Comprehensive Annual Financial Report



Fiscal Year Ended

June 30th 2020

Newton County, Georgia

NEWTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2020

Prepared By:
Finance Department

INTRODUCTORY SECTION

NEWTON COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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NEWTON COUNTY

Board of Commissioners

Marcello Banes
Chairman

Stan Edwards
District 1

Demond Mason
District 2

Alana Sanders
District 3

J.C. Henderson
District 4

Ronnie Cowan
District 5

Lloyd Kerr
County Manager

Jackie Smith
County Clerk

January 29, 2021

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 (the "County") Comprehensive Annual Financial Report ("CAFR"). The report is as of June 30, 2020. Responsibility for both the accuracy of the data and the presentation, including all disclosures, rests with the management of the County. To provide a reasonable basis for making these representations, the 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 the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities has been included.

The 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 the County's financial statements for the year ended June 30, 2020. 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 the 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

The 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 the County is a Board of Commissioners consisting of five members elected by the 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 for, among other things, 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 or she has jurisdiction, including hiring heads of various departments.

The 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 the 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 the County's financial planning and control. All departments and agencies of the 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

The County is one of 159 counties in Georgia, and is part of the Atlanta-Sandy Springs-Marietta, Georgia Metropolitan Statistical Area ("MSA"). The County is strategically located along the I-20 corridor just 40 miles southeast of Atlanta. This proximity to the Atlanta metropolitan area saw the 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 through 2013 primarily). Property values during this recession saw a 37% decrease. The 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 increased 6% over the past five years.

In 2008, leaders within the 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 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 for Facebook. Interest in the County as a major manufacturing and biotechnical industry site continues to grow as Takeda Pharmaceutical and Facebook expand their footprint and presence. Along with two existing sites, a potential sister site to Stanton Springs called Station Grove has been secured and could potentially add an additional 1,100 acres for manufacturing development.

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 the County. Major initiatives include increasing water production to 35 million gallons per day, constructing two new fire stations, expansion of the animal services facility, expansion of the senior services center, expansion of the Sheriff's Office, 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

The 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. The County also participates in Georgia Fund 1, 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. The County maintains an Aa2 credit rating from Moody's Investor Services.

Acknowledgements

The preparation of the CAFR 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,

