NEWTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Prepared By:
Finance Department

INTRODUCTORY SECTION

NEWTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

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NEWTON COUNTY

Board of Commissioners

Marcello Banes
Chairman

Stan Edwards
District 1

Demond Mason
District 2

Nancy P. Schulz
District 3

J.C. Henderson
District 4

Ronnie Cowan
District 5

Lloyd Kerr
County Manager

Jackie Smith
County Clerk

December 31, 2019

To the Honorable Chairman, Distinguished Members of the Board of Commissioners,
and the Citizens of Newton County, Georgia:

We are honored to present Newton County's Comprehensive Annual Financial Report. The report is as of June 30, 2019. Responsibility for both the accuracy of the data and the presentation, including all disclosures, rests with the management of Newton County. To provide a reasonable basis for making these representations, Newton County has established a comprehensive internal control framework that is designed both to protect the government's assets form loss, theft, or misuse and to complete sufficient reliable information for the preparation of the County's financial statements in accordance with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the objective is to present reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds, account groups and component units of Newton County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities has been included.

Newton County's financial statements have been audited by Mauldin & Jenkins, Certified Public Accountants, LLC. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County are free of material misstatement. Our auditors have issued an unmodified opinion of Newton County's financial statements for the year ended June 30, 2019. The independent auditor's report is located at the front of the financial section of the report.

The independent audit of the financial statements of Newton County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and

compliance with legal requirements; with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are presented in a separate Single Audit report.

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

Profile of the Government

Newton County was created in 1821 from parts of Henry, Jasper, and Walton Counties. Georgia's 53rd county was renamed for Revolutionary War hero, John Newton. There are six cities located either partially or entirely within the County: Mansfield, Newborn, Oxford, Porterdale, Social Circle, and Covington, the County Seat. Newton County, Georgia is located on the I-20 corridor, approximately 40 miles southeast of Atlanta and has a land area of 276.4 square miles and serves a population of approximately 106,999.

The governing authority of Newton County is a Board of Commissioners consisting of five members elected by district and a Chairman elected at large. The commissioners serve on a part-time basis and are elected to staggered terms of four years. The commissioners are responsible, among other things, for passing ordinances, adopting the budget, establishing tax rates, appointing committees, appointing the County's Attorney and Clerk, and hiring the County's Manager. The County Manager is responsible for the administration of all the affairs of the County over which he has jurisdiction, including hiring heads of various departments.

Newton County provides a full range of services, including law enforcement and a detention facility; fire protection in incorporated and unincorporated areas; construction and maintenance of buildings, parks, streets, highways, bridges, and other associated infrastructure; voter registration and election; court systems; tax assessment and tax collection; planning, zoning and development; building inspections; geographic information system (GIS); Cornish Creek Reservoir water system; solid waste management and recycling; animal control; emergency management; parks and recreational activities; 911 emergency communications; and general administrative and support services.

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

The annual budget serves as the foundation for Newton County's financial planning and control. All departments and agencies of Newton County are required to submit requests for appropriation to the Finance Director and County Manager in February each year. These requests are then used as the starting point for developing a proposed budget. The Finance Director and County Manager then work in collaboration with the Chairman to finalize the proposed budget by April. The County Manager will then present the proposed

budget to the Board of Commissioners for review during the month of May. The Board of Commissioners are required to hold public hearings on the proposed budget and to adopt a final budget by June 30th each year. The budget is prepared by fund, function, and department. Department heads may transfer resources within a department as they see fit. Transfers between departments, however, need special approval by the Board of Commissioners.

Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the Basic Financial Statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report.

Local economy

Newton County is one of 159 counties in Georgia, and is part of the Atlanta-Sandy Springs-Marietta, GA Metropolitan Statistical Area (MSA). Newton County is strategically located along the I-20 corridor just 40 miles southeast of Atlanta. This proximity to the Atlanta metropolitan area saw Newton County listed as one of the fastest growing communities in Georgia as well as the nation in recent years.

The County was not immune to the multi-year economic downturn (from 2008 thru 2013 primarily). Property values during this recession saw a thirty-seven percent decrease. Newton County has experienced a slow but steadily improving, economic recovery from this recession. The County is seeing renewed interest in development as the growth rate has exceeded 1.5% per year for the last five years in a row.

In 2008 leaders within the Newton County Commission, the City of Covington, the Newton County Board of Education, the Newton County Water and Sewage Authority and the municipalities of Oxford and Porterdale identified economic development as one of their most important issues. The comprehensive approach to growing the Newton County economy uses a model that is sustainable, uses traditional and non-traditional approaches and preserves the natural resources. There are two major sites on the county's east side, the Heart of Georgia "megasite" near Social Circle, and the sprawling Stanton Springs site, represent the best locations for development in the state. The largest industrial development revenue bond in the history of the State of Georgia was issued for the development of the $42 billion Facebook data center in Stanton Springs. The State of Georgia recently recognized Newton County Economic Development and the Joint Development Authority with the "Deal of the Year" award. Interest in Newton County as a major manufacturing and biotechnical industry site continues to grow as Shire Pharmaceutical and Facebook expand their footprint and presence.

Long Term Financial Planning and Major Initiatives

The County will continue to focus on maintaining existing infrastructure, retaining and attracting business while managing fiscal resources responsibly so that all citizens can maintain the quality of life enjoyed in Newton County. Major initiatives include increasing water production to 25 million gallons per day, constructing new fire stations and animal control facility, expansion of the senior services

center and replacing radios and communications equipment for the 911 center and for public safety personnel, improving our local parks, and supporting all five strategies of the 2019-2022 Strategic Plan.

Increased emphasis is being placed on building our fund balances while practicing good stewardship of public funds. Efficient and effective utilization of finite resources is forcing accountability at all levels and resulting in streamlining of processes and procedures.

Internal Controls

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting control. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding : 1)the safeguarding of assets against loss from unauthorized use or disposition; and 2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: 1) the cost of control should not exceed the benefits likely to be derived; and 2) the evaluation of costs and benefits requires estimates and judgments by management.

Cash Management Policies and Practices

Newton County has contracted with Synovus to provide banking services. The County's policy is to minimize risk, maintain a competitive yield, and keep investments in local banks whenever possible. All operating funds of the County are carried in interest-bearing Public Funds Interest Checking Accounts. Newton County also participates in Georgia Fund One, a state local government investment pool, which is managed by the Office of Treasury and Fiscal Services. To eliminate credit and market risks, all deposits of the County are insured by federal depository insurance or collateralized at 110% of market value. Newton County maintains an Aa3 credit rating from Moody's Investor Services.

Acknowledgements

The preparation of the Comprehensive Annual Report could not have been accomplished without the dedication of the staff in the Finance Department of Newton County and without the professional guidance and assistance of Mauldin & Jenkins CPAs, LLC. We wish to thank all County departments for their cooperation and their willingness to provide the data necessary to prepare this report. Finally, we would like to thank the Board of Commissioners for their unfailing support and leadership in maintaining the highest standards of professionalism in management of Newton County's finances.

Respectfully submitted,



Brittany White
Finance Director



Lloyd Kerr
County Manager

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Newton County

Georgia

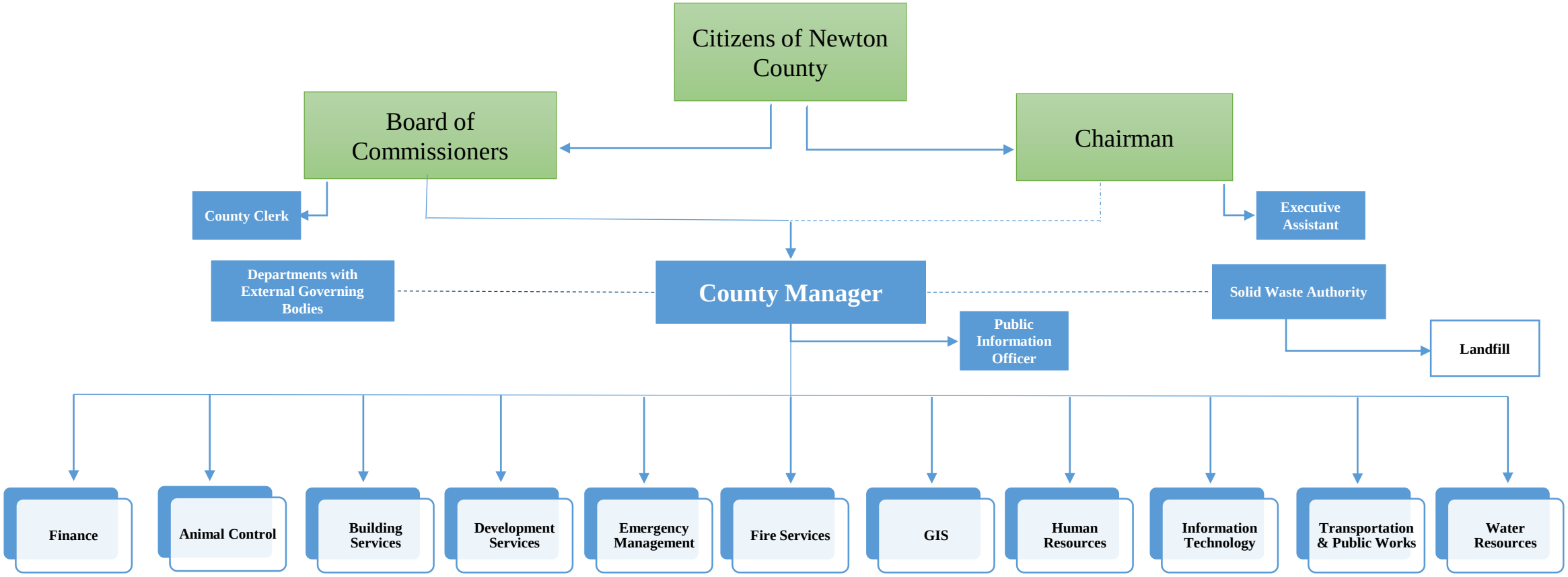
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morrill

Executive Director/CEO

Newton County Operations



NEWTON COUNTY, GEORGIA
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2019

Elected Officials

Chairman	**Marcello Banes**
District 1	**Stan Edwards**
District 2	**Demond Mason**
District 3	**Nancy Schulz**
District 4	**J.C. Henderson**
District 5	**Ronnie Cowan**
Tax Commissioner	**Dana Darby**
Sheriff	**Ezell Brown**
Clerk of Superior Court	**Linda Hays**
Superior Court Judge	**John M. Ott**
Superior Court Judge	**Horace J. Johnson, Jr.**
Superior Court Judge	**Samuel D. Ozburn**
Superior Court Judge	**Eugene M. Benton**
Superior Court Judge	**W. Kendall Wynne, Jr.**
Probate Court Judge	**Melanie Bell**
Magistrate Court Judge	**Melanie Bell**
District Attorney	**Layla Zon**
Coroner	**Tommy Davis**

Principal Officials

County Manager	**Lloyd Kerr**
County Clerk	**Jackie Smith**
County Attorney	**Jarrard & Davis, LLP**

FINANCIAL SECTION

MAULDIN & JENKINS
CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
of Newton County, Georgia
Covington, 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 **Newton County, Georgia** (the "County"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Newton County Department of Public Health, the Newton County Industrial Development Authority, the Newton County Library System, or the Newton County Recreation Commission, which represent 0.70%, 2.01%, 4.00%, and 0.34%, 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 Newton County Department of Public Health, the Newton County Industrial Development Authority, the Newton County Library System, and the Newton County Recreation Commission, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (MD&A) (on pages 5 through 18), Schedule of Changes in the County's Net Pension Liability (on pages 87 and 88), and the Schedule of County Contributions (on page 89), 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 the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of special purpose local option sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia ("O.C.G.A.") §48-8-121, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2019, on our consideration of the County'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 Newton County, Georgia's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
December 31, 2019

NEWTON COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended June 30, 2019

Our discussion and analysis of Newton County's financial performance provides a narrative overview of the County's financial activities for the fiscal year that ended June 30, 2019. The analysis provides summary financial information for Newton County as a whole and should be read in conjunction with the government's financial statements to fully understand Newton County's performance. We encourage readers to consider the information presented here in conjunction with the financial statements and accompanying notes to the financial statements.

FINANCIAL HIGHLIGHTS

- Newton County's primary government assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by $235,649,139 (net position) at the close of the year, June 30, 2019. Of this amount $202,971,950 is governmental activities and $32,677,189 is business-type activities.
- The County's total net position increased by $4,365,281 from governmental activities and $3,614,257 from business-type activities.
- At June 30, 2019, the combined revenue total for the County is $105,410,053, a 2.78% increase from 2018. Of the combined, total governmental activities is $91,566,488 and business-type activities is $13,843,565.
- At June 30, 2019, the combined expense total for the County is $97,430,515, a 6.87% decrease from 2018. Of the combined, total governmental activities is $85,840,248 and business-type activities is $11,590,267.
- As of the close of June 30, 2019, the County's governmental funds reported combined ending fund balance of $62,024,718, an increase of $24,223,460 from 2018. The unassigned fund balance for various governmental funds is $18,670,963.
- At the end of the current fiscal year, unassigned fund balance for the general fund was $19,366,740 or thirty-three (33%) of general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to Newton County's basic financial statements. The Newton County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and, 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. A review of annual increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving (an increase) or deteriorating (a decrease). The statement of activities presents the revenues and expenses of the County. The difference between these is the change in net position for the year.

Both of the government-wide financial statements identify the various functions of Newton County that are principally supported by taxes and other intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Newton County include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development. The business-type activities of Newton County are the Water Fund, Solid Waste Fund and the Gaither's Fund.

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

The government-wide financial statements can be found on pages 19 - 22 of this report.

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

At June 30, 2019, Newton County maintains twenty-two governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, impact fee fund, 2017 SPLOST fund, 2011 SPLOST fund, and capital improvement fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Newton County adopts an annual appropriated budget for its general, special revenue, one capital project fund and debt service funds. Project length budgets are adopted for the capital projects funds. Annual operating budgets are prepared for each enterprise and internal service fund for planning control and cost allocation. A budgetary comparison schedule has been provided for the general fund, special revenue funds, and debt service funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 19 – 22.

Proprietary Funds
The County maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Newton County maintains three enterprise funds: The Water Fund, Solid Waste Fund and Gaither's at Myrtle Creek Fund. Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for the self-insured workers' compensation programs. The workers' compensation program is administered through the Association of County Commissioners of Georgia (ACCG). The revenue sources for these funds are made through transfers from the General Fund.

The basic proprietary fund financial statements can be found on pages 29 and 32 of this report.

Fiduciary Funds
Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Newton County maintains six fiduciary funds called agency funds for Tax Commissioner, Clerk of Court, Probate Court, Magistrate Court, Sheriff, and Juvenile Court.

The basic fiduciary fund statement of fiduciary assets and liabilities can be found on page 33 of this report.

Notes to the Financial Statements
The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34 – 86 of this report.

Other Information
In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's pension plans on pages 87 – 89. Combining and individual fund statements and schedules can be found on pages 90 – 95, and Schedules of Projects Constructed with Special Purpose Local Option Sales Tax can be found on pages 103 – 105 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Newton County, assets exceeded liabilities by $235,649,139 at the close of the most recent fiscal year. This is an increase of $7,979,538 or 3.5% from fiscal year 2018.

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

Newton County's Net Position

	Governmental Activities		Business-type Activities		Total		
	2019	2018	**2019**	2018	**2019**	2018	**Variance**
Current and other assets	**$ 79,683,756**	$ 57,053,158	**$ 27,557,437**	$ 26,784,786	**$ 107,241,193**	$ 83,837,944	$ 23,403,249
Capital assets	**165,283,686**	172,852,938	**55,487,149**	56,997,739	**220,770,835**	229,850,677	(9,079,842)
Total assets	**244,967,442**	229,906,096	**83,044,586**	83,782,525	**328,012,028**	313,688,621	14,323,407
Deferred outflows of resources	**209,072**	932	**38,786**	184	**247,858**	1,116	246,742
Current liabilities	**5,266,825**	6,423,475	**1,250,717**	1,048,854	**6,517,542**	7,472,329	(954,787)
Long-term liabilities	**36,934,588**	24,788,375	**48,897,071**	53,335,374	**85,831,659**	78,123,749	7,707,910
Total liabilities	**42,201,413**	31,211,850	**50,147,788**	54,384,228	**92,349,201**	85,596,078	6,753,123
Deferred inflows of resources	**3,151**	88,509	**258,395**	335,549	**261,546**	424,058	(162,512)
Net position:							
Net investment in capital assets	**123,873,772**	157,345,105	**29,334,136**	27,142,372	**153,207,908**	184,487,477	(31,279,569)
Restricted	**42,783,096**	26,094,471	**2,394,792**	2,979,055	**45,177,888**	29,073,526	16,104,362
Unrestricted	**36,315,082**	15,167,093	**948,261**	(1,058,495)	**37,263,343**	14,108,598	23,154,745
Total net position	**$ 202,971,950**	$ 198,606,669	**$ 32,677,189**	$ 29,062,932	**$ 235,649,139**	$ 227,669,601	$ 7,979,538

The largest component of the County's net position, $153,207,908 (65%), at June 30, 2019 reflects its investments in capital assets (e.g. land, buildings, machinery and equipment, and roads), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the county's investment in 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 are not planned to be used to liquidate those liabilities.

The next component of the County's net position consists of restricted net position, $45,177,888 (19%), which represents resources that are subject to external restrictions on how they may be used. The final component is unrestricted net position, $37,263,343 (16%), which may be used to meet the County's ongoing obligations to citizens and creditors.

Changes in Net Position

During fiscal year 2019, Newton County's, on an entity-wide basis, net position increased $7,979,538. The following table gives a comparison for the changes in net position in governmental and business type activities for fiscal year 2018 and 2019.

Newton County's Changes in Net Position

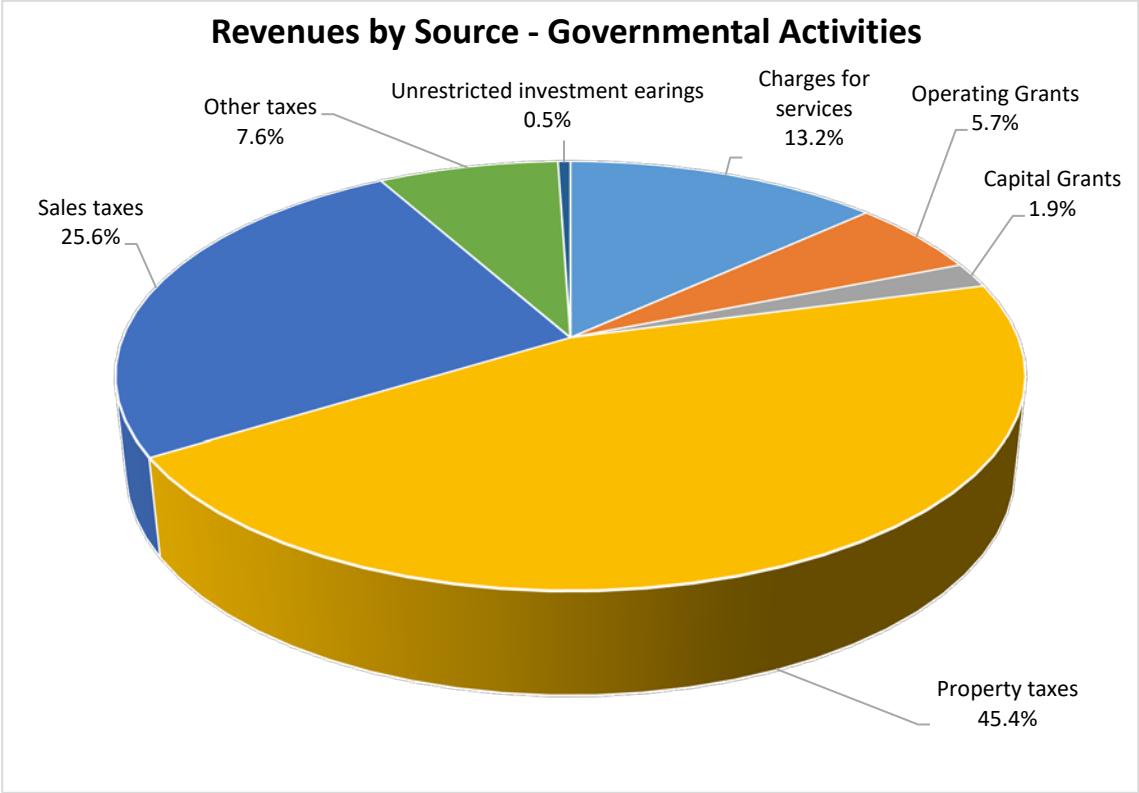
	Governmental Activities		Business-type Activities		Total		Variance
	2019	2018	**2019**	2018	**2019**	2018	**Pos. (Neg.)**
Program revenues:							
Charges for services	**$ 12,129,612**	$ 11,400,403	**$ 13,616,751**	$ 14,818,542	**$ 25,746,363**	$ 26,218,945	$ (472,582)
Grants and contributions:							
Operating	**5,191,885**	4,090,908	**-**	-	**5,191,885**	4,090,908	1,100,977
Capital	**1,727,729**	6,889,967	**-**	-	**1,727,729**	6,889,967	(5,162,238)
General revenues:							
Property taxes	**41,607,224**	37,935,899	**-**	-	**41,607,224**	37,935,899	3,671,325
Sales taxes	**23,465,386**	20,620,046	**-**	-	**23,465,386**	20,620,046	2,845,340
Other taxes	**6,962,222**	6,590,717	**-**	-	**6,962,222**	6,590,717	371,505
Unrestricted investment earnings	**482,430**	108,151	**226,814**	104,375	**709,244**	212,526	496,718
Total revenues	**91,566,488**	87,636,091	**13,843,565**	14,922,917	**105,410,053**	102,559,008	2,851,045
Expenses, by function:							
General government	**11,292,822**	24,254,115	**-**	-	**11,292,822**	24,254,115	(12,961,293)
Judicial	**7,562,114**	6,638,406	**-**	-	**7,562,114**	6,638,406	923,708
Public safety	**39,617,868**	37,335,611	**-**	-	**39,617,868**	37,335,611	2,282,257
Public works	**19,259,804**	18,349,291	**-**	-	**19,259,804**	18,349,291	910,513
Health and welfare	**1,311,484**	1,250,959	**-**	-	**1,311,484**	1,250,959	60,525
Culture and recreation	**3,501,119**	3,483,713	**-**	-	**3,501,119**	3,483,713	17,406
Housing and development	**2,385,462**	1,364,862	**-**	-	**2,385,462**	1,364,862	1,020,600
Interest on long-term debt	**909,575**	612,800	**-**	-	**909,575**	612,800	296,775
Water	**-**	-	**6,685,571**	6,396,264	**6,685,571**	6,396,264	289,307
Solid Waste	**-**	-	**4,506,172**	4,696,455	**4,506,172**	4,696,455	(190,283)
Gaither's Plantation	**-**	-	**398,524**	237,007	**398,524**	237,007	161,517
Total expenses	**85,840,248**	93,289,757	**11,590,267**	11,329,726	**97,430,515**	104,619,483	(7,188,968)
Change in net position before transfers and loss on disposal	**5,726,240**	(5,653,666)	**2,253,298**	3,593,191	**7,979,538**	(2,060,475)	10,040,013
Transfers	**(1,360,959)**	9,411,699	**1,360,959**	(9,411,699)	**-**	-	-
Loss on disposal	**-**	-	**-**	(1,461,090)	**-**	(1,461,090)	1,461,090
Increase (decrease) in net position	**4,365,281**	3,758,033	**3,614,257**	(7,279,598)	**7,979,538**	(3,521,565)	11,501,103
Net position, beginning of year, as restated	**198,606,669**	194,848,636	**29,062,932**	36,342,530	**227,669,601**	231,191,166	(3,521,565)
Net position, end of year	**$ 202,971,950**	$ 198,606,669	**$ 32,677,189**	$ 29,062,932	**$ 235,649,139**	$ 227,669,601	$ 7,979,538

Governmental Activities

Governmental activities increased the County's net position by $4,365,281.

