V11109093	2,668
Total U.S. Department of Justice			173,514
U.S. DEPARTMENT OF HOMELAND SECURITY			
Passed through Georgia Emergency Management Agency:			
Disaster Grants - Public Assistance (Presidential Declared Disasters)	97.036	4338-AZ-1	221,115
Staffing for Adequate Firefighters and Emergency Response	97.083	EMW-2017-FH-00625	332,902
Total U.S. Department of Homeland Security			554,017
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through Georgia Department of Transportation			
Section 5311 Rural Public Transportation	20.509	T006179	35,581
Section 5311 Rural Public Transportation	20.509	T006179	112,946
Total U.S. Department of Transportation			148,527
Total Expenditures of Federal Awards			$ 2,454,419

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, 2020

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, 2020

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
21.019	COVID-19-Coronavirus Relief Fund

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, 2020

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2020-001 Intergovernmental Revenue and Receivable
(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 and related receivables for the year ended December 31, 2020.

Context/Cause: During our testing of intergovernmental revenue and receivables:

- An audit adjustment of $77,480 was required to report capital contributions and remove the credit balance in a receivable account as of and for the year ended December 31, 2020 in accordance with GAAP.
- An audit adjustment of $669,196 was required to report the intergovernmental receivable from GEFA and related loan balance as of and for the year ended December 31, 2020, for expenses incurred by the Authority, in accordance with GAAP.

Effects: Total misstatements related to intergovernmental revenue, receivables and notes payable were approximately $746,676.

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 be more diligent in reviewing accounts and transactions that involve intergovernmental revenue to ensure they are properly recorded.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2020-002 Capital Asset Reporting – County and Development Authority

Criteria: Internal controls should be in place to ensure that capital asset activity and its impact on the income statement are properly accounted for in accordance with generally accepted accounting principles (GAAP).

Condition: Internal controls were not sufficient to timely detect a material misstatement related to the Solid Waste Management Fund's capital asset activity and income statement impact as well as the Development Authority's capital asset activity and reporting.

Context/Cause: During our testing of capital assets:

- An audit adjustment was required in the Solid Waste Management Fund to remove $52,000 of depreciable assets and $46,800 of accumulated depreciation that were donated to governmental activities, resulting in the fund recording a loss on disposal of $5,200.
- An audit adjustment was required in the Development Authority to remove approximately $298,000 of improperly capitalized expenditures.

Effects: The impact to net position resulted in a loss of $5,200, and the Solid Waste Management Fund's capital asset rollforward was updated to reflect the activity. The Development Authority required an adjustment to update its capital asset rollforward for $298,000.

Recommendations: We recommend the County and Development Authority carefully review each respective capital asset ledger, activity, and additions and disposal listings to ensure that capital assets and any impact on the fund level income statement is properly accounted for in accordance with generally accepted accounting principles (GAAP).

Auditee's Response: We agree with the findings. The vehicle that was not reported as a disposal in the Solid Waste Fund was a transfer within the County to governmental assets and was overlooked by staff. Finance staff will be diligent going forward in regards to transfers in the County to ensure proper recording is completed. The property that was reported as a Development Authority asset is currently owned by the Development Authority, but is part of a lease purchase agreement with the occupants of the property. Finance staff will fully evaluate each property owned and acquired by the Development Authority to ensure that only properties that meet the definition of a capital asset are reported.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2020-003 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 expenditures that are remitted to the Finance department for payment for the year ended December 31, 2020.

Context/Cause: During our audit inquires with County management and testing of expenditures, we noted certain expenditures totaling approximately $23,000 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 in the General Fund of approximately $23,000 was required to accrue the expenditures for the year ended December 31, 2020 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 agree with the finding. The statements in question were for inmate medical services at a nearby medical facility. These billing statements are remitted to our inmate medical insurance company for proper adjustments, then billed to the County for payment, which lengthens the amount of processing time for services rendered. Going forward, inmate medical liability estimates will be provided by the Sheriff's Office to the Finance Department for proper recording at year end.

LUMPKIN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

LUMPKIN COUNTY, GEORGIA

STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2020

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

Condition: Internal controls were not sufficient to detect certain misstatements in the reporting of the Authority's intergovernmental revenues for the year ended December 21, 2019. The nature of the adjustment was as follows:

- An adjustment of approximately $38,000 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.

Status: Repeat finding – see 2020-001.

2019-002 Interfund Balances

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

- The CDBG Fund required an adjustment of approximately $290,000 to reduce the interfund payable owed to the General Fund, and increase transfers in from the General Fund, which represented the County's local grant contributions to the CDBG Fund.

Status: Corrected.

2019-003 Expenditures and Related Liabilities

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. The nature of the adjustment was as follows:

- An audit adjustment of approximately $66,000 in the General Fund was required to accrue Sheriff Office related expenditures for the year ended December 31, 2019 in accordance with GAAP.

Status: Repeat finding – see 2020-003.

LUMPKIN COUNTY BOARD OF COMMISSIONERS

David Miller
District 1

Bobby Mayfield
District 2

Chris Dockery
Chairman

Rhett Stringer
District 3

Jeff Moran
District 4

MANAGEMENT'S CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED DECEMBER 31, 2020

2020-001 Intergovernmental Revenues
(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: Our corrective action plan for the issue of intergovernmental revenue transactions is to incorporate the use of worksheets and check off notes to ensure balances are verified before end of year close out.

Anticipated Completion Date: Our anticipated completion date to have these checks and balances in place is June 15, 2021.

2020-002 Capital Asset Reporting

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

Corrective Action Plan: The vehicle that was not reported as a disposal in the Solid Waste Fund was a transfer within the County to governmental assets and was overlooked by staff. Finance staff will be diligent going forward in regards to transfers in the County to ensure proper recording is completed. The property that was reported as a Development Authority asset is currently owned by the Development Authority, but is part of a lease purchase agreement with the occupants of the property. Finance staff will fully evaluate each property owned and acquired by the Development Authority to ensure that only properties that meet the definition of a capital asset are reported.

Anticipated Completion Date: May 31, 2021

2020-003 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 statements in question were for inmate medical services at a nearby medical facility. These billing statements are remitted to our inmate medical insurance company for proper adjustments, then billed to the County for payment, which lengthens the amount of processing time for services rendered. Going forward, inmate medical liability estimates will be provided by the Sheriff's Office to the Finance Department for proper recording at year end.

Anticipated Completion Date: May 31, 2021