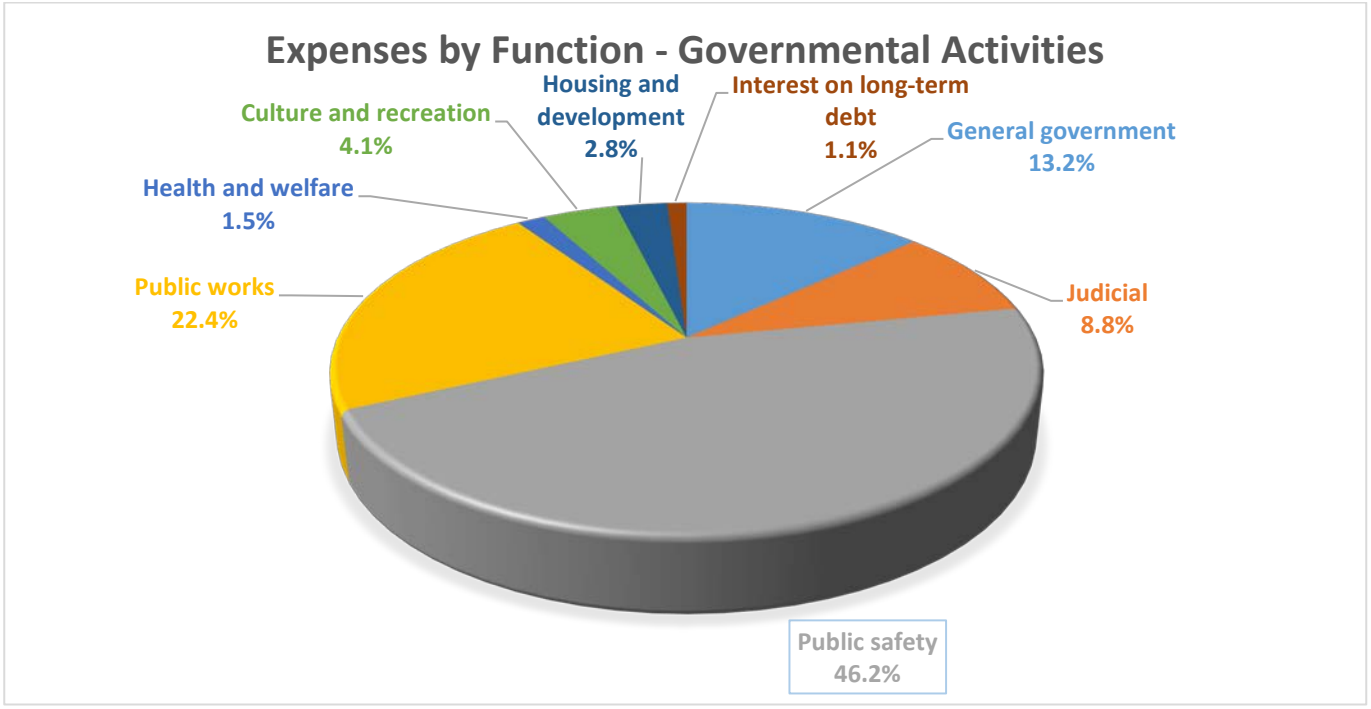
- Newton County reported $91,566,488 of governmental revenues in fiscal year 2019. This represents an increase of $3,930,397 (4.48%) from the prior year.
- The County's governmental activities relied on the following revenue sources in 2019: $72,034,832 in taxes, $12,129,612 in charges for services, $6,919,614 for grants and contributions, and $482,430 in investment earnings.
- Property tax totaling $41,607,224 is the largest revenue source for the county. Property tax revenue increased $3,671,325 (9.68%) during the year. Most of this increase is due to the increase of the value of real property.

The chart below illustrates the distribution of revenues for governmental activities.



- Expenses for Programs related to governmental activities totaled $85,840,248. This represents a decrease of $7,449,509 (7.99%) from 2018.
- Expenses incurred for Public Safety, which includes the Sheriff's Department, Detention Center, Fire Services, Coroner, E-911, Animal Control, and EMA made up $39,617,868 or about 46% of the total.
- The largest decrease was $12,961,293 in general government primarily related to a ten million dollar settlement payment to East Georgia Land in 2018.

The chart below illustrates the distribution of expenditures for governmental activities.



Business-type activities
Business-type activities increased the County's net position by $3,614,257 in fiscal year 2019. Business Type Activities are comprised of: Water Resources, Solid Waste, and Gaither's at Myrtle Creek and Factory Shoals.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

The focus of the County's governmental funds is to provide information on near-term inflows and outflows of spendable resources. Such information is useful in evaluating a government's near-term financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2019, Newton County Governmental Funds reported a combined fund balance of $62,024,718, which is an increase from the prior year's total of $37,801,258. Below you will find more information on each of the County's major governmental funds.

General Fund

The General Fund is the chief operating fund of the County**.** At the end of the current fiscal year, net change in fund balance for the General Fund increased by $7,668,289. There was an increase seen in LOST (1 % Local Option Sales Tax) and motor vehicle tax collections and savings from positions funded but not filled namely in Public Safety. Also, with an emphasis on building fund balance reserves, departments cut all non-critical spending which provided additional savings.

Impact Fee Fund

The Impact Fee fund accounts for all Impact Fee funds collected by the County that are used for certain approved projects under the Impact Fee Plan. The Impact Fee Fund balance at the end of fiscal year 2019 was $1,021,574, an increase of $969,150 from the prior year. This increase is due to impact fee collections are higher than the current costs of the planned projects.

2011 SPLOST Capital Projects Fund

The 2011 SPLOST Capital Projects Fund accounts for the financial resources provided from the 2011 one percent Special Local Option Sales Tax Referendum. These resources must be used for various capital projects and road improvements throughout the County. At the end of the 2019 fiscal year, the 2011 SPLOST Capital Projects Fund had a total fund balance of $4,810,078, a decrease of $5,780,412 from the prior year. The decrease in fund balance is due to the projects continuing to be completed each year with no revenues to offset due to the ending of the collection on the one percent Special Purpose Local Option Sales Tax (ended June 30, 2017). As the remaining projects continue to be built, we will see a decrease in fund balance.

2017 SPLOST Capital Projects Fund

The 2017 SPLOST Capital Projects Fund accounts for the financial resources provided from the 2017 one percent Special Local Option Sales Tax Referendum. These resources must be used for capital projects and road improvements throughout the County. At the end of the 2019 fiscal year, the 2017 SPLOST Capital Projects Fund had a total fund balance of $30,996,782. The collection of the 2017 SPLOST monies began in July 2018. The 2017 SPLOST Capital Projects Fund is where the largest increase of fund balance was seen in 2019 at an increase of $22,517,659. This was due to the construction of a majority of the SPLOST projects have not yet began, therefore the collections exceeded expenditures for this fiscal year.

Capital Improvement Fund
The Capital Improvements Fund accounts for the amounts that are used for various specific capital projects of the County. At the end of the 2019 fiscal year, the Capital Improvement Fund had a total fund balance of $368,875, a decrease of $53,533 from the prior year. There was a minimal decrease to fund balance in fiscal year 2019 due to the projects funded by the Capital Improvement Fund being accounted for in the 2019 budget.

FINANCIAL ANALYSIS OF THE PROPRIETARY FUNDS

Newton County's Proprietary Fund statements provide the same type of information found in the government-wide financial statements, but in more detail. Newton County has three enterprise funds; the Water Fund, Solid Waste Fund, and Gaither's and Factory Shoals Fund. At the end of the current fiscal year, the County's proprietary funds reported ending net position of $32,677,189, an increase of $3,145,877 in the Water Fund, an increase of $447,675 in the Solid Waste Fund, and an increase of $20,705 in the Gaither's and Factory Shoals Fund. Factors affecting the financial position of the Proprietary Funds are addressed in the discussion of Newton County's business type activities.

Water Fund
Newton County is a "wholesale water" producer and is the sole provider of water to the other public water systems within the county. Newton County maintains intergovernmental agreements for the sale of water to the five local municipalities and the Newton County Water & Sewerage Authority. The county also provides "out of county" water sales to Walton County, Jasper County, and Alcovy Shores (a private water system). Newton County currently operates two water treatment facilities.

The Water Fund accounts for "wholesale" water which was sold to the previously detailed water retailers. Total revenue is reported at $9,821,047 with total expenses at $5,983,912, resulting in operating income of $3,837,135 for fiscal year 2019. Net income produced by the Cornish Creek Water Fund will be used for future debt service and for the replacement and expansion of the County's drinking water production system. Expansion of the Cornish Creek Water Treatment Plant was completed in September of 2010. This has increased water production capacity from 15 MGD to 24 MGD. Series 2004 Water Revenue Bonds were issued for the water expansion and improvements in fiscal year 2005. Detail of debt is described in the long-term debt section. See Note 8 in the Financial Section for further details. The County also offers limited recreation opportunities (fishing and picnicking) at Lake Varner Reservoir, with revenue from parking fees paid by non-county residents. Reservoir Management oversees these facilities and activities, as well as the reservoir buffer and enforcement of the Reservoir Management Plan. As noted previously, the Water Fund offsets additional operating expenses for this fund. Lake Varner is rated as one of the Top Fishing Spots in the State of Georgia.

Solid Waste Fund
The Solid Waste Fund operates a central landfill and 5 recycling centers that are located throughout the county. The recycling enters serve as transfer stations, with solid waste and recyclables being transported to the landfill for processing. Residents of Newton County are able to purchase hang tags to utilize the recycling centers. The operating expenses for these centers are funded by hang tag fee collections, operating income from the landfill and additional appropriations from the General Fund, which is transferred into the Solid Waste Fund. Revenue collected from the county-wide hang tag program was $833,937 in fiscal year 2019. Total revenue is reported at $3,745,525 with total expenses at $3,657,640, resulting in operating income of $87,885 for fiscal year 2019.

Gaither's at Myrtle Creek and Factory Shoals Fund
The County also reports operations of Gaither's at Myrtle Creek Farm and Factory Shoals as a separate fund. In fiscal year 2018 the county moved Factory Shoals from the General Fund so that the recreational type facilities are accounted for in the same fund since they operate similarly. Gaither's is a special event facility of a historical nature that generates operating and capital revenues from rental fees, program events, donations, interest income, and an annual appropriation from the general fund. Factory Shoals is a 450 acre nature park situated along the Alcoy River that attracts hikers, fisherman, rafters, and swimmers. Campsites along the river are available to rent for a fee. A significant portion of the $50,179 in operating revenues is the result of rental fees that came from television and movie productions during the past year.

GENERAL FUND BUDGETARY HIGHLIGHTS

- The General Fund final budget was slightly amended upward from the original budget of $62,307,182 to $62,663,549. A majority of the amended amount was carry forward encumbrances from the prior year's budget for capital projects that were not completed prior to year end and continued in to the current year.
- General Fund expenditures for FY19 were $3,897,095 less than the final budget.
- $1,212,082 (27.5%) of these savings were realized from new positions that were funded but not filled, namely in public safety.
- Risk Management seen a savings of $203,456 due to the 2018-2019 insurance premium being lower than anticipated.
- Fire Services realized a savings of $541,778 due to vacant positions.
- General Fund revenue for FY19 exceeded the final budget by $3,678,956.
- LOST collections were 21.9% higher than budgeted and 13.9% higher than 2018.

Capital Assets and Debt Administration

Capital Assets
Newton County's investment in capital assets for its governmental and business-type activities as of June 30, 2019, amounts to $220,770,835 (net of accumulated depreciation). These assets include land, buildings, improvements, roads, bridges, machinery and equipment, vehicles, and construction in progress.

The table below provides a summary of capital assets.

Newton County's Capital Assets (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2019	2018	**2019**	2018	**2019**	2018
Land	**$ 68,504,715**	$ 68,437,715	**$ 26,003,392**	$ 26,003,392	**$ 94,508,107**	$ 94,441,107
Construction in progress	**13,377,990**	11,728,398	**786,932**	725,352	**14,164,922**	12,453,750
Intangibles	**33,402**	33,402	**20,526**	20,526	**53,928**	53,928
Buildings and improvements	**39,619,901**	45,444,941	**24,554,670**	25,684,347	**64,174,571**	71,129,288
Machinery and equipment	**9,560,439**	10,113,188	**2,028,272**	2,356,594	**11,588,711**	12,469,782
Infrastructure	**34,187,239**	37,095,294	**2,093,357**	2,207,528	**36,280,596**	39,302,822
Total	**$ 165,283,686**	$ 172,852,938	**$ 55,487,149**	$ 56,997,739	**$ 220,770,835**	$ 229,850,677

Additional information on the County's capital assets can be found in Note 6 of this report.

Long-Term Debt
As of June 30, 2019, Newton County had a net of $85,831,659 in total outstanding long-term debt, including compensated absences. The County's total debt increased by $7,707,910.

Governmental activities long-term debt showed and increase of $12,146,213 from 2018. In 2019 the county issued a general obligation bond in the amount of $12,650,000 to fund 7 of the projects funded by the 2017 SPLOST. The projects being funded by the general obligation bond are E911 Communications System, Westside Youth Outreach Facility, Senior Services Expansion, District 2 Improvements, District 4 Existing Park Upgrades, Library, Animal Control Facility & Equipment, and Sheriff's Office Upgrade.

In business activities, Landfill post closure costs accounts for $12,215,329 (24.98%) of the total long-term debt of $48,897,071. The Solid Waste Management Authority Revenue bonds, Series 2017A of $9,730,000, and Series 2017B of $12,100,000, issued in 2018 account a majority of the remaining long-term debt and is the primary factor of the increase in total debt.

Below is a summary table of long-term debt compared to the prior year. For further information on the County's debt, refer to the Note 7 of this report.

Newton County's Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2019	2018	**2019**	2018	**2019**	2018
General obligation bonds	**$ 13,767,479**	$ 517,551	**$ -**	$ -	**$ 13,767,479**	$ 517,551
Revenue bonds	**-**	-	**34,003,279**	37,376,465	**34,003,279**	37,376,465
Installment sale agreements	**4,015,000**	5,175,000	**-**	-	**4,015,000**	5,175,000
Notes payable	**13,874,956**	14,451,493	**1,590,309**	1,596,593	**15,465,265**	16,048,086
Capital lease obligations	**-**	57,251	**582,710**	689,000	**582,710**	746,251
Landfill post-closure costs	**-**	-	**12,215,329**	13,187,547	**12,215,329**	13,187,547
Net pension liability	**2,724,568**	2,458,462	**505,444**	485,769	**3,230,012**	2,944,231
Claims and judgements payable	**-**	-	**-**	-	**-**	-
Compensated absences	**2,552,585**	2,128,618	**-**	-	**2,552,585**	2,128,618
Total	**$ 36,934,588**	$ 24,788,375	**$ 48,897,071**	$ 53,335,374	**$ 85,831,659**	$ 78,123,749

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The economic outlook for 2020 is expected to continue to improve as the tax digest is still showing signs of recovering from the economic downturn in prior years. Additional signs showing Newton County is recovering from the economic downturn are increasing collections in the 1% local option sales tax and the unemployment rate in Newton County is 4.5%, which is 0.9% lower than the rate a year ago.

In the Fiscal Year 2020 budget, with the rising property values and increase in development, the Board of Commissioners elected to slightly decrease the County millage rate to 13.43 from 13.441. The County's departments worked to keep cut non-critical cost and spend conservatively while still maintaining adequate levels of service for the citizens and maintaining an adequate unassigned fund balance.

In closing, Newton County is a community that has always stepped up to make things happen and that culture and history will serve to enhance Newton's ability to attract and retain business. Newton County is continuing to invest in its future by enhancing the product, including education, economic development promotion through a sustainable funding source, an improvement of its tourism assets, and the need to provide a pro-business business climate to entrepreneurs and businesses of all sizes.

REQUESTS FOR INFORMATION

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

Newton County Board of Commissioners
Finance Department
1113 Usher Street, Suite 204
Covington, Georgia 30014

NEWTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2019

	Primary Government			Component Units				
	Governmental Activities	Business-type Activities	Total	Department of Public Health	Industrial Development Authority	Library System	Recreation Commission	Water and Sewerage Authority
ASSETS								
Cash and cash equivalents	$ 28,010,350	$ 13,925,268	$ 41,935,618	$ 3,304,000	$ 1,017,472	$ 1,702,476	$ 433,020	$ 5,000
Investments	35,788,607	9,039,132	44,827,739	-	-	57,421	-	-
Receivables, net of allowances for uncollectibles	3,008,020	1,158,747	4,166,767	102,099	-	550,403	-	2,378,073
Due from other governments	2,859,786	55,345	2,915,131	-	-	-	-	-
Inventory	175,537	-	175,537	-	-	-	-	161,835
Prepaid items	505,145	-	505,145	-	-	647	-	22,940
Restricted assets:								
Cash and cash equivalents	557,638	2,394,792	2,952,430	-	-	-	-	21,250,010
Investments	-	-	-	-	-	-	-	214,001
Deferred charges	217,390	984,153	1,201,543	-	-	-	-	-
Other non-current assets	8,561,283	-	8,561,283	-	-	-	-	-
Capital assets, non-depreciable	81,916,107	26,810,850	108,726,957	-	1,713,258	127,578	-	11,365,292
Capital assets, depreciable (net of accumulated depreciation)	83,367,579	28,676,299	112,043,878	28,150	-	5,061,998	190,445	107,808,788
Total assets	244,967,442	83,044,586	328,012,028	3,434,249	2,730,730	7,500,523	623,465	143,205,939
DEFERRED OUTFLOWS OF RESOURCES								
OPEB	-	-	-	225,930	-	29,543	-	-
Pensions	209,072	38,786	247,858	368,614	-	149,999	-	15,821
Total deferred outflows of resources	209,072	38,786	247,858	594,544	-	179,542	-	15,821

(Continued)

NEWTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2019

	Primary Government			Component Units				
	Governmental Activities	Business-type Activities	Total	Department of Public Health	Industrial Development Authority	Library System	Recreation Commission	Water and Sewerage Authority
LIABILITIES								
Accounts payable	$ 4,064,357	$ 610,016	$ 4,674,373	$ 193,686	$ -	$ 620,729	$ 3,555	$ 1,049,713
Accrued liabilities	644,830	448,401	1,093,231	-	-	10,575	-	1,150,756
Due to other governments	-	-	-	-	-	-	128,791	-
Payable from restricted assets:								
Customer deposits payable	-	192,300	192,300	-	-	-	-	
Revenue bonds payable	-	-	-	-	-	-	-	45,000
Surety bonds payable	557,638	-	557,638	-	-	-	-	-
Accrued interest payable	-	-	-	-	-	-	-	375
Non-current liabilities:								
Due within one year	4,183,428	2,601,713	6,785,141	67,300	-	11,136	4,782	684,925
Due in more than one year	30,026,592	45,789,914	75,816,506	24,841	-	16,704	16,685	13,898,171
Net pension liability due in more than one year	2,724,568	505,444	3,230,012	1,526,303	-	685,314	-	206,171
Net OPEB liability due in more than one year	-	-	-	800,979	-	595,195	-	-
Total liabilities	42,201,413	50,147,788	92,349,201	2,613,109	-	1,939,653	153,813	17,035,111
DEFERRED INFLOWS OF RESOURCES								
OPEB	-	-	-	421,190	-	233,450	-	-
Pensions	3,151	585	3,736	46,729	-	80,980	-	239
Unearned revenue	-	257,810	257,810	-	-	-	8,235	197,848
Total deferred inflows of resources	3,151	258,395	261,546	467,919	-	314,430	8,235	198,087
NET POSITION								
Net investment in capital assets	123,873,772	29,334,136	153,207,908	28,150	1,713,258	5,189,576	168,978	104,545,984
Restricted for:								
General government	474,719	-	474,719	-	-	-	-	-
Judicial	452,562	-	452,562	-	-	-	-	-
Public safety	3,176,936	-	3,176,936	-	-	-	-	-
Health and welfare	35,300	-	35,300	-	-	-	-	-
Debt service	-	2,394,792	2,394,792	-	-	-	-	214,001
Capital projects	38,643,579	-	38,643,579	-	-	196,560	-	-
Renewal and extension	-	-	-	-	-	-	-	10,808,761
Other	-	-	-	1,628,466	-	-	-	-
Unrestricted	36,315,082	948,261	37,263,343	(708,851)	1,017,472	39,846	292,439	10,419,816
Total Net Position	$ 202,971,950	$ 32,677,189	$ 235,649,139	$ 947,765	$ 2,730,730	$ 5,425,982	$ 461,417	$ 125,988,562

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

BASIC FINANCIAL STATEMENTS

NEWTON COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Primary Government: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Primary Government: Business-type Activities	Net (Expenses) Revenues and Changes in Net Position: Primary Government: Total
Primary government:							
Governmental activities:							
General government	$ 11,292,822	$ 2,973,394	$ 1,114,120	$ 127,524	$ (7,077,784)	$ -	$ (7,077,784)
Judicial	7,562,114	2,519,647	945,997	75,227	(4,021,243)	-	(4,021,243)
Public safety	39,617,868	3,785,928	1,302,907	27,974	(34,501,059)	-	(34,501,059)
Public works	19,259,804	1,523,901	1,380,933	1,497,004	(14,857,966)	-	(14,857,966)
Health and welfare	1,311,484	67,561	428,247	-	(815,676)	-	(815,676)
Culture and recreation	3,501,119	370,824	-	-	(3,130,295)	-	(3,130,295)
Housing and development	2,385,462	888,357	19,681	-	(1,477,424)	-	(1,477,424)
Interest on long-term debt	909,575	-	-	-	(909,575)	-	(909,575)
Total governmental activities	85,840,248	12,129,612	5,191,885	1,727,729	(66,791,022)	-	(66,791,022)
Business-type activities:							
Water	6,685,571	9,821,047	-	-	-	3,135,476	3,135,476
Solid waste	4,506,172	3,745,525	-	-	-	(760,647)	(760,647)
Gaither's Plantation	398,524	50,179	-	-	-	(348,345)	(348,345)
Total business-type activities	11,590,267	13,616,751	-	-	-	2,026,484	2,026,484
Total primary government	$ 97,430,515	$ 25,746,363	$ 5,191,885	$ 1,727,729	(66,791,022)	2,026,484	(64,764,538)
Component units:							
Department of Public Health	$ 2,160,609	$ 1,178,750	$ 1,412,137	$ -	-	-	-
Industrial Development Authority	11,117	125,000	-	-	-	-	-
Library System	2,471,471	78,442	1,187,941	1,056,161	-	-	-
Recreation Commission	2,432,786	390,935	1,823,451	-	-	-	-
Water and Sewerage Authority	15,682,660	21,068,298	-	370,140	-	-	-
Total component units	$ 22,758,643	$ 22,841,425	$ 4,423,529	$ 1,426,301	-	-	-
General revenues:							
Property taxes					41,607,224	-	41,607,224
Sales taxes					23,465,386	-	23,465,386
Franchise taxes					637,819	-	637,819
Insurance premium taxes					5,404,255	-	5,404,255
Other taxes					920,148	-	920,148
Unrestricted investment earnings (loss)					482,430	226,814	709,244
Gain on sale of intangibles					-	-	-
Transfers					(1,360,959)	1,360,959	-
Total general revenues and transfers					71,156,303	1,587,773	72,744,076
Change in net position					4,365,281	3,614,257	7,979,538
Net position, beginning of year					198,606,669	29,062,932	227,669,601
Net position, end of year					$ 202,971,950	$ 32,677,189	$ 235,649,139

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

Net (Expenses) Revenues and Changes in Net Position				
Component Units				
Department of Public Health	Industrial Development Authority	Library System	Recreation Commission	Water and Sewerage Authority
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
430,278	-	-	-	-
-	113,883	-	-	-
-	-	(148,927)	-	-
-	-	-	(218,400)	-
-	-	-	-	5,755,778
430,278	113,883	(148,927)	(218,400)	5,755,778
-	-	-	-	
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
	4,518	3,214	565	(191,607)
-	47,734	-	-	-
-	-	-	-	-
-	52,252	3,214	565	(191,607)
430,278	166,135	(145,713)	(217,835)	5,564,171
517,487	2,564,595	5,571,695	679,252	120,424,391
$ 947,765	$ 2,730,730	$ 5,425,982	$ 461,417	$ 125,988,562

NEWTON COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

	General Fund	Impact Fee Fund	2017 SPLOST Fund	2011 SPLOST Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	$ 6,777,586	$ 1,021,574	$ 7,786,654	$ 4,994,853	$ 377,142	$ 5,969,327	$ 26,927,136
Investments	12,874,731	-	22,840,359	-	-	73,517	35,788,607
Receivables, net of allowances for uncollectibles	1,437,033	-	1,159,516	-	-	411,471	3,008,020
Due from other governments	1,002,538	-	-	-	318,225	1,539,023	2,859,786
Due from other funds	501	-	-	-	-	-	501
Inventory	175,537	-	-	-	-	-	175,537
Prepaid items	395,122	-	-	-	-	-	395,122
Restricted cash	557,638	-	-	-	-	-	557,638
Total assets	$ 23,220,686	$ 1,021,574	$ 31,786,529	$ 4,994,853	$ 695,367	$ 7,993,338	$ 69,712,347
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ 1,220,099	$ -	$ 789,747	$ 184,775	$ 156,126	$ 1,633,596	$ 3,984,343
Accrued liabilities	644,830	-	-	-	-	-	644,830
Due to other funds	-	-	-	-	-	501	501
Payable from restricted assets	557,638	-	-	-	-	-	557,638
Total liabilities	2,422,567	-	789,747	184,775	156,126	1,634,097	5,187,312
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	860,720	-	-	-	-	38,649	899,369
Unavailable revenue - period of availability	-	-	-	-	170,366	1,430,582	1,600,948
Total deferred inflows of resources	860,720	-	-	-	170,366	1,469,231	2,500,317

(Continued)

NEWTON COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

	General Fund	Impact Fee Fund	2017 SPLOST Fund	2011 SPLOST Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (CONTINUED)							
FUND BALANCES							
Nonspendable:							
Prepaids	$ 395,122	$ -	$ -	$ -	$ -	$ -	$ 395,122
Inventories	175,537	-	-	-	-	-	175,537
Restricted:							
General government	-	-	-	-	-	474,719	474,719
Judicial	-	-	-	-	-	452,562	452,562
Public safety	-	-	-	-	-	3,176,936	3,176,936
Health and welfare	-	-	-	-	-	35,300	35,300
Capital projects	-	1,021,574	30,996,782	4,810,078	368,875	1,446,270	38,643,579
Unassigned:							
General fund	19,366,740	-	-	-	-	-	19,366,740
Special revenue funds	-	-	-	-	-	(695,777)	(695,777)
Total fund balances	19,937,399	1,021,574	30,996,782	4,810,078	368,875	4,890,010	62,024,718
Total liabilities, deferred inflows of resources and fund balances	$ 23,220,686	$ 1,021,574	$ 31,786,529	$ 4,994,853	$ 695,367	$ 7,993,338	
Amounts reported for governmental activities in the statement of net position are different because:							
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.							165,283,686
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.							2,500,317
Deferred outflows of resources are not due and payable in the current period and, therefore, are not reported in the funds. These deferred outflows of resources consist of pension related assumption changes.							209,072
Internal service funds are used by management to charge the costs of workers' compensation insurance and related administrative costs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.							1,113,223
Other assets - Investment in Joint Venture - are not financial resources and, therefore, are not reported in the funds.							8,561,283
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.							(33,992,630)
Net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.							(2,724,568)
Deferred inflows of resources are not available to pay for current period expenditures and, therefore, are not reported in the funds. These deferred inflows of resources consist of pension related experience differences and differences between projected and actual earnings on investments.							(3,151)
Net position of governmental activities							$ 202,971,950

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

NEWTON COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	General Fund	Impact Fee Fund	2017 SPLOST Fund	2011 SPLOST Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	$ 56,394,476	$ -	$ 13,407,846	$ -	$ -	$ 2,047,541	$ 71,849,863
Licenses and permits	968,636	-	-	-	-	-	968,636
Intergovernmental	2,524,884	-	-	-	880,506	2,861,998	6,267,388
Charges for services	4,491,950	968,826	-	-	-	2,181,311	7,642,087
Fines and forfeitures	1,049,260	-	-	-	-	781,083	1,830,343
Investment income	189,034	569	280,305	7,995	156	4,371	482,430
Contributions	1,890	-	-	-	-	92,995	94,885
Miscellaneous	923,211	-	-	127,524	-	121,851	1,172,586
Total revenues	66,543,341	969,395	13,688,151	135,519	880,662	8,091,150	90,308,218
Expenditures:							
Current:							
General government	9,729,451	-	-	-	-	88,083	9,817,534
Judicial	5,734,775	-	-	-	-	1,562,831	7,297,606
Public safety	32,564,522	-	-	-	-	3,547,539	36,112,061
Public works	4,457,797	-	-	-	-	1,305,729	5,763,526
Health and welfare	1,186,714	-	-	-	-	9,290	1,196,004
Culture and recreation	2,791,352	-	-	-	-	-	2,791,352
Housing and development	1,391,307	-	-	-	-	-	1,391,307
Capital outlay	-	245	3,506,500	5,708,657	1,200,065	606,371	11,021,838
Debt service:							
Principal retirement	527,136	-	758,921	-	36,169	695,483	2,017,709
Interest and fiscal charges	383,400	-	468,368	-	-	92,324	944,092
Total expenditures	58,766,454	245	4,733,789	5,708,657	1,236,234	7,907,650	78,353,029
Excess (deficiency) of revenues over (under) expenditures	7,776,887	969,150	8,954,362	(5,573,138)	(355,572)	183,500	11,955,189
Other financing sources (uses):							
Proceeds from bond issuance	-	-	13,572,423	-	-	-	13,572,423
Transfers in	2,331,604	-	51,500	-	302,039	1,051,182	3,736,325
Transfers out	(2,497,009)	-	(60,626)	(207,274)	-	(2,332,375)	(5,097,284)
Proceeds from sale of capital assets	56,807	-	-	-	-	-	56,807
Total other financing sources (uses)	(108,598)	-	13,563,297	(207,274)	302,039	(1,281,193)	12,268,271
Net change in fund balances	7,668,289	969,150	22,517,659	(5,780,412)	(53,533)	(1,097,693)	24,223,460
Fund balances, beginning of year	12,269,110	52,424	8,479,123	10,590,490	422,408	5,987,703	37,801,258
Fund balances, end of year	$ 19,937,399	$ 1,021,574	$ 30,996,782	$ 4,810,078	$ 368,875	$ 4,890,010	$ 62,024,718

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

NEWTON COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	$	24,223,460
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 depreciation exceeded capital outlay in the current period.		(7,562,738)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.		(6,514)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		333,270
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.		(11,456,140)
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.		(1,512,007)
Internal service funds are used by management to charge the costs of workers' compensation and related administrative costs to individual funds.		345,950
	$	4,365,281

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

NEWTON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Property taxes	$ 53,233,808	$ 53,233,808	$ 56,394,476	$ 3,160,668
Licenses and permits	937,000	937,000	968,636	31,636
Intergovernmental	2,327,536	2,404,755	2,524,884	120,129
Charges for services	4,404,279	4,414,279	4,491,950	77,671
Fines and forfeitures	897,700	899,476	1,049,260	149,784
Investment income	18,000	108,000	189,034	81,034
Contributions	42,500	2,500	1,890	(610)
Miscellaneous	728,100	864,567	923,211	58,644
Total revenues	62,588,923	62,864,385	66,543,341	3,678,956
Expenditures:				
General government:				
Governing body	4,942,664	4,103,681	2,531,720	1,571,961
Elections	479,749	479,719	379,320	100,399
General administration	896,078	913,862	891,596	22,266
Data processing	848,730	931,285	920,197	11,088
GIS	276,130	283,982	289,870	(5,888)
Human resources	582,663	624,408	453,830	170,578
Tax commissioner	1,140,687	1,140,687	1,069,311	71,376
Tax assessor	968,380	1,044,145	933,859	110,286
Risk management	1,570,497	1,570,497	1,367,042	203,455
Buildings and plant	548,466	896,907	892,706	4,201
Total general government	12,254,044	11,989,173	9,729,451	2,259,722
Judicial:				
Judge of superior court	773,638	987,542	893,865	93,677
Clerk of superior court	1,250,828	1,250,828	1,162,293	88,535
District attorney	1,329,311	1,356,020	1,278,801	77,219
Magistrate court	302,369	329,737	316,305	13,432
Probate court	470,314	522,010	508,180	13,830
Juvenile court	1,069,694	1,156,837	1,049,610	107,227
Public defender	580,179	578,433	525,721	52,712
Total judicial	5,776,333	6,181,407	5,734,775	446,632
Public safety:				
Sheriff	13,710,918	13,344,901	13,563,750	(218,849)
Jail	11,553,461	11,842,377	11,815,296	27,081
Fire	6,826,184	6,816,939	6,328,389	488,550
Coroner	129,621	129,621	120,209	9,412

(Continued)

NEWTON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Budget			Variance with
	Original	Final	Actual	Final Budget
Expenditures: (Continued)				
Other protective services	829,576	839,528	736,878	102,650
Total public safety	33,049,760	32,973,366	32,564,522	408,844
Public works:				
Administration	$ 3,398,640	$ 3,489,519	$ 3,139,127	$ 350,392
Solid waste recycling	163,153	163,153	158,421	4,732
Maintenance and shop	1,208,612	1,293,042	1,160,249	132,793
Total public works	4,770,405	4,945,714	4,457,797	487,917
Health and welfare:				
Welfare	1,224,844	1,283,139	1,186,714	96,425
Total health and welfare	1,224,844	1,283,139	1,186,714	96,425
Culture and recreation:				
Recreation	1,874,899	1,874,900	1,874,900	-
Libraries	916,452	916,452	916,452	-
Total culture and recreation	2,791,351	2,791,352	2,791,352	-
Housing and development:				
Conservation	110,895	110,895	91,763	19,132
Planning and zoning	1,093,012	1,151,965	1,009,694	142,271
Economic development	289,850	289,850	289,850	-
Total housing and development	1,493,757	1,552,710	1,391,307	161,403
Debt service:				
Principal	563,287	563,287	527,136	36,151
Interest and fiscal charges	383,401	383,401	383,400	1
Total culture and recreation	946,688	946,688	910,536	36,152
Total expenditures	62,307,182	62,663,549	58,766,454	3,897,095
Excess of revenues over expenditures	281,741	200,836	7,776,887	7,576,051
Other financing sources (uses):				
Transfers in	2,211,869	2,211,869	2,331,604	119,735
Transfers out	(2,498,610)	(2,509,203)	(2,497,009)	12,194
Proceeds from sale of capital assets	5,000	56,500	56,807	307
Total other financing sources (uses)	(281,741)	(240,834)	(108,598)	132,236
Net change in fund balances	-	(39,998)	7,668,289	7,708,287
Fund balances, beginning of year	12,269,110	12,269,110	12,269,110	-
Fund balances, end of year	$ 12,269,110	$ 12,229,112	$ 19,937,399	$ 7,708,287

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

NEWTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	Water Fund	Solid Waste Fund	Non-Major Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
ASSETS					
CURRENT ASSETS					
Cash	$ 12,327,116	$ 1,313,804	$ 284,348	$ 13,925,268	$ 1,083,214
Investments	-	9,039,132	-	9,039,132	-
Accounts receivable, net of allowances	947,794	210,868	85	1,158,747	-
Prepaid items	-	-	-	-	110,023
Total current assets	13,274,910	10,563,804	284,433	24,123,147	1,193,237
NONCURRENT ASSETS					
Restricted cash	2,127,928	266,864	-	2,394,792	-
Note receivable	55,345	-	-	55,345	-
Deferred amount on debt refunding	984,153	-	-	984,153	-
Capital assets, nondepreciable	23,186,071	3,624,779	-	26,810,850	-
Capital assets, depreciable, net of accumulated depreciation	21,990,857	6,468,729	216,713	28,676,299	-
Total noncurrent assets	48,344,354	10,360,372	216,713	58,921,439	-
Total assets	61,619,264	20,924,176	501,146	83,044,586	1,193,237
DEFERRED OUTFLOWS OF RESOURCES					
Pensions	22,216	13,481	3,089	38,786	-
Total deferred outflows of resources	22,216	13,481	3,089	38,786	-
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	290,823	301,645	17,548	610,016	80,014
Accrued liabilities	229,720	213,934	4,747	448,401	-
Current portion of notes payable	38,396	-	-	38,396	-
Current portion of revenue bonds	2,000,000	450,000	-	2,450,000	-
Current portion of capital leases	-	113,317	-	113,317	-
Deposits from customers	-	-	192,300	192,300	-
Total current liabilities	2,558,939	1,078,896	214,595	3,852,430	80,014
NONCURRENT LIABILITIES					
Notes payable	590,588	961,325	-	1,551,913	-
Revenue bonds	9,525,000	22,028,279	-	31,553,279	-
Landfill closure/post-closure	-	12,215,329	-	12,215,329	-
Capital leases	-	469,393	-	469,393	-
Net pension liabilities	289,508	175,679	40,257	505,444	-
Total noncurrent liabilities	10,405,096	35,850,005	40,257	46,295,358	-
Total liabilities	12,964,035	36,928,901	254,852	50,147,788	80,014
DEFERRED INFLOWS OF RESOURCES					
Pensions	335	203	47	585	-
Unearned revenue	-	257,810	-	257,810	-
Total deferred inflows of resources	335	258,013	47	258,395	-
NET POSITION					
Net investment in capital assets	34,007,097	(4,889,674)	216,713	29,334,136	-
Restricted for debt service	2,127,928	266,864	-	2,394,792	-
Unrestricted	12,542,085	(11,626,447)	32,623	948,261	1,113,223
Total net position	$ 48,677,110	$ (16,249,257)	$ 249,336	$ 32,677,189	$ 1,113,223

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

NEWTON COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	Water Fund	Solid Waste Fund	Non-Major Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
Operating revenues:					
Charges for services:					
Sales	$ 9,665,102	$ 2,847,610	$ -	$ 12,512,712	$ 925,000
Transportation and wheeling	4,618	-	-	4,618	-
Meter maintenance	32,312	-	-	32,312	-
Sale of recyclables	-	52,103	-	52,103	-
Activity fees	7,467	-	-	7,467	-
Miscellaneous revenue	111,548	845,812	50,179	1,007,539	-
Total operating revenues	9,821,047	3,745,525	50,179	13,616,751	925,000
Operating expenses:					
Cost of sales and services	-	578,032	-	578,032	-
Salaries and benefits	1,166,219	698,784	155,635	2,020,638	-
Purchased/contracted services	1,167,935	1,471,763	155,703	2,795,401	-
Supplies and materials	2,073,035	364,313	60,263	2,497,611	-
Depreciation	1,087,623	544,748	26,923	1,659,294	-
Other costs	489,100	-	-	489,100	-
Insurance claims	-	-	-	-	579,050
Total operating expenses	5,983,912	3,657,640	398,524	10,040,076	579,050
Operating income (loss)	3,837,135	87,885	(348,345)	3,576,675	345,950
Nonoperating revenues (expenses):					
Investment income	10,401	216,413	-	226,814	-
Interest expense	(701,659)	(848,532)	-	(1,550,191)	-
Total nonoperating revenues (expenses)	(691,258)	(632,119)	-	(1,323,377)	-
Income (loss) before transfers	3,145,877	(544,234)	(348,345)	2,253,298	345,950
Transfers in	-	991,909	369,050	1,360,959	-
Change in net position	3,145,877	447,675	20,705	3,614,257	345,950
Net position, beginning of year	45,531,233	(16,696,932)	228,631	29,062,932	767,273
Net position, end of year	$ 48,677,110	$ (16,249,257)	$ 249,336	$ 32,677,189	$ 1,113,223

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

NEWTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
JUNE 30, 2019

	Water Fund	Solid Waste Fund	Non-Major Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	$ 9,687,848	$ 3,680,672	$ 236,997	$ 13,605,517	$ -
Receipts for interfund services	-	-		-	925,000
Payments to suppliers and service providers	(3,651,641)	(3,344,378)	(200,991)	(7,197,010)	(553,054)
Payments to employees	(1,225,146)	(719,174)	(150,361)	(2,094,681)	-
Net cash provided by (used in) operating activities	4,811,061	(382,880)	(114,355)	4,313,826	371,946
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	991,909	369,050	1,360,959	-
Net cash provided by noncapital financing activities	-	991,909	369,050	1,360,959	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of property and equipment	(98,708)	(47,735)	(8,999)	(155,442)	-
Principal payments on notes payable	(37,863)	-	-	(37,863)	-
Principal payments on bonds	(2,910,000)	(463,186)	-	(3,373,186)	-
Principal payments on capital leases obligations	-	(106,290)	-	(106,290)	-
Interest paid	(504,829)	(848,532)	-	(1,353,361)	-
Proceeds from issuance of notes payable	-	-	-	-	-
Proceeds from notes payable	31,579	-	-	31,579	-
Proceeds from issuance of bonds	-	-	-	-	-
Proceeds from sale of capital assets	-	-	6,738	6,738	-
Net cash used in capital and related financing activities	(3,519,821)	(1,465,743)	(2,261)	(4,987,825)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from the sale of investments	-	767,559	-	767,559	-
Interest on investments	10,401	216,413	-	226,814	-
Net cash provided by investing activities	10,401	983,972	-	994,373	-
Net increase in cash and cash equivalents	1,301,641	127,258	252,434	1,681,333	371,946
Cash and cash equivalents:					
Beginning of year	13,153,403	1,453,410	31,914	14,638,727	711,268
End of year	$ 14,455,044	$ 1,580,668	$ 284,348	$ 16,320,060	$ 1,083,214
Classified as:					
Cash	$ 12,327,116	$ 1,313,804	$ 284,348	$ 13,925,268	$ 1,083,214
Restricted cash	2,127,928	266,864	-	2,394,792	-
	$ 14,455,044	$ 1,580,668	$ 284,348	$ 16,320,060	$ 1,083,214

(Continued)

NEWTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
JUNE 30, 2019

	Water Fund	Solid Waste Fund	Non-Major Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	$ 3,837,135	$ 87,885	$ (348,345)	$ 3,576,675	$ 345,950
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	1,087,623	544,748	26,923	1,659,294	-
(Increase)/decrease in:					
Accounts receivable	(133,199)	(5,202)	(7)	(138,408)	-
Inventory	-	2,287	-	2,287	-
Prepaid items	-	-	-	-	(2,238)
Due from other governments	80,414	-	-	80,414	-
Deferred outflows of resources	(22,111)	(13,414)	(3,077)	(38,602)	-
Increase/(decrease) in:					
Accounts payable	(1,985)	39,661	14,975	52,651	28,234
Accrued liabilities	(38,471)	776	(518)	(38,213)	-
Net pension liabilities	11,335	(1,574)	9,914	19,675	-
Deferred inflows of resources	(9,680)	(6,178)	(1,045)	(16,903)	-
Customer deposits	-	-	187,425	187,425	-
Landfill closure/post-closure care costs	-	(972,218)	-	(972,218)	-
Unearned revenue	-	(59,651)	(600)	(60,251)	-
Net cash provided by (used in) operating activities	$ 4,811,061	$ (382,880)	$ (114,355)	$ 4,313,826	$ 371,946

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

NEWTON COUNTY, GEORGIA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2019

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 3,037,940
Taxes receivable	3,075,265
Total assets	$ 6,113,205
LIABILITIES	
Due to others	6,113,205
Total liabilities	$ 6,113,205

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

NOTES TO FINANCIAL STATEMENTS

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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Units

Newton County Department of Public Health

The Newton County Department of Public Health is governed by a seven-member board, of which four members are appointed by the governing authority of the County. The County provides funding to the Health Department by way of an annual appropriation and by providing building facilities. The Newton County Department of Public Health is presented as a governmental fund type component unit. The Newton County Department of Public Health's financial statements have been presented separately and can be obtained by writing to the Newton County Department of Public Health, 8203 Hazelbrand Rd NE, Covington, Georgia 30014.

Newton County Industrial Development Authority

The Newton County Industrial Development Authority is governed by a five-member board, of which one member is appointed by the governing authority of the County. The County provides guarantees and funding for various bonds issued for industrial development by the Newton County Development Authority. The Newton County Industrial Development Authority is presented as a governmental fund type component unit. Separate financial statements for the Newton County Industrial Authority may be obtained by writing to the Newton County Industrial Development Authority, P.O. Box 1617, Covington, Georgia 30015.

Newton County Library System

The Newton County Library System is governed by an eight-member board, of which six members are appointed by the governing authority of the County. The Library Board is without authority to determine the amount of its funding, except by submission of budget requests to local governmental units from which the Library receives support and to the State of Georgia for State and Federal funding. Membership in the Library and participation in library services is at the discretion of each participating governmental agency. The Library Board has the power to appoint management, retain fund balances of local funds for continued operations, and is the lowest level of oversight responsibility for the Library's operations. The Newton County Library System is presented as a governmental fund type component unit. The Newton County Library System's financial statements have been presented separately and can be obtained by writing to the Newton County Library System, 7116 Floyd Street, Covington, Georgia 30014.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

Newton County Recreation Commission

The Newton County Recreation Commission is governed by a six-member board, of which three members are appointed by the governing authority of the County. The County exercises control over service deliverables, properties, insurance coverage, and personnel policies. The County also provides significant funding to the overall operation of the Recreation Commission. The Newton County Recreation Commission is presented as a governmental fund type component unit. Separate financial statements for the Newton County Recreation Commission may be obtained by writing to the Newton County Recreation Commission, 6185 Turner Lake, Covington, Georgia 30014.

Newton County Water and Sewerage Authority

The Newton County Water Authority (the "Water Authority") was created under the Acts of the General Assembly of the State of Georgia on March 10, 1970, to provide water and related services throughout the County. The Water Authority is governed by an eight-member Board of Directors, five of which are appointed by the County. The County is obligated for the debt of the Water Authority and, therefore, a financial burden exists. The Water Authority is presented as a proprietary fund type component unit. Separate financial statements for the Water Authority may be obtained by writing to the Newton County Water Authority, 11325 Brown Bridge Road, Covington, Georgia 30209.

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial 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, although the agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The County reports the following major governmental funds:

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

The ***Impact Fee Fund*** is used to account for impact fee funds collected by the County that are used for certain approved projects under the Impact Fee Plan.

The ***2017 SPLOST Fund*** is used to account for the revenues and expenditures relating to the 2017 1% Special Purpose Local Option Sales Tax.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The ***2011 SPLOST Fund*** is used to account for the revenues and expenditures relating to the 2011 1% Special Purpose Local Option Sales Tax ("SPLOST").

The ***Capital Improvement Fund*** is used to account for the amounts that are used for various specific capital projects of the County.

The County reports the following major proprietary funds:

The ***Water Fund*** is used to account for the revenues and expenses relating to the operation and maintenance of the Cornish Creek reservoir water system.

The ***Solid Waste Fund*** is used to account for the revenues and expenses relating to the operation and maintenance of the County's landfill, disposal sites, and recycling center.

Additionally, the County reports the following fund types:

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

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

The ***Debt Service Fund*** is used to account for the accumulation and disbursement of money needed to comply with the interest and principal redemption requirements of the governmental fund type debt.

The ***Enterprise Fund*** is used to account for the activity of the Gaither's at Myrtle Creek Fund.

The ***Internal Service Fund*** is used to account for assets set aside for workers' compensation claims.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Cash and Investments

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Interfund Receivables and Payables

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

F. Inventories and Prepaid Items

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

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

G. Restricted Assets

Certain proceeds of the primary government’s general obligation bonds and capital leases, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is restricted by applicable bond covenants.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Capital Assets

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

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

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

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

	Years	
Asset Category	**Governmental Activities**	**Business-type Activities**
Buildings and improvements	20 – 50	25 – 30
Machinery and equipment	7 – 12	5 – 12
Infrastructure	15 – 50	N/A
Water distribution system	N/A	40
Vehicles	5	N/A
Furniture and fixtures	10	N/A
Computer equipment	5	N/A

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Deferred Outflows/Inflows of Resources and Net Position

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until then. The County did not have any items that qualified for reporting in this category other than the items related to the changes in the net pension liability which are discussed below.

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

The County also has deferred outflows and deferred inflows relating 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 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. 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 Newton County, Georgia Retirement Plan ("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.

K. Compensated Absences

It is the County's policy to permit employees to accumulate earned, but unused, vacation and sick pay benefits and compensatory time balances. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. There is no liability for non-vesting accumulated rights to receive sick pay benefits, since the County does not have a policy to pay any amounts when employees separate from service with the County.

L. Long-Term Obligations

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Equity

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

Fund Balance

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

Fund balances are classified as follows:

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Equity (Continued)

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

- **Unassigned** - Fund balances are reported as unassigned when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds. The County reported negative unassigned fund balance of $459,768 in the FEMA Grant Fund and $477,147 in the Multiple Grant Fund for the year ended June 30, 2019.

Fund Balance Flow Assumptions

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

- Committed
- Assigned
- Unassigned

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Equity (Continued)

Net Position

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

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

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

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

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

N. 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 and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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 a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds." The details of this $33,992,630 difference are as follows:

Notes payable	$	(13,874,956)
General obligation bonds payable		(13,767,479)
Certificates of participation		(4,015,000)
Compensated absences		(2,552,585)
Deferred amount of debt refunding		217,390
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(33,992,630)

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 a reconciliation between net change in fund balances – total governmental funds and change in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this $7,562,738 difference are as follows:

Capital outlay	$ 3,760,144
Depreciation expense	(11,322,882)
Net adjustment to decrease *net change in fund balances - total governmental funds* to arrive at *change in net position - governmental activities*	$ (7,562,738)

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, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position." The details of this $11,456,140 difference are as follows:

Debt incurred:	
Bonds payable	$ (13,572,423)
Principal repayments:	
Capital leases	57,251
Notes payable	576,537
Bonds payable and installment sales	1,482,495
Net adjustment to decrease *net change in fund balances - total governmental funds* to arrive at *change in net position - governmental activities*	$ (11,456,140)

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 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 $1,512,007 difference are as follows:

Notes payable	$	(13,874,956)
General obligation bonds payable		(13,767,479)
Certificates of participation		(4,015,000)
Compensated absences		(2,552,585)
Deferred amount of debt refunding		217,390
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(33,992,630)

NOTE 3. LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

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

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

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

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

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

5. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets were legally adopted for the General Fund, Special Revenue Funds, except for Seized Funds, and Debt Service Fund. Project length budgets were adopted for all Capital Projects Funds. The supplementary budgetary appropriations made were not material.

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

B. Fund Deficits

The County reported deficit fund balances in the Solid Waste Fund and the FEMA Grant Fund in the respective amounts of $15,077,984 and $459,768. The deficits are intended to be eliminated through future revenues.

NOTE 3. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

B. Fund Deficits (Continued)

For the year ended June 30, 2019, expenditures exceeded the appropriations as follows:

	Excess
General Fund:	
General government - data processing	$ 5,888
Public safety - sheriff	218,849
Forfeited Funds:	
Public safety	34,764
Sheriff Special Revenue	
Public safety	23,949
District Attorney	
Judicial	98,079
E-911	
Public safety	61,761
Multiple Grant	
Public works	80,394

These over-expenditures were funded by under-expenditures in other departments, unanticipated revenues, and opening fund balance.

NOTE 4. DEPOSITS AND INVESTMENTS

Total deposits and investments as of June 30, 2019, are summarized as follows:

Balances per statement of net position:		
Cash - Primary government	$	41,935,618
Investments - Primary government		44,827,739
Restricted assets:		
Cash - Primary government		2,952,430
Balances per statement of fiduciary net position:		
Cash - Agency funds		3,037,940
	$	92,753,727
Cash deposited with financial institutions	$	47,925,988
Certificates of deposit		73,517
Cash deposited with Georgia Fund 1		44,754,222
	$	92,753,727

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Credit risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime bankers' acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. The local government investment pool, Georgia Fund 1, is operated by the Office of the State Treasurer. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in Georgia Fund 1 is valued at fair value. As of June 30, 2019, the investment in Georgia Fund 1 was rated AAAf by Standard & Poor's.

At June 30, 2019, the County had the following investments:

Investment	Maturities	Fair Value
Primary government:		
Georgia Fund 1	39-day weighted average	$ 44,754,222
Certificates of Deposit	12-month weighted average	73,517
		$ 44,827,739

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

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

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

Custodial credit risk – deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2019, all of the deposits of the County, Health Department, Industrial Development Authority, Library System, Recreation Commission, and Water Authority were properly insured and collateralized as required by the O.C.G.A. Section 45-8-12(c) and as defined by GASB pronouncements.

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

NOTE 5. RECEIVABLES

Receivables at June 30, 2019, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	2017 SPLOST Fund	Capital Improvement Fund	Water Fund	Solid Waste Fund	Nonmajor Governmental Funds	Nonmajor Enterprise Fund	Total
Receivables:								
Taxes	$ 1,051,983	$ -	$ -	$ -	$ -	$ 49,187	$ -	$ 1,101,170
Accounts	385,050	-	-	947,794	210,868	362,284	85	1,906,081
Other	1,002,538	1,159,516	318,225	55,345	-	1,539,023	-	4,074,647
Gross receivables	2,439,571	1,159,516	318,225	1,003,139	210,868	1,950,494	85	7,081,898
Less allowance for uncollectibles	-	-	-	-	-	-	-	-
Net total receivables	$ 2,439,571	$ 1,159,516	$ 318,225	$ 1,003,139	$ 210,868	$ 1,950,494	$ 85	$ 7,081,898

Property taxes attached as an enforceable lien on property as of January 1, 2018. Property taxes were levied on August 21, 2018, billed on September 23, 2018, with the first installment payable on or before October 22, 2018, and the final installment due December 21, 2018. The County bills and collects its own property taxes. Property taxes levied for 2018, are recorded as receivables, net of estimated uncollectibles.

NOTE 6. CAPITAL ASSETS

Capital asset activity for the County's governmental activities for the year ended June 30, 2019, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets not being depreciated:					
Land	$ 68,437,715	$ 67,000	$ -	$ -	$ 68,504,715
Construction in progress	11,728,398	2,320,856	-	(671,264)	13,377,990
Intangibles	33,402	-	-	-	33,402
Total	80,199,515	2,387,856	-	(671,264)	81,916,107
Capital assets being depreciated:					
Buildings and improvements	87,516,014	767,762	-	-	88,283,776
Machinery and equipment	35,460,066	604,526	(612,137)	671,264	36,123,719
Infrastructure	496,791,496	-	-	-	496,791,496
Total	619,767,576	1,372,288	(612,137)	671,264	621,198,991
Less accumulated depreciation for:					
Buildings and improvements	(42,071,073)	(6,592,802)	-	-	(48,663,875)
Machinery and equipment	(25,346,878)	(1,822,025)	605,623	-	(26,563,280)
Infrastructure	(459,696,202)	(2,908,055)	-	-	(462,604,257)
Total	(527,114,153)	(11,322,882)	605,623	-	(537,831,412)
Total capital assets, being depreciated, net	92,653,423	(9,950,594)	(6,514)	671,264	83,367,579
Governmental activities capital assets, net	$ 172,852,938	$ (7,562,738)	$ (6,514)	$ -	$ 165,283,686

NOTE 6. CAPITAL ASSETS (CONTINUED)

Capital asset activity for the County's business-type activities for the year ended June 30, 2019, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities:					
Capital assets not being depreciated					
Land	$ 26,003,392	$ -	$ -	$ -	$ 26,003,392
Construction in progress	725,352	61,580	-	-	786,932
Intangibles	20,526	-	-	-	20,526
Total	26,749,270	61,580	-	-	26,810,850
Capital assets being depreciated:					
Buildings	28,577,694	11,010	-	-	28,588,704
Land improvements	11,232,538	-	-	-	11,232,538
Machinery and equipment	9,497,007	82,852	(8,576)	-	9,571,283
Water distribution system	8,838,064	-	-	-	8,838,064
Total	58,145,303	93,862	(8,576)	-	58,230,589
Less accumulated depreciation for:					
Buildings	(9,185,197)	(739,565)	-	-	(9,924,762)
Land improvements	(4,940,688)	(401,122)	-	-	(5,341,810)
Machinery and equipment	(7,140,413)	(404,436)	1,838	-	(7,543,011)
Infrastructure	(6,630,536)	(114,171)	-	-	(6,744,707)
Total	(27,896,834)	(1,659,294)	1,838	-	(29,554,290)
Capital assets being depreciated, net	30,248,469	(1,565,432)	(6,738)	-	28,676,299
Business-type activities capital assets, net	$ 56,997,739	$ (1,503,852)	$ (6,738)	$ -	$ 55,487,149

NOTE 6. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:		
General government	$	1,261,514
Judicial		77,939
Public safety		2,302,829
Public works		7,096,296
Health and welfare		90,156
Culture and recreation		494,148
Total depreciation expense - governmental activities	$	11,322,882
Business-type activities:		
Water	$	1,087,623
Solid Waste		544,748
Gaither's Plantation		26,923
Total depreciation expense - business-type activities	$	1,659,294

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES

Revenue Bonds:

Business-Type Activities

The County issues bonds where the County pledges revenues derived from the acquired or constructed assets to pay debt service. The County's revenue bonds outstanding as of June 30, 2019, are as follows:

Purpose	Interest Rate	Due Date	Amount
Refunding of 2004 Bonds	2.200%	2024	$ 11,525,000
Purchase of Real Property	2.000 – 4.150%	2042	9,730,000
Purchase of Real Property	2.000 – 5.000%	2043	12,100,000
			33,355,000
	Plus unamortized premiums		648,279
			$ 34,003,279

On July 17, 2010, the County issued revenue bonds (Series 2010). The proceeds of these bonds were used to finance the purchase of the remaining land for the Bear Creek Reservoir project. Interest on the bonds is 3.205%. Interest is payable semiannually on January 1 and July 1 of each year with principal payable annually beginning July 1, 2011, ranging from $245,000 to $330,000 through July 1, 2020.

On August 29, 2012, the County issued revenue bonds (Series 2012). The proceeds of these bonds were used to refund the Series 2004 bonds. Interest on the bonds is 2.20%. Interest is payable semiannually on January 1 and July 1 of each year with principal payable annually beginning July 1, 2013, ranging from $1,795,000 to $2,040,000 through July 1, 2024.

On August 10, 2017, the County issued revenue bonds (Series 2017A and Series 2017B). The proceeds of these bonds were used to finance the purchase of real property related to the landfill and waste drop-off convenience centers currently owned by the County and certain improvements to the landfill. Interest ranges from 2.00% to 5.00% on the Series 2017A bonds and from 2.00% to 4.15% on the Series 2017B bonds. Interest is payable semiannually on May 1 and November 1 of each year with principal payable annually beginning May 1, 2018, ranging from $285,000 to $620,000 through May 1, 2042 for the Series 2017A bonds and ranging from $150,000 to $1,325,000 through May 1, 2043 for the Series 2017B bonds.

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Revenue Bonds (Continued):

Business-Type Activities (Continued)

The estimated annual requirements to amortize the County's revenue bonds payable as of June 30, 2019, are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
2020	$ 2,450,000	$ 1,076,146	$ 3,526,146
2021	2,495,000	1,011,886	3,506,886
2022	2,275,000	952,462	3,227,462
2023	2,335,000	899,411	3,234,411
2024	3,475,000	844,292	4,319,292
2025 – 2029	6,515,000	3,080,360	9,595,360
2030 – 2034	4,340,000	2,259,183	6,599,183
2035 – 2039	5,200,000	1,407,680	6,607,680
2040 – 2043	4,270,000	364,638	4,634,638
Total	$ 33,355,000	$ 11,896,058	$ 45,251,058

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

General Obligation Bonds:

Governmental Activities

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the County. General obligation bonds at June 30, 2019, consisted of the following:

Purpose	Interest Rate	Term	Due Date	Original Amount	Outstanding Amount
Georgia Perimeter College	5.15%	15 years	2021	$ 2,550,000	$ 293,630
Capital Outlay Projects	3.00%	5 years	2024	12,650,000	12,650,000
					12,943,630
			Plus unamortized premiums		823,849
					$ 13,767,479

On December 29, 2005, the County issued general obligation bonds (Georgia Perimeter College, Series 2005). The proceeds of these bonds were used to assist GPC Foundation Real Estate Newton, LLC, a Georgia limited liability company, the sole member of which is Georgia Perimeter College, Inc., a Georgia nonprofit corporation to a) finance or reimburse, in whole or in part, the cost of the acquisition, construction, and improvement of certain land, buildings, and personal property to be used as an academic building containing classrooms, faculty and administrative offices, laboratories, a student center and related parking located on the County campus of Georgia Perimeter College, and (b) pay the costs of issuing the bonds. Interest on the bonds is 5.15%. Interest and principal in the amount of $20,472 are payable monthly beginning February 1, 2006.

On October 4, 2018, the County issued general obligation bonds (General Obligation Sales Tax Bonds, Series 2018). The proceeds of these bonds were used to pay a portion of the County's capital outlay projects and the costs of issuing bonds. Interest on bonds will be payable semiannually on February 1 and August 1 with principal payable annually beginning August 2019 ranging from $2,420,000 to $2,655,000.

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

General Obligation Bonds (Continued):

Governmental Activities (Continued)

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

Fiscal year ending June 30,	Principal	Interest
2020	$ 2,651,663	$ 561,799
2021	2,526,967	452,439
2022	2,525,000	325,125
2023	2,585,000	197,375
2024	2,655,000	66,375
	$ 12,943,630	$ 1,603,113

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Installment Sale Agreements:

Governmental Activities

The County entered into installment sale agreements for the purpose of financing the refunding of certificates of participation in order to take advantage of lower interest rates. Installment sale agreements at June 30, 2019, consisted of the following:

Purpose	Interest Rate	Due Date	Amount
Administration Building	2.05%	2025	4,015,000
			$ 4,015,000

On September 22, 2015, the County entered into an installment sale agreement (Administration Building). The proceeds of this installment sale were used to refund the 2006 certificates of participation. Interest on the installment sale is 2.05%. Interest is payable semiannually on June 1 and December 1 with principal payable annually beginning December 1, 2015, ranging from $550,000 to $700,000 through 2025.

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Installment Sale Agreements (Continued):

Governmental Activities (Continued)

The installment sale agreement debt service requirements to maturity are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
2020	$ 635,000	$ 75,799	$ 710,799
2021	650,000	62,628	712,628
2022	665,000	49,149	714,149
2023	675,000	35,414	710,414
2024	690,000	21,423	711,423
2025	700,000	7,175	707,175
Total	$ 4,015,000	$ 251,588	$ 4,266,588

Other Long-Term Debt:

Governmental Activities

On September 27, 2016, the County entered into a financing agreement with First Security Finance, Inc. The note had an original balance of $14,440,098 and is being used to make various energy efficiency upgrades across many County facilities. Quarterly installment payments, including interest at 2.69%, begin in September 2018 and are payable over a 15-year period. As of June 30, 2019, the principal of this note was $13,829,369.

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Other Long-Term Debt (Continued):

Governmental Activities (Continued)

The County also incurred debt to the Georgia Environmental Facilities Authority for construction of further improvements to the technology park owned by the Four County Industrial Development Authority.

The County's notes outstanding as of June 30, 2019, are as follows:

Purpose	Interest Rate	Due Date	Amount
Energy Efficient Upgrades	2.69%	2033	$ 13,829,369
Four County Industrial Site	4.65%	2022	45,587
			$ 13,874,956

The estimated annual requirements to maturity for the County's note payable as of June 30, 2019, are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
2020	$ 641,507	369,611	$ 1,011,118
2021	685,806	351,804	1,037,610
2022	733,069	332,763	1,065,832
2023	766,508	312,692	1,079,200
2024	818,359	291,727	1,110,086
2025 – 2029	4,975,767	1,091,834	6,067,601
Thereafter through 2033	5,253,940	328,970	5,582,910
Total	$ 13,874,956	$ 3,079,401	$ 16,954,357

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Other Long-Term Debt (Continued):

Business-type Activities

The County has incurred debt to the Georgia Environmental Facilities Authority for the purchase of water reservoir and landfill equipment and expansion of the landfill. The County's notes outstanding as of June 30, 2019, are as follows:

Purpose	Interest Rate	Due Date	Amount
Water Fund	1.40%	2034	$ 597,405
Water Fund	1.25%	N/A	31,579
Solid Waste Fund	1.39%	N/A	961,325
			$ 1,590,309

The $961,325 and $31,579 GEFA loans listed above are in the drawdown phase at June 30, 2019. Repayment will be determined when construction has been completed and all drawdowns have been made. These notes are, therefore, not included in the maturity schedule shown below. The estimated annual requirements to maturity for the County's notes payable as of June 30, 2019, are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
2020	$ 38,396	8,118	$ 46,514
2021	38,937	7,577	46,514
2022	39,486	7,028	46,514
2023	40,042	6,472	46,514
2024	40,607	5,908	46,515
2025 – 2029	211,778	20,793	232,571
2030 – 2034	188,159	5,651	193,810
Total	$ 597,405	$ 61,547	$ 658,952

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Capital Leases:

Business-type Activities

The County has entered into lease agreements as lessee for financing the acquisition and construction of various equipment. The lease agreements qualify as capital leases for accounting purposes and have been recorded at the present values of the future minimum lease payments as of the date of their inception.

The following is an analysis of assets leased under capital leases as of June 30, 2019:

Vehicles	$	689,000
Less accumulated depreciation		(103,350)
Net assets leased under capital leases	$	585,650

For the year ended June 30, 2019, depreciation expense related to assets leased under capital leases totaled $68,900.

The following is a schedule of future minimum lease payments under the capital leases, and the present value of the net minimum lease payments at June 30, 2019:

Fiscal year ending June 30,		
2020	$	135,510
2021		135,510
2022		135,510
2023		135,510
2024		100,000
Total minimum lease payments		642,040
Less amount representing interest		(59,330)
Present value of future minimum lease payments	$	582,710

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Changes in Long-Term Liabilities:

The following is a summary of long-term debt activity of the County's governmental activities for the year ended June 30, 2019:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	$ 517,551	$ 12,650,000	$ 223,921	$ 12,943,630	$ 2,651,663
Deferred bond premium	-	922,423	98,574	823,849	
Total bonds payable	517,551	13,572,423	322,495	13,767,479	2,651,663
Installment sale agreements	5,175,000	-	1,160,000	4,015,000	635,000
Notes payable	14,451,493	-	576,537	13,874,956	641,507
Capital lease obligations	57,251	-	57,251	-	-
Net pension liability	2,458,462	710,927	444,821	2,724,568	-
Compensated absences	2,128,618	1,713,804	1,289,837	2,552,585	255,258
	$ 24,788,375	$ 15,997,154	$ 3,850,941	$ 36,934,588	$ 4,183,428

For governmental activities, net pension liability, claims and judgments payable, and compensated absences are generally liquidated by the General Fund.

NOTE 7. LONG-TERM DEBT AND CAPITAL LEASES (CONTINUED)

Changes in Long-Term Liabilities (Continued):

The following is a summary of long-term debt activity of the County's business-type activities for the year ended June 30, 2019:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Business-type activities:					
Revenue bonds	$ 36,700,000	$ -	$ 3,345,000	$ 33,355,000	$ 2,450,000
Deferred bond premium	676,465	-	28,186	648,279	-
Total bonds payable	37,376,465	-	3,373,186	34,003,279	2,450,000
Notes payable	1,596,593	31,579	37,863	1,590,309	38,396
Capital lease obligations	689,000	-	106,290	582,710	113,317
Landfill post-closure costs	13,187,547	-	972,218	12,215,329	-
Net pension liability	485,769	102,205	82,530	505,444	-
	$ 53,335,374	$ 133,784	$ 4,572,087	$ 48,897,071	$ 2,601,713

For business-type activities, net pension liability, claims and judgments payable, and compensated absences are liquidated by the related Proprietary Fund.

NOTE 8. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables as of June 30, 2019, are as follows:

Receivable Fund	Payable Fund: Nonmajor Governmental Funds
General Fund	$ 501

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.

NOTE 8. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Interfund transfers for the year ended June 30, 2019, are as follows:

	Transfers Out				
Transfers In	General Fund	2011 SPLOST Fund	2017 SPLOST Fund	Nonmajor Governmental Funds	Total
General Fund	$ -	$ -	$ -	$ 2,331,604	$ 2,331,604
Capital Improvement Fund	302,039	-	-	-	302,039
2017 SPLOST Fund	51,500	-	-	-	51,500
Nonmajor Governmental Funds	1,050,411	-	-	771	1,051,182
Solid Waste Fund	724,009	207,274	60,626	-	991,909
Nonmajor Enterprise Funds	369,050	-	-	-	369,050
Total	$ 2,497,009	$ 207,274	$ 60,626	$ 2,332,375	$ 5,097,284

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

NOTE 9. DEFINED BENEFIT PENSION PLANS

Plan Description

The County, as authorized by the County Commission, has established a non-contributory defined benefit pension plan, The Newton 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. 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 County stopped accepting new entrants in the Plan in 1997, and the Plan continues to be closed to new entrants. 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, by writing to Association of 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, 2018, the date of the most recent actuarial valuation date, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	79
Inactive plan member entitled to but not receiving benefits	54
Active plan members	27
	160

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Contributions

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of ACCG has adopted a recommended actuarial funding policy for the Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The funding policy for the Plan, as adopted by the County Board of Commissioners, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by Plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the actuarially determined rate. No contributions are required of or permitted by participants of the Plan. For the year ended June 30, 2019, the County's contribution rate was 32.4% of annual payroll. County contributions to the Plan were $517,287 for the year ended June 30, 2019.

Net Pension Liability of the County

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

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability of the County (Continued)

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

Inflation	3.00%
Salary increases	3.00% to 5.00%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the January 1, 2018, valuation were based on the results of an actuarial experience study for February 2014.

NOTE 9. DEFINED BENEFIT PENSION PLANS (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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2018, are summarized in the following table:

Asset class	Target Allocation	Long-term expected real rate of return*
Fixed income	30%	25 –35%
Large Cap equity	30%	25 – 35%
International equity	15%	10 – 20%
Other equity	20%	2.5 – 10%
Real estate	5%	2.5 – 10%
	100%	

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

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

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability of the County (Continued)

Changes in the Net Pension Liability of the County: The changes in the components of the net pension liability of the County for the year ended June 30, 2019, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2018	$ 6,727,809	$ 3,595,648	$ 3,132,161
Changes for the year:			
Service cost	10,620	-	10,620
Interest	487,767	-	487,767
Differences between expected and actual experience	(43,725)	-	(43,725)
Assumption changes	142,054	-	142,054
Contributions - employer	-	517,287	(517,287)
Net investment income	-	(173,844)	173,844
Benefit payments, including refunds of employee contributions	(619,512)	(597,840)	(21,672)
Administrative expenses	-	(12,825)	12,825
Other changes	-	(59,596)	59,596
Net changes	(22,796)	(326,818)	304,022
Balances at June 30, 2019	$ 6,705,013	$ 3,268,830	$ 3,436,183

Governmental Activities	$ 2,724,568
Business-Type Activities	505,444
Newton County Water and Sewerage Authority	206,171
	$ 3,436,183

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability of the County (Continued)

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

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

	1.00% Decrease (6.00%)	Current Discount Rate (7.00%)	1.00% Increase (8.00%)
County's proportionate share of the net pension liability	$ 3,710,075	$ 3,230,012	$ 2,807,260
Newton County Water and Sewerage's proportionate share of the net pension liability	236,813	206,171	179,187
Total net pension liability	$ 3,946,888	$ 3,436,183	$ 2,986,447

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of December 31, 2018, and the current sharing pattern of costs between employer and employee.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

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

For the year ended June 30, 2019, the County recognized pension expense of $423,027. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			
	Governmental Activities	Business-Type Activities	Newton County Water and Sewerage Authority	Total
Changes in assumptions	$ 10,240	$ 1,900	$ 775	$ 12,915
Net difference between projected and actual earnings on pension plan investments	198,832	36,886	15,046	250,764
Total	$ 209,072	$ 38,786	$ 15,821	$ 263,679

	Deferred Inflows of Resources			
	Governmental Activities	Business-Type Activities	Newton County Water and Sewerage Authority	Total
Differences between expected and actual experience	$ 3,151	$ 585	$ 239	$ 3,975
Total	$ 3,151	$ 585	$ 239	$ 3,975

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

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

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 June 30,		
2020	$	98,013
2021		39,414
2022		34,272
2023		88,005
Total	$	259,704

NOTE 10. RISK MANAGEMENT

The County is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Effective July 1, 2010, the County established a self-funded trust for the administration and funding of the County's Workers' Compensation Employee Benefits internal service fund. The County has joined together with other municipalities in the state as part of the Group Self Insurance Workers' Compensation Fund ("GSIWCF") for its workers' compensation risks. GSIWCF exists by authority of the O.C.G.A., and participates in risk sharing arrangements among Georgia county governments. The membership allows the County to share liability, crime, workers' compensation, motor vehicle and property damage risks.

As part of this 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 fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the fund 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 fund.

NOTE 10. RISK MANAGEMENT (CONTINUED)

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The fund is 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.

Chapter 85 of Title 36 and Chapter 9 of Title 34 of the OCGA authorize Georgia counties to form interlocal management agencies. GSIWCF acts as a risk management agency to function as an unincorporated nonprofit instrumentality of its member counties. GSIWCF establishes and administers one or more group self-insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property and workers' compensation losses occurring in the operation of member governments.

The County retains the first $300,000 (in the form of a deductible) on its workers' compensation claims, and retains the first $10,000 (in the form of a deductible) of each risk of loss for all other property and liability losses. The County files all claims with GSIWCF and this instrumentality bills the County for any risk of loss up to the deductible amounts.

The basis for estimating the liabilities for unpaid claims is an incurred, but not reported, calculation as established by an actuary. The County has no such liability as of June 30, 2019 based on the requirements of Governmental Accounting Standards Board Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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

NOTE 11. LANDFILL CLOSURE AND POST-CLOSURE CARE

State and federal laws and regulations require the County to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Post-closure Care Costs,* requires the County to report a liability for the estimated costs of closing and maintaining each landfill site.

NOTE 11. LANDFILL CLOSURE AND POST-CLOSURE CARE (CONTINUED)

Municipal Solid Waste Landfill (MSWL-2)

The County began operations at this site in 1998. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, which is expected to occur in 2106, the County reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of the balance sheet date. The landfill closure and post-closure care liability at June 30, 2019 of $12,215,329 is reported in the Solid Waste Fund and represents the cumulative amount reported to date based on the use of approximately 18.9% of the estimated capacity of the landfill. This liability includes corrective action costs of $9,467,877. The County will recognize the remaining estimated cost of closure and post-closure care of $13,293,203 as the remaining estimated capacity is filled.

NOTE 12. COMMITMENTS AND CONTINGENCIES

Contractual Commitments:

As of June 30, 2019, Newton County, Georgia has commitments related to various construction projects as follows:

- Newton County, Georgia is committed to fund the Waste Excavation and Reclamation. The remaining contract price is $7,573,888.75.
- Newton County, Georgia is committed to fund the construction of the Judicial Building Expansion. The remaining contract price is $784,068.89.

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. Net of an aggregation of insurance coverage currently in place, and relative to any and all outstanding litigation faced by the County as of June 30, 2019, it is considered to be unlikely for the County to incur any obligation.

NOTE 12. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Grant Contingencies:

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

NOTE 13. JOINT VENTURES

Northeast Georgia Regional Commission

Under Georgia law, the County, in conjunction with other cities and counties in the 12-county Northeast Georgia region, is a member of the Northeast Georgia Regional Commission ("NGRC") and is required to pay annual dues thereto. During its year ended June 30, 2019, the County paid $85,333 in such dues. Membership in the NGRC is required by the O.C.G.A. Section 50-8-34 which provides for the organizational structure of regional development commissions in Georgia.

The NGRC Board membership includes the chief elected official of each county and municipality of the area. OCGA Section 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:

Northeast Georgia Regional Commission
305 Research Drive
Athens, Georgia 30610

NOTE 13. JOINT VENTURES (CONTINUED)

Joint Development Authority

During the latter half of 1998, the Joint Development Authority, a joint venture, was formed for the purpose of purchasing and developing an industrial site. The land was purchased through the Newton County Development Authority with temporary financing from Newton County until such time as the Joint Authority could issue permanent bond financing for the project. The Joint Authority issued $9,000,000 in bonded debt in October 2000 for repayment of the Newton County Development Authority, to pay bond issue costs, and to provide initial development costs. The stated percentages of ownership and debt assumption are as follows: Newton County 37.5%, Walton County 37.5%, Morgan County 15%, and Jasper County 10%. This debt was paid off in a prior year with the proceeds from the sale of land. The County records the investment in joint venture at a value of $8,561,283, using the equity interest method. Complete financial statements of the Joint Development Authority can be obtained by writing to the Joint Development Authority, C/O Madison-Morgan Chamber of Commerce, 118 North Main Street, Madison, Georgia 30650.

REQUIRED SUPPLEMENTARY INFORMATION

NEWTON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
FOR THE FISCAL YEARS ENDED JUNE 30,

	2019	2018	2017	2016	2015
Total pension liability					
Service cost	**$ 10,620**	$ 9,769	$ 11,417	$ 11,644	$ 13,639
Interest on total pension liability	**487,767**	484,913	489,396	456,810	466,804
Differences between expected and actual experience	**(43,725)**	(147,423)	167,956	370,120	-
Changes of assumptions	**142,054**	13,061	126,498	211,474	-
Benefit payments, including refunds of employee contributions	**(619,512)**	(641,932)	(622,244)	(608,903)	(618,500)
Net change in total pension liability	**(22,796)**	(281,612)	173,023	441,145	(138,057)
Total pension liability - beginning	**6,727,809**	7,009,421	6,836,398	6,395,253	6,533,310
Total pension liability - ending (a)	**6,705,013**	$ 6,727,809	$ 7,009,421	$ 6,836,398	$ 6,395,253
Plan fiduciary net position					
Contributions - employer	**$ 517,287**	$ 426,561	$ 429,439	$ 390,488	$ 373,938
Net investment income	**(173,844)**	514,353	233,018	7,825	237,069
Benefit payments, including refunds of employee contributions	**(597,840)**	(641,932)	(622,244)	(608,903)	(618,500)
Administrative expenses	**(12,825)**	(11,889)	(16,986)	(13,980)	(14,404)
Other	**(59,596)**	(78,159)	(34,539)	(33,953)	(37,341)
Net change in fiduciary net position	**(326,818)**	208,934	(11,312)	(258,523)	(59,238)
Plan fiduciary net position - beginning	**3,595,648**	3,386,714	3,398,026	3,656,549	3,715,787
Plan fiduciary net position - ending (b)	**$ 3,268,830**	$ 3,595,648	$ 3,386,714	$ 3,398,026	$ 3,656,549
County's net pension liability - ending (a) - (b)	**$ 3,436,183**	$ 3,132,161	$ 3,622,707	$ 3,438,372	$ 2,738,704

(Continued)

NEWTON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
FOR THE FISCAL YEARS ENDED JUNE 30,

	2019	2018	2017	2016	2015
Plan fiduciary net position as a percentage of total pension liability	**48.75%**	53.44%	48.32%	49.70%	57.18%
Covered payroll	**$ 1,596,260**	$ 1,768,390	$ 2,058,638	$ 2,154,353	$ 2,312,088
County's net pension liability as a percentage of covered payroll	**215.26%**	177.12%	175.98%	159.60%	118.45%

Notes to the Schedule

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

NEWTON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF COUNTY CONTRIBUTIONS
FOR THE FISCAL YEARS ENDED JUNE 30,

	2019	2018	2017	2016	2015
Actuarially determined contribution	**$ 425,546**	$ 413,409	$ 388,402	$ 345,737	$ 319,115
Contributions in relation to the actuarially determined contribution	**517,287**	426,561	429,439	390,488	373,365
Contribution deficiency (excess)	**$ (91,741)**	$ (13,152)	$ (41,037)	$ (44,751)	$ (54,250)
Covered payroll	**1,475,756**	1,613,447	1,913,514	2,106,496	2,233,221
Contributions as a percentage of covered payroll	**35.05%**	26.44%	22.44%	18.54%	16.72%

Notes to the Schedule

(1) Actuarial Assumptions

Valuation date	January 1, 2018
Cost method	Entry Age Normal
Actuarial asset valuation method	Smoothed market value with a 5-year smoothing period
Assumed rate of return on investments	7.00%
Projected salary increases	4.00% – 5.00%
Amortization method	Closed level dollar for unfunded liability
Remaining amortization period	None remaining

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Juvenile Trust Fund – This fund is used to account for certain fines received through juvenile court that are used for juvenile counseling services.

Forfeited Funds Fund – This fund is used to account for the County's share of monies that have been forfeited through the court system that are legally restricted for law enforcement purposes.

Drug Rehab/Education Fund – This fund is used to account for collection of DARE fine monies and the subsequent youth education for the Drug Abuse Resistance Education program.

Seized Funds Fund – This fund is used to account for monies that have been seized and are awaiting court condemnation.

Fire Districts Fund – This fund is used to account for the tax revenues approved to help fund the fire protection program of the County.

County Jail Fund – This fund is used to account for the percentage of fines reserved for county jail construction and staffing.

Sheriff Special Revenue Fund – This fund is used to account for monies for inmates at the Law Enforcement Center.

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

District Attorney Fund – This fund is used to account for funds received from certain fines and grants for the operation of a victim assistance program.

Multiple Grant Fund – This fund is used to account for various grants received by the government that are not used for general fund operations.

Real Estate Grant Fund – This fund is used to account for grants received from the Clerks Authority of Georgia for the advancement of reporting with the Clerk of Superior Court.

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

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds (Continued)

E-911 Fund – This fund is used to account for the County's emergency communications operations by providing an open channel between citizens and public safety providers.

Debt Service Fund

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

Capital Projects Funds

FEMA Grant Fund – This fund is used to account for the federal grant monies received from the Federal Emergency Management Association.

2005 SPLOST Fund – This fund is used to account for the revenues and expenditures relating to the 2005 1% Special Purpose Local Option Sales Tax.

NEWTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

	Special Revenue					
ASSETS	**Juvenile Trust**	**Forfeited Funds**	**Drug Rehab/ Education**	**Seized Funds**	**Fire Districts**	**County Jail Fund**
Cash and cash equivalents	$ 142,534	$ 426,380	$ 426,381	$ 170,643	$ 1,484,884	$ 514,377
Accounts receivable	-	-	-	-	49,187	-
Due from other governments	-	-	4,140	-	3,710	10,427
Total assets	$ 142,534	$ 426,380	$ 430,521	$ 170,643	$ 1,537,781	$ 524,804
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ 1,018	$ 170,643	$ 3,758	$ 1,662
Due to other funds	-	501	-	-	-	-
Total liabilities	-	501	1,018	170,643	3,758	1,662
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - period of availability	-	-	-	-	-	-
Unavailable revenue - property taxes	-	-	-	-	38,649	-
Total deferred inflows of resources	-	-	-	-	38,649	-
FUND BALANCES (DEFICIT)						
Restricted						
Judicial	142,534	-	-	-	-	-
Public safety	-	425,879	429,503	-	1,495,374	523,142
Health and welfare	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances (deficits)	142,534	425,879	429,503	-	1,495,374	523,142
Total liabilities, deferred inflows of resources and fund balances	$ 142,534	$ 426,380	$ 430,521	$ 170,643	$ 1,537,781	$ 524,804

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

	Special Revenue					
ASSETS	**Sheriff Special Revenue**	**Law Library**	**District Attorney**	**Multiple Grant**	**Real Estate Grant**	**NSP Grant**
Cash and cash equivalents	$ 70,183	$ 25,736	$ 129,013	$ 465,857	$ 81,762	$ 44,989
Investments	-	73,517	-	-	-	-
Accounts receivable	-	-	-	87	-	5,156
Due from other governments	-	-	-	523,768	-	-
Total assets	$ 70,183	$ 99,253	$ 129,013	$ 989,712	$ 81,762	$ 50,145
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ -	$ 320,919	$ -	$ -
Due to other governments	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	-	320,919	-	-
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - period of availability	-	-	-	433,991	-	-
Unavailable revenue - property taxes	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	433,991	-	-
FUND BALANCES (DEFICIT)						
Restricted						
General government	-	-	-	424,574	-	50,145
Judicial	-	99,253	129,013	-	81,762	-
Public safety	70,183	-	-	10,937	-	-
Health and welfare	-	-	-	35,300	-	-
Capital projects	-	-	-	-	-	-
Unassigned	-	-	-	(236,009)	-	-
Total fund balances (deficits)	70,183	99,253	129,013	234,802	81,762	50,145
Total liabilities, deferred inflows of resources and fund balances	$ 70,183	$ 99,253	$ 129,013	$ 989,712	$ 81,762	$ 50,145

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

	Special Revenue	Debt Service	Capital Projects		
ASSETS	**E-911**	**Debt Service Fund**	**FEMA Grant Fund**	**2005 SPLOST Fund**	**Total**
Cash and cash equivalents	$ 540,318	$ -	$ -	$ 1,446,270	$ 5,969,327
Investments	-	-	-	-	73,517
Accounts receivable	357,041	-	-	-	411,471
Due from other governments	383	-	996,595	-	1,539,023
Total assets	$ 897,742	$ -	$ 996,595	$ 1,446,270	$ 7,993,338
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 675,824	$ -	$ 459,772	$ -	$ 1,633,596
Due to other funds	-	-	-	-	501
Total liabilities	675,824	-	459,772	-	1,634,097
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - period of availability	-	-	996,591	-	1,430,582
Unavailable revenue - property taxes	-	-	-	-	38,649
Total deferred inflows of resources	-	-	996,591	-	1,469,231
FUND BALANCES (DEFICIT)					
Restricted					
General government	-	-	-	-	474,719
Judicial	-	-	-	-	452,562
Public safety	221,918	-	-	-	3,176,936
Health and welfare	-	-	-	-	35,300
Capital projects	-	-	-	1,446,270	1,446,270
Unassigned	-	-	(459,768)	-	(695,777)
Total fund balances (deficits)	221,918	-	(459,768)	1,446,270	4,890,010
Total liabilities, deferred inflows of resources and fund balances	$ 897,742	$ -	$ 996,595	$ 1,446,270	$ 7,993,338

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Special Revenue					
	Juvenile Trust	Forfeited Funds	Drug Rehab/ Education	Seized Funds	Fire Districts	County Jail Fund
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ 2,047,541	$ -
Intergovernmental	-	-	-	-	8,213	-
Fines and forfeitures	7,733	277,985	110,046	-	-	210,106
Investment income	-	30	-	-	1,073	-
Total revenues	7,733	278,015	110,046	-	2,056,827	210,106
Expenditures						
Current:						
Public safety	-	149,814	29,241	-	28,348	126,796
Debt service:						
Principal	-	-	-	-	57,251	-
Interest	-	-	-	-	669	-
Total expenditures	-	149,814	29,241	-	86,268	126,796
Excess (deficiency) of revenues over (under) expenditures	7,733	128,201	80,805	-	1,970,559	83,310
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(2,200,771)	-
Total other financing sources (uses)	-	-	-	-	(2,200,771)	-
Net change in fund balances	7,733	128,201	80,805	-	(230,212)	83,310
Fund balances (deficits), beginning of year	134,801	297,678	348,698	-	1,725,586	439,832
Fund balances (deficits), end of year	$ 142,534	$ 425,879	$ 429,503	$ -	$ 1,495,374	$ 523,142

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Special Revenue					
	Sheriff Special Revenue	Law Library	District Attorney	Multiple Grant	Real Estate Grant	NSP Grant
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	2,616,336	-	18,576
Fines and forfeitures	-	47,539	127,674	-	-	-
Investment income	-	-	10	1,370	-	35
Contributions	92,995	-	-	-	-	-
Miscellaneous	-	-	-	120,737	330	-
Total revenues	92,995	47,539	127,684	2,738,443	330	18,611
Expenditures						
Current:						
General government	-	-	-	88,083	-	-
Judicial	-	38,259	194,089	1,330,483	-	-
Public safety	60,449	-	-	336,462	-	-
Public works	-	-	-	1,305,729	-	-
Health and welfare	-	-	-	9,290	-	-
Total expenditures	60,449	38,259	194,089	3,070,047	-	-
Excess (deficiency) of revenues over (under) expenditures	32,546	9,280	(66,405)	(331,604)	330	18,611
Other financing sources (uses)						
Transfers in	-	-	-	141,908	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	141,908	-	-
Net change in fund balances	32,546	9,280	(66,405)	(189,696)	330	18,611
Fund balances (deficits), beginning of year	37,637	89,973	195,418	424,498	81,432	31,534
Fund balances (deficits), end of year	$ 70,183	$ 99,253	$ 129,013	$ 234,802	$ 81,762	$ 50,145

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Special Revenue	Debt Service	Capital Projects		
	E-911	Debt Service Fund	FEMA Grant Fund	2005 SPLOST Fund	Total
Revenues					
Taxes	$ -	$ -	$ -	$ -	$ 2,047,541
Intergovernmental	-	15,645	203,228	-	2,861,998
Charges for services	2,181,311	-	-	-	2,181,311
Fines and forfeitures	-	-	-	-	781,083
Investment income	-	-	-	1,853	4,371
Contributions	-	-	-	-	92,995
Miscellaneous	784	-	-	-	121,851
Total revenues	2,182,095	15,645	203,228	1,853	8,091,150
Expenditures					
Current:					
General government	-	-	-	-	88,083
Judicial	-	-	-	-	1,562,831
Public safety	2,816,429	-	-	-	3,547,539
Public works	-	-	-	-	1,305,729
Housing and development	-	-	-	-	-
Health and welfare	-	-	-	-	9,290
Capital outlay	-	-	273,529	332,842	606,371
Debt service:					
Principal	-	13,232	-	625,000	695,483
Interest	-	2,413	-	89,242	92,324
Total expenditures	2,816,429	15,645	273,529	1,047,084	7,907,650
Excess (deficiency) of revenues over (under) expenditures	(634,334)	-	(70,301)	(1,045,231)	183,500
Other financing sources (uses)					
Transfers in	864,518	-	44,756	-	1,051,182
Transfers out	-	(131,604)	-	-	(2,332,375)
Total other financing sources (uses)	864,518	(131,604)	44,756	-	(1,281,193)
Net change in fund balances	230,184	(131,604)	(25,545)	(1,045,231)	(1,097,693)
Fund balances (deficits), beginning of year	(8,266)	131,604	(434,223)	2,491,501	5,987,703
Fund balances (deficits), end of year	$ 221,918	$ -	$ (459,768)	$ 1,446,270	$ 4,890,010

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Juvenile Trust			Forfeited Funds		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	8,000	7,733	(267)	115,000	277,985	162,985
Investment income	-	-	-	50	30	(20)
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	8,000	7,733	(267)	115,050	278,015	162,965
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	8,000	-	8,000	-	-	-
Public safety	-	-	-	115,050	149,814	(34,764)
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	8,000	-	8,000	115,050	149,814	(34,764)
Excess (deficiency) of revenues over (under) expenditures	-	7,733	7,733	-	128,201	128,201
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	7,733	7,733	-	128,201	128,201
Fund balances (deficits), beginning of year	134,801	134,801	-	297,678	297,678	-
Fund balances (deficits), end of year	$ 134,801	$ 142,534	$ 7,733	$ 297,678	$ 425,879	$ 128,201

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Drug Rehab/Education			Fire Districts		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ 2,360,768	$ 2,047,541	$ (313,227)
Intergovernmental	-	-	-	6,000	8,213	2,213
Charges for services	-	-	-	-	-	-
Fines and forfeitures	90,000	110,046	20,046	-	-	-
Investment income	200	-	(200)	1,200	1,073	(127)
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	90,200	110,046	19,846	2,367,968	2,056,827	(311,141)
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	90,200	29,241	60,959	95,048	28,348	66,700
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	57,251	57,251	-
Interest and fiscal charges	-	-	-	669	669	-
Total expenditures	90,200	29,241	60,959	152,968	86,268	66,700
Excess (deficiency) of revenues over (under) expenditures	-	80,805	80,805	2,215,000	1,970,559	(244,441)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(2,215,000)	(2,200,771)	14,229
Total other financing sources (uses)	-	-	-	(2,215,000)	(2,200,771)	14,229
Net change in fund balances	-	80,805	80,805	-	(230,212)	(230,212)
Fund balances (deficits), beginning of year	348,698	348,698	-	1,725,586	1,725,586	-
Fund balances (deficits), end of year	$ 348,698	$ 429,503	$ 80,805	$ 1,725,586	$ 1,495,374	$ (230,212)

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	County Jail Fund			Sheriff Special Revenue		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	185,000	210,106	25,106	-	-	-
Investment income	-	-	-	-	-	-
Contributions	-	-	-	36,500	92,995	56,495
Miscellaneous	-	-	-	-	-	-
Total revenues	185,000	210,106	25,106	36,500	92,995	56,495
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	185,000	126,796	58,204	36,500	60,449	(23,949)
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	185,000	126,796	58,204	36,500	60,449	(23,949)
Excess (deficiency) of revenues over (under) expenditures	-	83,310	83,310	-	32,546	32,546
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	83,310	83,310	-	32,546	32,546
Fund balances (deficits), beginning of year	439,832	439,832	-	37,637	37,637	-
Fund balances (deficits), end of year	$ 439,832	$ 523,142	$ 83,310	$ 37,637	$ 70,183	$ 32,546

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Law Library			District Attorney		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	6,000	-	(6,000)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	41,750	47,539	5,789	90,000	127,674	37,674
Investment income	50	-	(50)	10	10	-
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	41,800	47,539	5,739	96,010	127,684	31,674
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	41,800	38,259	3,541	96,010	194,089	(98,079)
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	41,800	38,259	3,541	96,010	194,089	(98,079)
Excess (deficiency) of revenues over (under) expenditures	-	9,280	9,280	-	(66,405)	(66,405)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	9,280	9,280	-	(66,405)	(66,405)
Fund balances (deficits), beginning of year	89,973	89,973	-	195,418	195,418	-
Fund balances (deficits), end of year	$ 89,973	$ 99,253	$ 9,280	$ 195,418	$ 129,013	$ (66,405)

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Multiple Grant			Real Estate Grant		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	3,094,324	2,616,336	(477,988)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Investment income	-	1,370	1,370	-	-	-
Contributions	-	-	-	-	-	-
Miscellaneous	93,390	120,737	27,347	-	330	330
Total revenues	3,187,714	2,738,443	(449,271)	-	330	330
Expenditures						
Current:						
General government	153,117	88,083	65,034	-	-	-
Judicial	1,512,880	1,330,483	182,397	-	-	-
Public safety	578,480	336,462	242,018	-	-	-
Public works	1,225,335	1,305,729	(80,394)	-	-	-
Health and welfare	15,979	9,290	6,689	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	3,485,791	3,070,047	415,744	-	-	-
Excess (deficiency) of revenues over (under) expenditures	(298,077)	(331,604)	(33,527)	-	330	330
Other financing sources (uses)						
Transfers in	318,934	141,908	(177,026)	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	318,934	141,908	(177,026)	-	-	-
Net change in fund balances	20,857	(189,696)	(210,553)	-	330	330
Fund balances (deficits), beginning of year	424,498	424,498	-	81,432	81,432	-
Fund balances (deficits), end of year	$ 445,355	$ 234,802	$ (210,553)	$ 81,432	$ 81,762	$ 330

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	NSP Grant			E-911		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	18,576	18,576	-	-	-
Charges for services	-	-	-	1,890,000	2,181,311	291,311
Fines and forfeitures	-	-	-	-	-	-
Investment income	-	35	35	-	-	-
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	150	784	634
Total revenues	-	18,611	18,611	1,890,150	2,182,095	291,945
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	-	-	-	2,754,668	2,816,429	(61,761)
Public works	-	-	-	-	-	-
Housing and development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	-	-	2,754,668	2,816,429	(61,761)
Excess (deficiency) of revenues over (under) expenditures	-	18,611	18,611	(864,518)	(634,334)	230,184
Other financing sources (uses)						
Transfers in	-	-	-	864,518	864,518	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	864,518	864,518	-
Net change in fund balances	-	18,611	18,611	-	230,184	230,184
Fund balances (deficits), beginning of year	31,534	31,534	-	(8,266)	(8,266)	-
Fund balances (deficits), end of year	$ 31,534	$ 50,145	$ 18,611	$ (8,266)	$ 221,918	$ 230,184

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	$ 15,645	$ 15,645	$ -
Total revenues	15,645	15,645	-
Expenditures			
Debt service:			
Principal	13,232	13,232	-
Interest and fiscal charges	2,413	2,413	-
Total expenditures	15,645	15,645	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Other financing sources			
Transfers out	(131,604)	(131,604)	-
Total other financing sources	(131,604)	(131,604)	-
Net change in fund balances	(131,604)	(131,604)	-
Fund balance, beginning of year	131,604	131,604	-
Fund balance, end of year	$ -	$ -	$ -

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2005 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Project	Original Estimated Cost	Other Estimated Funding Sources	Current Estimated Cost	Prior Years	Current Year	Total
Roads	$ 20,000,000	$ 5,202,499	$ 25,202,499	$ 23,895,757	$ 332,842	$ 24,228,599
Mechanic Shop	2,000,000	125	2,000,125	1,960,491	-	1,960,491
Landfill	3,700,000	-	3,700,000	3,735,239	-	3,735,239
Civic Center	5,000,000	-	5,000,000	5,000,000	-	5,000,000
Radio Communication	6,000,000	5,149,139	11,149,139	11,047,213	-	11,047,213
Data Communication	1,625,000	-	1,625,000	1,636,159	-	1,636,159
Detention Center	3,600,000	-	3,600,000	3,543,798	-	3,543,798
County Office Complex	5,000,000	13,297,000	18,297,000	18,106,245	714,242	18,820,487
Community Building	500,000	56,300	556,300	559,303	-	559,303
Judicial Center Parking	265,000	800	265,800	523,517	-	523,517
Cousins Gym	500,000	-	500,000	478,459	-	478,459
Historic Jail	500,000	3,900	503,900	493,992	-	493,992
Land Acquisition	1,000,000	-	1,000,000	1,264,090	-	1,264,090
City Projects:						
Oxford	605,168	-	605,168	605,168	-	605,168
Porterdale	909,736	-	909,736	909,736	-	909,736
Newborn	166,325	-	166,325	166,325	-	166,325
Covington	3,693,385	-	3,693,385	3,693,385	-	3,693,385
Mansfield	125,384	-	125,384	125,384	-	125,384
Administration	3,610,002	33,936,895	37,546,897	39,064,399	-	39,064,399
	$ 58,800,000	$ 57,646,658	$ 116,446,658	$ 116,808,660	$ 1,047,084	$ 117,855,744

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2011 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Project	Original Estimated Cost	Other Estimated Funding Sources	Current Estimated Cost	Prior Years	Current Year	Total
Transportation/Roads	$ 17,280,860	$ 105,250	$ 17,386,110	$ 12,434,799	$ 1,906,408	$ 14,341,207
Detention Center	3,000,000	-	3,000,000	3,006,379	-	3,006,379
Administrative Building	5,000,000	-	5,000,000	5,007,880	-	5,007,880
Judicial Expansion	7,000,000	-	7,000,000	11,107,267	1,839,062	12,946,329
Recreation: Parks and Facilities	1,000,000	35,485	1,035,485	1,028,360	-	1,028,360
Recreation: Miracle Field	1,500,000	1,307,230	2,807,230	2,732,127	11,200	2,743,327
District 4 Recreation	500,000	-	500,000	462,585	35,175	497,760
District 4 Multi-Use	545,000	-	545,000	540,465	-	540,465
Cemetery Land	55,000	-	55,000	41,436	-	41,436
Animal Control Facility	100,000	-	100,000	96,718	-	96,718
Juvenile Court	500,000	-	500,000	522,409	69,860	592,269
Historic Jail	1,200,000	-	1,200,000	52,487	14,247	66,734
Agricultural Center	1,100,000	249,985	1,349,985	1,230,473	127,524	1,357,997
Fire Station #8	1,100,000	-	1,100,000	8,589	48,728	57,317
Emergency Room Expansion	4,000,000	-	4,000,000	2,343,547	1,656,453	4,000,000
Landfill	500,000	-	500,000	292,726	207,274	500,000
Public Works	500,000	337,492	837,492	837,491	-	837,491
Fleet Replacement	2,500,000	1,250,000	3,750,000	3,736,470	-	3,736,470
Fire Services Equipment	100,000	-	100,000	77,474	-	77,474
City Projects:						
Oxford	1,450,905	-	1,450,905	1,450,905	-	1,450,905
Porterdale	977,882	-	977,882	977,882	-	977,882
Newborn	396,714	-	396,714	396,714	-	396,714
Covington	8,798,999	-	8,798,999	8,798,999	-	8,798,999
Mansfield	298,077	-	298,077	298,077	-	298,077
	$ 59,403,437	$ 3,285,442	$ 62,688,879	$ 57,482,259	$ 5,915,931	$ 63,398,190
principal and interest on Solid Waste Authority debt.				(242,725)	(207,274)	
Total 2011 SPLOST Fund expenditures for the current fiscal year				$ 57,239,534	$ 5,708,657	

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2017 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Project	Original Estimated Cost	Other Estimated Funding Sources	Current Estimated Cost	Prior Years	Current Year	Total
Transportation	$ 18,330,793	$ -	$ 18,330,793	$ -	$ -	$ -
Debt Service	10,403,963	751,321	11,155,284	1,250,294	1,227,289	2,477,583
E911 Communication Co-occupied	3,666,159	-	3,666,159	-	32,068	32,068
Westside Youth Facility	495,427	-	495,427	-	-	-
Senior Expansion	1,783,537	-	1,783,537	-	1,029	1,029
Recreaton Department Existing Facilities	990,854	-	990,854	-	182,281	182,281
District 2 Improvements	495,426	-	495,426	-	128,587	128,587
Springhill Park Facility	495,426	-	495,426	-	735	735
Porterdale Park Upgrades	148,628	-	148,628	-	54,858	54,858
District 4 Existing Park Upgrades	495,427	-	495,427	-	-	-
Chimney Park	99,085	-	99,085	-	-	-
Yellow River Trail	1,337,652	-	1,337,652	-	-	-
Library	495,427	-	495,427	-	100,000	100,000
Animal Control Facility and Equipment	1,199,488	-	1,199,488	-	1,544	1,544
Washington Street	495,427	-	495,427	-	-	-
Sheriff's Office Upgrade	2,972,561	-	2,972,561	-	-	-
Solid Waste	1,387,195	-	1,387,195	-	-	-
Fleet Replacement	3,467,988	51,500	3,519,488	226,182	55,682	281,864
Fire Services	792,683	-	792,683	-	-	-
Economic Development (IDA)	990,854	-	990,854	-	-	-
City Projects:						
Oxford	1,500,965	-	1,500,965	273,082	310,566	583,648
Porterdale	2,436,714	-	2,436,714	443,324	504,175	947,499
Newborn	507,000	-	507,000	92,253	104,892	197,145
Covington	9,425,761	-	9,425,761	1,714,914	1,950,306	3,665,220
Mansfield	385,560	-	385,560	70,148	79,777	149,925
	$ 64,800,000	$ 802,821	$ 65,602,821	$ 4,070,197	$ 4,733,789	$ 8,803,986

AGENCY FUNDS

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

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

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

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2019

ASSETS	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court	Sheriff	Juvenile Court	Total
Cash and cash equivalents	$ 1,844,252	$ 972,401	$ 42,642	$ 81,695	$ 95,377	$ 1,573	$ 3,037,940
Taxes receivable	3,075,265	-	-	-	-	-	3,075,265
Total assets	$ 4,919,517	$ 972,401	$ 42,642	$ 81,695	$ 95,377	$ 1,573	$ 6,113,205
LIABILITIES							
Due to others	$ 4,919,517	$ 972,401	$ 42,642	$ 81,695	$ 95,377	$ 1,573	$ 6,113,205
Total liabilities	$ 4,919,517	$ 972,401	$ 42,642	$ 81,695	$ 95,377	$ 1,573	$ 6,113,205

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
TAX COMMISSIONER				
ASSETS				
Cash and cash equivalents	$ 1,617,274	$ 57,511,281	$ 57,284,303	$ 1,844,252
Taxes receivable	3,124,403	136,921,358	136,970,496	3,075,265
	$ 4,741,677	$ 194,432,639	$ 194,254,799	$ 4,919,517
LIABILITIES				
Due to others	$ 4,741,677	$ 55,605,466	$ 55,427,626	$ 4,919,517
	$ 4,741,677	$ 55,605,466	$ 55,427,626	$ 4,919,517
CLERK OF SUPERIOR COURT				
ASSETS				
Cash and cash equivalents	$ 891,152	$ 2,345,887	$ 2,264,638	$ 972,401
LIABILITIES				
Due to others	$ 891,152	$ 2,345,887	$ 2,264,638	$ 972,401
	$ 891,152	$ 2,345,887	$ 2,264,638	$ 972,401

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
PROBATE COURT				
ASSETS				
Cash and cash equivalents	$ 68,243	$ 327,514	$ 353,115	$ 42,642
LIABILITIES				
Due to others	$ 68,243	$ 327,514	$ 353,115	$ 42,642
MAGISTRATE COURT				
ASSETS				
Cash and cash equivalents	$ 24,483	$ 528,854	$ 471,642	$ 81,695
LIABILITIES				
Due to others	$ 24,483	$ 528,854	$ 471,642	$ 81,695
SHERIFF				
ASSETS				
Cash and cash equivalents	$ 69,407	$ 1,342,819	$ 1,316,849	$ 95,377
LIABILITIES				
Due to others	$ 69,407	$ 1,342,819	$ 1,316,849	$ 95,377

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
JUVENILE COURT				
ASSETS				
Cash and cash equivalents	$ 643	$ 930	$ -	$ 1,573
LIABILITIES				
Due to others	$ 643	$ 930	$ -	$ 1,573
TOTAL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	$ 2,671,202	$ 62,057,285	$ 61,690,547	$ 3,037,940
Taxes receivable	3,124,403	136,921,358	136,970,496	3,075,265
	$ 5,795,605	$ 198,978,643	$ 198,661,043	$ 6,113,205
LIABILITIES				
Due to others	$ 5,795,605	$ 60,151,470	$ 59,833,870	$ 6,113,205
	$ 5,795,605	$ 60,151,470	$ 59,833,870	$ 6,113,205

STATISTICAL SECTION

STATISTICAL SECTION

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

Contents ..... **Page**

Financial Trends ..... **110 – 115**

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

Revenue Capacity ..... **116 – 119**

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

Debt Capacity ..... **120 – 122**

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

Demographic and Economic Information ..... **123 and 124**

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

Operating Information ..... **125 – 127**

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

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

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NEWTON COUNTY, GEORGIA

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities:										
Net investment in capital assets	$ 226,907,846	$ 229,429,752	$ 211,951,488	$ 201,179,717	$ 191,442,470	$ 179,416,742	$ 169,867,309	$ 167,948,787	$ 157,345,105	$ 123,873,772
Restricted	27,682,733	24,610,659	28,039,469	28,767,304	29,953,772	33,265,276	33,052,892	31,679,317	26,094,471	42,783,096
Unrestricted	2,674,908	(920,756)	8,270,070	8,967,522	6,516,962	5,221,815	1,182,563	(4,779,468)	15,167,093	36,315,082
Total governmental activities net position	$ 257,265,487	$ 253,119,655	$ 248,261,027	$ 238,914,543	$ 227,913,204	$ 217,903,833	$ 204,102,764	$ 194,848,636	$ 198,606,669	$ 202,971,950
Business-type activities:										
Net investment in capital assets	$ 27,486,287	$ 28,509,295	$ 30,639,514	$ 35,430,114	$ 36,563,019	$ 36,555,145	$ 39,236,128	$ 38,813,906	$ 27,142,372	$ 29,334,136
Restricted	2,096,353	2,509,165	2,800,817	2,843,240	4,422,173	5,255,914	5,621,418	6,485,218	2,979,055	2,394,792
Unrestricted	5,306,139	4,215,182	3,374,547	(205,233)	(1,988,942)	(1,022,755)	(10,701,903)	(8,956,594)	(1,058,495)	948,261
Total governmental activities net position	$ 34,888,779	$ 35,233,642	$ 36,814,878	$ 38,068,121	$ 38,996,250	$ 40,788,304	$ 34,155,643	$ 36,342,530	$ 29,062,932	$ 32,677,189
Primary government:										
Net investment in capital assets	$ 254,394,133	$ 257,939,047	$ 242,591,002	$ 236,609,831	$ 228,005,489	$ 215,971,887	$ 209,103,437	$ 206,762,693	$ 184,487,477	$ 153,207,908
Restricted	29,779,086	27,119,824	30,840,286	31,610,544	34,375,945	38,521,190	38,674,310	38,164,535	29,073,526	45,177,888
Unrestricted	7,981,047	3,294,426	11,644,617	8,762,289	4,528,020	4,199,060	(9,519,340)	(13,736,062)	14,108,598	37,263,343
Total governmental activities net position	$ 292,154,266	$ 288,353,297	$ 285,075,905	$ 276,982,664	$ 266,909,454	$ 258,692,137	$ 238,258,407	$ 231,191,166	$ 227,669,601	$ 235,649,139

NEWTON COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Governmental activities:										
General government	$ 7,820,693	$ 7,176,209	$ 7,036,466	$ 6,920,643	$ 7,533,759	$ 7,485,799	$ 14,288,327	$ 17,980,423	$ 24,254,115	$ 11,292,822
Judicial	5,258,579	4,810,228	5,037,480	5,406,702	5,710,033	6,043,628	6,694,334	4,643,627	6,638,406	7,562,114
Public safety	29,855,552	29,000,715	29,646,199	31,376,390	30,826,480	31,654,200	33,224,136	34,578,844	37,335,611	39,617,868
Public works	14,965,616	15,207,675	17,989,182	19,098,371	25,702,670	20,082,262	18,629,383	21,097,126	18,349,291	19,259,804
Health and welfare	1,067,316	941,975	856,581	844,246	766,260	778,275	1,224,761	1,212,755	1,250,959	1,311,484
Culture and recreation	5,151,820	4,792,433	3,344,946	3,483,545	3,318,912	3,576,071	4,434,377	3,322,222	3,483,713	3,501,119
Housing and development	2,359,872	1,558,620	1,214,808	1,272,176	1,372,146	1,780,917	1,102,413	1,037,357	1,364,862	2,385,462
Interest on long-term debt	1,840,681	1,007,034	761,363	735,764	556,395	515,129	273,612	478,930	612,800	909,575
Total governmental activities expenses	68,320,129	64,494,889	65,887,025	69,137,837	75,786,655	71,916,281	79,871,343	84,351,284	93,289,757	85,840,248
Business-type activities:										
Water	4,603,439	6,322,906	6,487,529	6,155,568	5,794,325	5,886,594	6,235,629	6,745,310	6,396,264	6,685,571
Special facilities	46,968	61,791	44,708	42,168	48,276	35,772	111,383	147,157	237,007	398,524
Solid waste	2,832,068	3,352,000	3,227,776	4,572,440	4,369,003	4,327,308	11,208,804	4,469,402	4,696,455	4,506,172
Total business-type activities expenses	7,482,475	9,736,697	9,760,013	10,770,176	10,211,604	10,249,674	17,555,816	11,361,869	11,329,726	11,590,267
Total primary government expenses	$ 75,802,604	$ 74,231,586	$ 75,647,038	$ 79,908,013	$ 85,998,259	$ 82,165,955	$ 97,427,159	$ 95,713,153	$ 104,619,483	$ 97,430,515
Program revenues										
Governmental activities:										
Charges for services:										
General government	$ 1,968,620	$ 1,330,529	$ 2,232,650	$ 1,771,103	$ 1,707,308	$ 1,884,784	$ 2,118,021	$ 2,842,476	$ 2,922,064	$ 2,973,394
Judicial	2,723,312	2,846,198	2,390,522	2,483,423	2,413,909	2,461,150	2,581,952	2,257,358	2,432,597	2,519,647
Public safety	2,725,913	2,878,341	3,128,360	2,709,277	2,847,304	2,761,245	2,804,679	3,381,419	3,249,502	3,785,928
Public works	844,183	919,777	1,046,194	1,021,988	1,006,911	1,007,308	1,017,634	1,393,093	1,469,630	1,523,901
Health and welfare	-	-	-	-	-	-	68,962	86,638	75,166	67,561
Culture and recreation	5,896	6,303	7,756	4,975	5,538	5,805	6,499	387,488	370,873	370,824
Housing and development	283,973	463,721	206,127	196,655	621,478	853,693	991,364	782,685	880,571	888,357
Operating grants and contributions	3,846,360	3,133,512	2,748,444	4,446,175	7,617,915	3,065,913	3,957,846	5,756,792	4,090,908	5,191,885
Capital grants and contributions	1,268,096	255,450	174,620	258,229	82,375	2,045,665	1,767,884	740,657	6,889,967	1,727,729
Total governmental activities program revenues	13,666,353	11,833,831	11,934,673	12,891,825	16,302,738	14,085,563	15,314,841	17,628,606	22,381,278	19,049,226
Business-type activities:										
Charges for services	7,799,459	9,194,258	10,014,248	10,321,636	10,348,740	11,303,912	11,407,025	12,355,960	14,818,542	13,616,751
Total business-type activities program revenues	7,799,459	9,194,258	10,014,248	10,321,636	10,348,740	11,303,912	11,407,025	12,355,960	14,818,542	13,616,751
Total primary government program revenues	$ 21,465,812	$ 21,028,089	$ 21,948,921	$ 23,213,461	$ 26,651,478	$ 25,389,475	$ 26,721,866	$ 29,984,566	$ 37,199,820	$ 32,665,977

(Continued)

NEWTON COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Net (expense)/revenue:										
Governmental activities	$ (54,653,776)	$ (52,661,058)	$ (53,952,352)	$ (56,246,012)	$ (59,483,917)	$ (57,830,718)	$ (64,556,502)	$ (66,722,678)	$ (70,908,479)	$ (66,791,022)
Business-type activities	316,984	(542,439)	254,235	(448,540)	137,136	1,054,238	(6,148,791)	994,091	3,488,816	2,026,484
Total primary government net expense	$ (54,336,792)	$ (53,203,497)	$ (53,698,117)	$ (56,694,552)	$ (59,346,781)	$ (56,776,480)	$ (70,705,293)	$ (65,728,587)	$ (67,419,663)	$ (64,764,538)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	$ 29,206,096	$ 28,579,308	$ 26,221,203	$ 24,267,110	$ 25,281,952	$ 26,084,591	$ 30,730,890	$ 33,154,213	$ 37,935,899	$ 41,607,224
Sales taxes	16,662,197	16,510,540	18,506,632	18,952,178	18,396,452	19,063,384	18,772,992	19,254,415	20,620,046	23,465,386
Other taxes	4,017,196	3,809,910	5,029,810	5,562,758	5,582,868	5,898,427	6,484,701	6,174,406	6,590,717	6,962,222
Unrestricted investment earnings	98,293	77,838	44,911	34,895	8,501	11,543	17,114	65,710	108,151	482,430
Joint venture equity	44,185	73,854	21,703	(7,743)	(31,760)	-	-	-	-	-
Gain on sale of capital assets	-	16,008	19,454	240,612	13,646	-	7,256	-	-	-
Transfers	(2,631,033)	(552,233)	(750,000)	(1,745,705)	(769,078)	(715,093)	(1,197,080)	(1,180,194)	9,411,699	(1,360,959)
Special items	-	-	-	-	-	-	(4,000,000)	-	-	-
Total governmental activities	47,396,934	48,515,225	49,093,713	47,304,105	48,482,581	50,342,852	50,815,873	57,468,550	74,666,512	71,156,303
Business-type activities:										
Unrestricted investment earnings	364,631	322,494	384,528	28,567	21,915	22,723	15,289	12,602	104,375	226,814
Gain on sale of capital assets	-	12,575	192,473	25,000	-	-	35,175	-	(1,461,090)	-
Transfers	2,631,033	552,233	750,000	1,745,705	769,078	715,093	1,197,080	1,180,194	(9,411,699)	1,360,959
Special items	-	-	-	-	-	-	(1,731,414)	-	-	-
Total business-type activities	2,995,664	887,302	1,327,001	1,799,272	790,993	737,816	(483,870)	1,192,796	(10,768,414)	1,587,773
Total primary government	$ 50,392,598	$ 49,402,527	$ 50,420,714	$ 49,103,377	$ 49,273,574	$ 51,080,668	$ 50,332,003	$ 58,661,346	$ 63,898,098	$ 72,744,076
Change in Net Position										
Governmental activities	$ (7,256,842)	$ (4,145,833)	$ (4,858,639)	$ (8,941,907)	$ (11,001,336)	$ (7,487,866)	$ (13,740,629)	$ (9,254,128)	$ 3,758,033	$ 4,365,281
Business-type activities	3,312,648	344,863	1,581,236	1,350,732	928,129	1,792,054	(6,632,661)	2,186,887	(7,279,598)	3,614,257
Total primary government	$ (3,944,194)	$ (3,800,970)	$ (3,277,403)	$ (7,591,175)	$ (10,073,207)	$ (5,695,812)	$ (20,373,290)	$ (7,067,241)	$ (3,521,565)	$ 7,979,538

NEWTON COUNTY, GEORGIA

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Reserved	$ 709,031	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved	3,675,689	-	-	-	-	-	-	-	-	-
Nonspendable:										
Prepaids and inventories	-	523,573	352,126	397,862	364,301	193,419	306,914	336,493	289,201	570,659
Restricted:										
General Government	-	-	-	-	-	185	-	-	-	-
Assigned	-	-	175,000	15,000	-	396,063	32,196	525,393	457,972	-
Unassigned	-	5,938,172	7,962,318	7,295,286	6,127,893	5,247,626	4,678,421	7,335,966	11,521,937	19,366,740
Total General Fund	$ 4,384,720	$ 6,461,745	$ 8,489,444	$ 7,708,148	$ 6,492,194	$ 5,837,293	$ 5,017,531	$ 8,197,852	$ 12,269,110	$ 19,937,399
All Other Governmental Funds										
Reserved	$ 22,033,235	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved, undesignated	-	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	5,615,544	-	-	-	-	-	-	-	-	-
Debt service funds	766,101	-	-	-	-	-	-	-	-	-
Capital projects funds	3,795,846	-	-	-	-	-	-	-	-	-
Nonspendable:										
Prepaids and inventories	-	133,319	167,959	7,920	10,197	7,966	3,643	-	-	-
Long-term advances	-	-	-	-	-	1,500,000	-	-	-	-
Restricted:										
General government	-	132,649	105,500	214,866	276,553	300,713	163,125	378,881	420,338	474,719
Judicial	-	370,115	351,884	396,360	314,857	469,133	574,150	663,466	671,962	452,562
Public safety	-	5,588,130	5,253,364	3,207,061	2,095,593	1,272,382	1,764,620	2,111,228	2,972,308	3,176,936
Public works		(30,940)	(43,710)	-	(14,830)	-	32,096	192,579	-	-
Culture and recreation	-	(40,920)	11,990	-	(8,372)	-	-	-	-	-
Health and welfare	-	-	(10,561)	11,250	11,250	-	122	122	29,930	35,300
Housing and development	-	-	-	-	-	-	-	-	-	-
Debt service	-	2,664,015	2,398,188	3,009,692	3,009,692	2,858,700	-	-	-	-
Capital projects	-	26,064,022	25,260,441	27,240,413	27,240,413	32,702,886	30,515,136	33,950,694	22,035,946	38,643,579
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	390,041	131,456	131,604	-
Unassigned:										
Special revenue funds	-	-	-	(129,628)	-	-	-	(395,144)	(729,940)	(695,777)
Capital projects funds	-	-	-	-	-	(3,292,077)	(2,004,321)	(938,816)	-	-
Total all other governmental funds	$ 32,210,726	$ 34,880,390	$ 33,495,055	$ 33,957,934	$ 32,935,353	$ 35,819,703	$ 31,438,612	$ 36,094,466	$ 25,532,148	$ 42,087,319

(1) Beginning July 1, 2010, the County implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

NEWTON COUNTY, GEORGIA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Taxes	$ 51,669,478	$ 51,228,233	$ 51,844,371	$ 49,568,808	$ 48,855,214	$ 50,984,721	$ 55,863,418	$ 58,855,239	$ 64,274,820	$ 71,849,863
Licenses and permits	315,412	309,427	265,405	270,718	468,976	565,903	627,846	876,815	981,952	968,636
Intergovernmental	3,609,262	3,150,134	2,886,094	4,623,729	7,617,044	4,100,443	5,004,131	5,921,341	5,101,884	6,267,388
Charges for services	4,326,821	4,671,267	4,708,862	4,095,754	5,921,160	5,831,133	6,092,745	6,502,552	7,074,269	7,642,087
Fines and forfeitures	1,778,997	1,882,297	1,724,348	1,874,396	1,844,091	1,969,771	2,001,297	1,928,727	1,688,733	1,830,343
Investment income	269,150	144,659	75,871	60,253	27,982	35,434	41,796	65,474	107,911	482,430
Contributions	6,172	1,724	2,803	13,971	26,126	43,520	23,596	66,392	852,060	94,885
Miscellaneous	954,003	481,851	705,440	798,813	782,619	829,090	1,060,883	1,148,429	1,043,195	1,172,586
Total revenues	$ 62,929,295	$ 61,869,592	$ 62,213,194	$ 61,306,442	$ 65,543,212	$ 64,360,015	$ 70,715,712	$ 75,364,969	$ 81,124,824	$ 90,308,218
Expenditures										
General government	$ 6,426,697	$ 5,932,763	$ 5,594,296	$ 6,619,230	$ 5,788,160	$ 6,449,561	$ 7,462,273	$ 7,388,745	$ 19,523,430	$ 9,817,534
Judicial	5,064,680	4,691,109	4,907,620	5,304,172	5,624,412	5,928,040	6,456,453	6,670,664	6,722,938	7,297,606
Public safety	27,165,996	26,757,143	27,236,777	28,565,476	29,046,169	29,363,101	30,981,218	32,513,402	32,239,793	36,112,061
Public works	4,193,556	4,211,044	4,202,811	4,522,541	5,180,737	4,735,519	5,634,550	5,105,788	6,512,738	5,763,526
Health and welfare	1,084,048	966,851	877,027	860,937	764,792	787,418	2,036,179	1,206,446	1,214,432	1,196,004
Culture and recreation	4,749,364	3,215,933	2,813,367	3,714,555	2,717,064	2,748,044	3,529,903	2,782,328	2,781,149	2,791,352
Housing and development	2,515,250	1,600,773	1,198,507	1,265,046	1,371,985	1,332,190	1,093,368	1,037,357	1,320,547	1,391,307
Intergovernmental	337,263	823,091	1,905,375	1,902,600	1,845,023	1,913,036	1,883,239	2,473,302	-	-
Capital outlay	3,162,645	4,584,511	5,259,205	4,773,271	12,435,972	5,286,856	11,759,660	19,434,491	23,700,444	11,021,838
Debt service:										
Principal retirement	8,154,235	8,139,409	767,237	2,007,402	2,206,323	3,703,389	2,709,221	1,874,471	2,462,112	2,017,709
Interest and fiscal charges	2,163,150	1,111,888	9,179,366	614,362	524,234	496,868	233,181	410,987	559,415	944,092
Total expenditures	65,016,884	62,034,515	63,941,588	60,149,592	67,504,871	62,744,022	73,779,245	80,897,981	97,036,998	78,353,029
Excess (deficiency) of revenues over (under) expenditures	(2,087,589)	(164,923)	(1,728,394)	1,156,850	(1,961,659)	1,615,993	(3,063,533)	(5,533,012)	(15,912,174)	11,955,189

(Continued)

NEWTON COUNTY, GEORGIA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Other Financing Sources (Uses)										
Capital leases	-	-	2,969,934	-	784,735	552,931	87,784	14,440,598	-	13,572,423
Issuance of bonds	-	-	3,425,000	-	360,000	-	6,400,000	-	-	-
Payments to escrow agent	-	-	(3,429,914)	-	-	-	(7,265,378)	-	-	-
Transfers in	5,084,036	3,456,834	3,254,478	6,051,403	5,232,830	1,896,925	4,549,204	3,277,256	13,217,191	3,736,325
Transfers out	(7,041,927)	(4,724,655)	(3,868,196)	(7,797,081)	(6,001,909)	(2,612,018)	(5,746,284)	(4,364,055)	(3,805,492)	(5,097,284)
Proceeds from sale of capital assets	11,916	16,008	19,454	270,411	13,634	-	7,256	15,388	9,415	56,807
Total other financing sources (uses)	(1,945,975)	(1,251,813)	2,370,756	(1,475,267)	389,290	(162,162)	(1,967,418)	13,369,187	9,421,114	12,268,271
Net change in fund balances	$ (4,033,564)	$ (1,416,736)	$ 642,362	$ (318,417)	$ (1,572,369)	$ 1,453,831	$ (5,030,951)	$ 7,836,175	$ (6,491,060)	$ 24,223,460
Debt service as a percentage of noncapital expenditures	16.7%	16.1%	17.0%	4.7%	5.0%	7.3%	4.7%	3.7%	4.1%	4.4%

NEWTON COUNTY, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)

Fiscal Year Ended June 30,	Real Property		Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other (1)					
2010	$ 2,155,819	860,807	242,535	4,450	416,302	2,847,308	9.730	7,118,270	40%
2011	1,797,664	709,800	217,739	3,325	362,772	2,365,756	10.730	5,914,390	40%
2012	1,609,066	710,446	218,780	3,599	364,104	2,177,787	10.910	5,444,468	40%
2013	1,372,380	699,094	227,748	2,852	353,685	1,948,389	10.910	4,870,973	40%
2014	1,232,668	698,075	240,209	2,497	330,197	1,843,252	11.540	4,608,130	40%
2015	1,403,261	699,910	203,335	2,817	339,585	1,969,738	11.225	4,924,345	40%
2016	1,538,468	736,342	149,190	2,945	368,118	2,058,827	12.990	5,147,068	40%
2017	1,659,816	775,606	113,941	3,118	390,264	2,162,217	12.990	5,405,543	40%
2018	1,891,990	822,653	86,195	2,264	437,944	2,365,158	13.441	5,912,895	40%
2019	2,113,395	863,196	66,524	2,461	458,853	2,586,723	13.441	6,466,808	40%

Source: Newton County Tax Commissioner
(1) Includes Mobile Home, Timber, and Heavy Equipment

NEWTON COUNTY, GEORGIA

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

	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Newton County rates										
Maintenance & Operations										
Unincorporated	9.73	10.91	10.91	10.91	11.54	11.23	12.99	12.99	13.44	13.44
Emergency Medical Services	0.45	0.45	0.45	0.45	0.45	0.45	0.45	0.45	-	-
Fire Protection	0.79	0.79	0.79	0.79	0.79	0.79	0.84	0.89	0.89	0.89
Hospital Authority	1.20	1.20	1.20	1.20	1.20	1.20	-	-	-	-
Board of Education										
Maintenance and Operations	19.21	21.00	21.07	21.90	21.90	20.45	20.00	20.00	20.00	20.00
State of Georgia	0.25	0.25	0.25	0.20	0.15	0.10	0.05	-	-	-
Total Unincorporated	31.63	34.60	34.68	35.45	36.03	34.22	34.33	34.33	34.33	34.33
Covington CID	-	-	-	-	-	-	-	-	5.00	5.00
Total Municipalities										
Mansfield	5.32	5.58	5.58	5.58	5.58	5.08	4.72	4.60	4.42	4.16
Newborn	1.80	1.94	1.97	1.94	2.03	1.89	1.88	1.86	1.83	1.77
Oxford	5.51	6.28	7.06	7.60	7.85	7.57	7.76	7.24	6.62	6.62
Porterdale	9.16	17.52	19.89	19.89	19.39	17.91	17.91	17.91	17.31	13.72
Social Circle (1)	23.18	23.46	24.05	24.28	24.28	27.20	26.50	25.85	25.04	27.55
City of Covington	8.21	8.21	8.21	8.21	8.20	7.71	7.65	7.65	7.65	7.65

Source: Newton County Tax Commissioner

(1) The City of Social Circle's tax rate includes the tax rate to fund the Social Circle City Board of Education

NEWTON COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

	2019			2010		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bard C R	$ 76,925,395	1	2.97 %	$ 39,507,803	3	1.39 %
SKC, Inc.	62,579,774	2	2.42	51,523,636	1	1.81
General Mills	42,306,405	3	1.64	46,178,442	2	1.62
Tenneco/Pactive	32,383,761	4	1.25	32,731,030	4	1.15
Fibervision	27,020,597	5	1.04	16,106,258	8	0.57
Georgia Power	24,991,724	6	0.97	15,325,656	9	0.54
Nisshinbo	21,570,140	7	0.83	20,763,526	7	0.73
Snapping Shoals EMC	20,444,884	8	0.79	23,065,748	5	0.81
BellSouth/AT&T	19,304,101	9	0.75			
Eric Zorn/Walmart	14,483,963	10	0.56	11,978,638	10	0.42
Komatsu Forklift USA	-	-	-	22,822,853	6	0.80
Totals	$ 342,010,744		13.22 %	$ 280,003,590		9.83 %

The fiscal year 2019 total taxable assessed value is: $ 2,586,667,710
The fiscal year 2010 total taxable assessed value is: $ 2,847,396,781

Source: Newton County Tax Commissioner

NEWTON COUNTY, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	$ 25,302,008	23,141,779	91.5	1,784,230	24,926,009	98.5 %
2011	23,398,585	22,506,797	96.2	98,961	22,605,758	96.6
2012	21,322,577	20,537,949	96.3	420,933	20,958,882	98.3
2013	18,739,421	18,307,884	97.7	431,536	18,739,420	100.0
2014	18,470,300	18,131,491	98.2	338,809	18,470,300	100.0
2015	19,796,280	19,511,312	98.6	284,968	19,796,280	100.0
2016	24,768,366	24,476,284	98.8	210,466	24,686,750	99.7
2017	26,566,593	26,248,761	98.8	242,132	26,490,893	99.7
2018	30,479,008	30,093,892	98.7	170,288	30,264,180	99.3
2019	33,840,919	33,301,213	98.4	371,980	33,673,193	99.5

Source: Newton County Tax Commissioner

NEWTON COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Governmental Activities			Business-type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Capital Leases and GEFA Notes	Installment Sale Agreements	Revenue Bonds	Capital Leases and GEFA Notes			
2010	$ 16,050,000	3,882,352	14,480,000	34,010,000	315,652	68,738,004	2.61	691
2011	10,145,000	2,967,623	13,005,000	32,405,000	47,596	58,570,219	2.23	585
2012	4,040,000	3,981,803	11,525,000	30,510,000	4,422,403	54,479,206	1.97	542
2013	3,357,500	2,911,904	10,775,000	25,040,000	5,008,179	47,092,583	1.68	466
2014	2,655,000	2,925,110	9,880,000	22,975,000	4,744,446	43,179,556	1.49	422
2015	1,937,500	2,203,485	8,955,000	20,905,000	4,373,513	38,374,498	1.27	370
2016	1,200,000	1,386,209	7,430,000	18,795,000	4,374,562	33,185,771	1.03	315
2017	1,705,104	14,643,303	6,315,000	16,640,000	3,924,063	43,227,470	1.29	404
2018	517,551	14,508,744	5,175,000	37,376,465	2,285,593	59,863,353	1.70	554
2019	13,767,479	13,874,956	4,015,000	34,003,279	2,173,019	67,833,733	1.83	619

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

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

NEWTON COUNTY, GEORGIA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds (1)	Percentage of Estimated Actual Value of Taxable Property (2)	Bonded Debt Per Capita (3)
2010	$ 16,050,000	225.48%	161
2011	10,145,000	171.53%	101
2012	4,040,000	74.20%	40
2013	3,357,500	68.93%	33
2014	2,655,000	57.62%	26
2015	1,937,500	39.35%	19
2016	1,200,000	23.31%	11
2017	1,705,104	31.54%	16
2018	517,551	8.75%	5
2019	13,767,479	212.89%	126

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

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

NEWTON COUNTY, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	$ 284,731	$ 236,576	$ 217,779	$ 194,839	$ 184,325	$ 196,974	$ 205,883	$ 216,222	$ 236,516	$ 258,672
Total net debt applicable to limit	16,050	10,145	4,040	3,358	2,655	1,938	1,200	1,705	518	13,767
Legal debt margin	$ 268,681	$ 226,431	$ 213,739	$ 191,481	$ 181,670	$ 195,036	$ 204,683	$ 214,517	$ 235,998	$ 244,905
Total net debt applicable to the limit as a percentage of debt limit	5.64%	4.29%	1.86%	1.72%	1.44%	0.98%	0.58%	0.79%	0.22%	5.32%

Legal Debt Margin Calculation for Fiscal Year 2019

Assessed value	$ 2,586,723
Debt limit (10% of assessed value)	258,672
Debt applicable to limit:	
General obligation bonds	13,767
Less: Amount set aside for repayment of General obligation debt	-
Total net debt applicable to limit	13,767
Legal debt margin	$ 244,905

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

NEWTON COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (amounts expressed in thousands) (1)	Per Capita Personal Income	Median Age (2)	School Enrollment (3)	Unemployment Rate (4)
2010	99,494	2,634,855	26,483	33.7	N/A	11.7 %
2011	100,169	2,623,010	26,186	35.0	N/A	12.2
2012	100,565	2,759,412	27,439	36.0	N/A	11.0
2013	101,122	2,805,018	27,739	36.3	N/A	9.7
2014	102,272	2,899,542	28,351	36.1	19,522	8.2
2015	103,790	3,023,291	29,129	35.7	19,651	6.7
2016	105,324	3,210,695	30,484	36.1	19,709	6.0
2017	106,999	3,354,135	31,347	36.0	19,664	5.4
2018	108,078	3,517,731	32,548	36.1	19,758	5.3
2019	109,541	3,696,995	33,750	36.2	19,617	4.5

(1) Source: Bureau of Economic Analysis
(2) Source: U.S. Census Bureau - American Fact Finder
(3) Source: Newton County Board of Education
(4) Source: Georgia Department of Labor

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

NEWTON COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

	2019			2010		
Taxpayer	**Employees (1)**	**Rank**	**Percentage of Total County Employment (2)**	**Employees (1)**	**Rank**	**Percentage of Total County Employment (2)**
Newton County Board of Education	2,324	1	4.70 %	1,980	1	4.80 %
Becton Dickinson & Company	942	2	1.90	600	2	1.40
Takeda Pharmaceuticals	900	3	1.82	-	-	-
Piedmont Newton Hospital	671	4	1.36	545	3	1.30
Pactiv Corporation	650	5	1.31	500	4	1.20
Newton County Government	615	6	1.24	483	5	1.20
General Mills	395	7	0.80	375	6	0.90
Nisshinbo	373	8	0.75	-	-	-
City of Covington	328	9	0.66	340	7	0.80
SRG	310	10	0.63	300	8	0.70
Clarion Metals	-	-	-	280	9	0.70
Specialty Yarn & Converting	-	-	-	250	10	0.60
Totals	7,508		15.17 %	5,653		13.60 %

(1) Source: Newton County Chamber of Commerce
(2) Source: Georgia Department of Labor County Profile, workforce - 49,474 (November 2019)

NEWTON COUNTY, GEORGIA

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

	Full-time Equivalent Employees as of June 30,									
Function	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**
General Government	129	116	113	105	117	119	128	142	145	162
Public Safety										
Sheriff										
Officers (including SRO)	126	122	114	134	137	137	145	150	141	152
Civilians	13	11	14	19	20	18	12	14	13	17
Detention										
Officers	96	82	84	71	70	71	83	90	76	87
Admin (Other)	21	17	20	18	18	20	25	25	26	28
Fire										
Firefighters and Officers	72	67	68	61	63	65	74	76	87	96
Civilians	6	6	7	11	11	10	2	2	2	4
Coroner	1	1	1	1	1	1	1	1	1	1
Animal Control	9	9	8	7	7	8	9	9	9	9
Emergency Management	2	2	2	2	2	2	2	2	2	2
Public Works										
Highways and streets	53	50	35	35	29	31	39	35	31	38
Fleet Maintenance	-	-	10	8	10	10	10	10	9	8
Engineering	5	4	4	1	2	2	-	-	-	-
Water Resources	8	11	10	10	12	9	16	17	18	19
Solid Waste Disposal and Recycling	18	17	18	15	15	18	16	18	10	13
Clean and Beautiful	-	-	-	-	-	-	2	2	2	2
Parks and Recreation	21	24	23	23	17	17	25	24	29	32
Planning and Development	11	15	15	17	15	16	16	15	15	16
Total	591	554	546	538	546	554	605	632	616	686

Source: 2009-2015 Newton County Payroll Office; 2016-2019 Newton County Human Resources

NEWTON COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN CALENDAR YEARS

Function	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental:										
Sheriff Department										
Physical arrest	7,950	7,168	7,032	6,958	6,964	6,931	6,753	6,495	6,194	6,187
Parking violations	1	-	2	-	2	5	9	4	7	2
Traffic violations	1,745	1,337	2,681	2,683	3,758	4,361	3,715	3,143	4,113	5,132
Fire Department										
Fires Extinguished										
Structures	125	317	317	78	141	117	120	119	91	90
Vehicles	80	74	74	45	48	58	59	71	55	61
Emergency Responses	4,728	4,919	4,919	4,170	6,521	6,468	6,455	7,050	7,022	7,149
Fire Inspections	85	197	197	161	251	242	280	287	372	354
Parks and Recreation										
Recreation Participants										
Youth	3,485	2,857	2,857	2,383	2,528	2,497	2,205	2,313	2,423	2,203
Adults	1,435	1,054	1,054	884	824	856	462	630	585	325
Athletic fields	27	27	27	27	27	27	27	27	27	25
Business-type:										
Landfill										
Refuse Collection (tons/day)	261	261	261	240	266	273	249	259	261	253
Recyclables Centers	11	11	11	11	11	11	11	11	5	6
Recyclables Centers (tons/day)	N/A	N/A	N/A	81	89	86	73	40	30	35
Newspaper Collections (tons/day)	413	401	401	430	500	525	550	600	100	44
Scrap Metal Collections (tons/day)	850	785	785	900	1,050	1,000	850	875	250	273
Glass Collections (tons/day)	192	220	220	290	310	320	350	300	250	40
Cardboard Collections (tons/day)	585	490	490	550	600	575	610	650	200	123

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

Sources: Various County Departments.

NEWTON COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
Function/Program	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**
Sheriff Department										
Stations	2	2	2	3	3	3	3	3	3	3
Patrol Units	42	43	43	43	47	51	55	61	64	69
Fire Stations	7	7	7	7	7	7	7	7	7	7
Public Works										
Streets (miles)	778	778	778	779	781	781	782	784	784	786
Traffic Signals	3	3	3	3	3	3	3	3	3	3
Culture and Recreation										
Park Acreage	320.0	360.0	360	360	360	360	360	360	351	351
Playgrounds	11	11	11	11	11	12	12	12	12	10
Baseball/Softball Diamonds	21	21	21	21	21	21	21	21	21	20
Soccer/Football Fields	2	2	2	2	2	2	2	2	2	2
Community Centers	1	1	1	1	1	1	1	1	1	1

NOTE: No capital asset indicators are available for the general government function.

NOTE: Street miles only includes County maintained roads.

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*

To the Board of Commissioners
of Newton County, Georgia
Covington, Georgia

We have audited, 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, 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 Newton County, Georgia, (the "County") as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's, basic financial statements, and have issued our report thereon dated December 31, 2019. Our report includes a reference to other auditors who audited the financial statements of the Newton County Department of Public Health, the Newton County Industrial Development Authority, the Newton County Library System, and the Newton County Recreation Commission, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

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

Macon, Georgia
December 31, 2019

MAULDIN & JENKINS
CPAs & ADVISORS

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

To the Board of Commissioners
of Newton County, Georgia
Covington, Georgia

We have audited Newton 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 Newton County, Georgia's major federal programs for the year ended June 30, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Newton County, Georgia'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 fiscal year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our 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 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.

Macon, Georgia
December 31, 2019

Mauldin & Jenkins, LLC

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services				
Pass Through Program - Northeast Georgia Regional Commission				
Community Care Services Program - Title III, Part B	93.044	SFY 2019	$ 9,342	$ -
Community Care Services Program - Title III, Part C	93.045	SFY 2019	138,421	-
Nutrition Services Incentive Program	93.053	SFY 2019	33,425	-
Total Aging Cluster			181,188	-
Pass Through Program - Georgia Department of Human Resources				
Community Services Block Grant	93.569	42700-040-0000063891	13,102	19,149
		42700-040-0000074593	41,750	19,184
Total 477 Cluster			54,852	38,333

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services (Continued)				
Pass Through Program - Northeast Georgia Regional Commission				
National Family Caregiver Support, Title III, Part E	93.052	SFY 2019	4,443	-
Social Services Block Grant	93.667	SFY 2019	6,937	-
CCSP Medicaid	93.779	SFY 2019	15,617	-
Viewpoint Health				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	2018-14TI25929A	75,227	-
				-
			75,227	-
Total U.S. Department of Health and Human Services			**$ 338,264**	**$ 38,333**

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Justice				
Direct				
Edward Byrne Grant Memorial Justice Assistance	16.738	2015-DJ-BX-0405	$ 26,731	$ -
		2016-DJ-BX-0479	1,138	-
		2017-DJ-BX-0510	27,871	-
		2018-DJ-BX-0729	16,884	-
			72,624	-
Justice and Mental Health Collaboration Program (JMHCP)	16.745	2017-MO-BX-0024	65,488	-
Body Worn Camera Policy and Implementation	16.835	2017-BC-BX-0044	28,197	-
			28,197	-

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Justice (Continued)				
Pass Through Program - Criminal Justice Coordinating Council				
Crime Victim Assistance	16.575	2016-VA-GX-0023 (C16-8-207)	16,198	-
		2014-VA-GX-0028 (C15-8-374)	10,582	-
		2017-VA-GX-0009 (C17-8-171)	36,499	-
		2017-VA-GX-0009 (C17-8-170)	18,933	-
		2016-VA-GX-0023 (C16-8-355)	16,462	-
		2016 VA GX 0023 (C16 8 355)	11,255	-
			109,929	-
Residential Substance Abuse Treatment	16.593	2015-RT-BX-0046 (R15-8-002)	26,989	-
		2016-RT-BX-0029 (R16-8-002)	22,952	-
			49,941	-
Bulletproof Vest Partnership Program	16.607	FYE 2016-2017	1,291	-
Total U.S. Department of Justice			**$ 327,470**	**$ -**

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
U.S. Department of Homeland Security				
Direct - Federal Emergency Management Agency				
Assistance to Firefighters Grant Program	97.044	EMW-2016-FO-06369	18,715	-
Pass Through Program - Georgia Planning and Budget				
Emergency Management Performance Grant	97.042	OEM17-109	29,987	-
Pass Through Program - Georgia Emergency Management Agency				
Disaster Grants - Public Assistance	97.036	Disaster 4259	184,628	-
		Disaster 4338	7,860	-
			192,488	-
Total U.S. Department of Homeland Security			**$ 241,190**	**$ -**

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
U.S. Environmental Protection Agency				
Pass Through Program- Georgia Environmental Finance Authority	66.458	Loan #DW2017023	$ 24,484	$ -
Total U.S. Environmental Protection Agency			**$ 24,484**	**$ -**
U.S. Department of Transportation				
Pass Through Program - Georgia Department of Transportation				
ARC 2013 - Flat Shoals Rd/Covington ByPass	20.205	#0012646	508,593	-
ARC 2016 - Crowell Rd/Harold Dobbs Rd	20.205	#0015095	92,365	-
ARC 2016 - Brown Bridge/Yellow River Bridge	20.205	#0015096	195,938	-
ARC 2016 - Brown Bridge/ Snapping Shoals Creek	20.205	#0015097	69,903	-
Total Highway Planning and Construction Cluster			866,799	-
Pass Through Program - Governor's Office of Highway Safety				
Highway Enforcement of Aggressive Traffic (HEAT)	20.600	GA-2017-402PT-142	31,583	-
		GA-2018-402PT-085	73,268	-
Total Highway Safety Cluster			104,851	-
Total U.S. Department of Transportation			**$ 971,650**	**$ -**
Total Expenditures of Federal Awards			**$ 1,903,058**	**$ 38,333**

NEWTON COUNTY, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 1. BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of (the "County ") 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 ("CFR") Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.* Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. DE MINIMIS INDIRECT COST RATE

The County chose not to use the 10% de minimis cost rate for the fiscal year ended June 30, 2019.

NOTE 3. NON-CASH AWARDS

The County did not receive non-cash federal awards during the year ended June 30, 2019.

NEWTON COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	____ Yes __X__ No
Significant deficiencies identified not considered to be material weaknesses?	____ Yes __X__ None Reported
Noncompliance material to financial statements noted?	____ Yes __X__ No

Federal Awards

Internal Control over major programs:	
Material weaknesses identified?	____ Yes __X__ No
Significant deficiencies identified not considered to be material weaknesses?	____ Yes __X__ None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	____ Yes __X__ No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
20.205	Highway Planning and Construction Cluster

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	____ Yes __X__ No

NEWTON COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

NEWTON COUNTY, GEORGIA

SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

None reported.