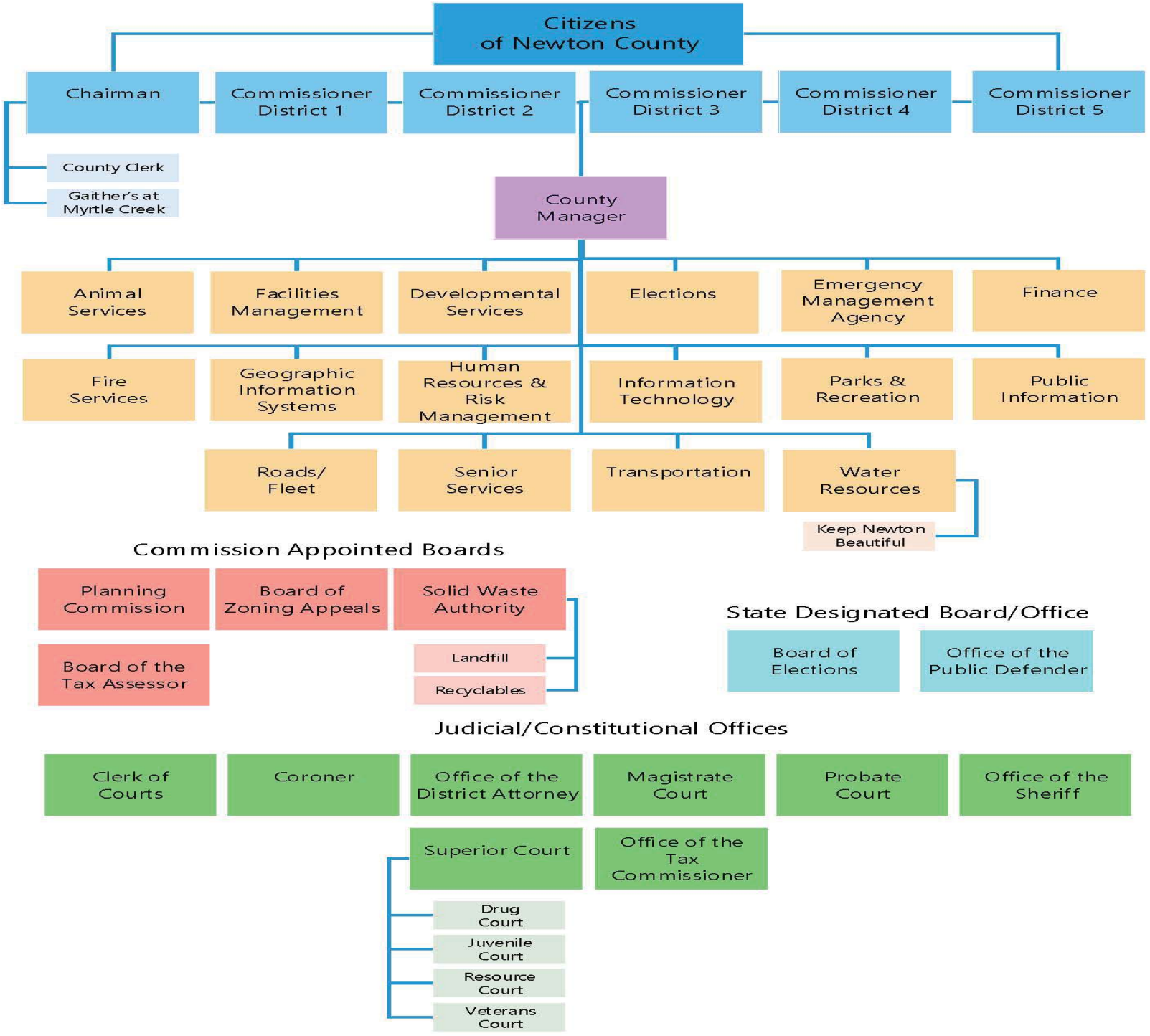


Brittany White
Finance Director



Lloyd Kerr
County Manager

NEWTON COUNTY, GEORGIA



NEWTON COUNTY, GEORGIA

LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2020

Elected Officials

Chairman	**Marcello Banes**
District 1	**Stan Edwards**
District 2	**Demond Mason**
District 3	**Alana Sanders**
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	**Layla Zon**
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	**Randy McGinley**
Coroner	**Tommy Davis**

Principal Officials

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

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, 2019

Christopher P. Morrill

Executive Director/CEO

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, 2020, 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 0.83%, 1.95%, 3.51%, 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 as of June 30, 2020, 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 20), Schedule of Changes in the County's Net Pension Liability (on pages 89 and 90), and the Schedule of County Contributions (on page 91), 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 Annotated ("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 January 29, 2021, 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
January 29, 2021

NEWTON COUNTY, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Our Management's Discussion and Analysis ("MD&A") of Newton County, Georgia's (the "County") financial performance provides a narrative overview of the County's financial activities for the fiscal year ended June 30, 2020. The MD&A provides summary financial information for the County as a whole and should be read in conjunction with the government's financial statements to fully understand the 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

- The County's primary government assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by $248,011,738 (net position) at the close of the year, June 30, 2020. Of this amount, $211,731,206 is governmental activities and $36,280,532 is business-type activities.
- The County's total net position increased by $8,759,256 from governmental activities and $3,603,343 from business-type activities.
- At June 30, 2020, the combined revenue total for the County is $114,665,676, an 8.78% increase from 2019. Of the combined, total governmental activities is $99,934,713 and business-type activities is $14,730,963.
- At June 30, 2020, the combined expense total for the County is $102,303,077, a 5.00% increase from 2019. Of the combined, total governmental activities is $89,958,896 and business-type activities is $12,344,181.
- As of the close of June 30, 2020, the County's governmental funds reported combined ending fund balance of $68,064,378, an increase of $6,039,660 from 2019. The unassigned fund balance for various governmental funds is $20,765,030.
- At the end of the current fiscal year, unassigned fund balance for the general fund was $22,668,272 or 36% of general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances in a manner similar to 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 the 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 the County include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development. The business-type activities of the County are the Water Fund, Solid Waste Fund and the Gaither's Fund.

The government-wide financial statements include not only the County itself (known as the primary government), but also the Newton County Water and 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 21 – 24 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into 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, 2020, the County maintains 22 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 Special Purpose Local Option Sales Tax ("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 nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its general, special revenue, 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 25 – 30.

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. The 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 31 – 34 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The 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 35 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 36 – 88 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 89 – 91. Combining and individual fund statements and schedules can be found on pages 92 – 104, and Schedules of Projects Constructed with SPLOST Tax can be found on pages 105 – 107 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 the County, assets exceeded liabilities by $248,011,738 at the close of the most recent fiscal year. This is an increase of $12,362,599, or 5.25%, from fiscal year 2019.

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		
	2020	2019	**2020**	2019	**2020**	2019	**Variance**
Current and other assets	**$ 90,198,691**	$ 79,683,756	**$ 28,393,225**	$ 27,557,437	**$ 118,591,916**	$ 107,241,193	$ 11,350,723
Capital assets	**162,268,900**	165,283,686	**55,399,987**	55,487,149	**217,668,887**	220,770,835	(3,101,948)
Total assets	**252,467,591**	244,967,442	**83,793,212**	83,044,586	**336,260,803**	328,012,028	8,248,775
Deferred outflows of resources	**175,316**	209,072	**787,322**	38,786	**962,638**	247,858	714,780
Current liabilities	**8,544,280**	5,266,825	**1,702,341**	1,250,717	**10,246,621**	6,517,542	3,729,079
Long-term liabilities	**32,222,142**	36,934,588	**46,258,318**	48,897,071	**78,480,460**	85,831,659	(7,351,199)
Total liabilities	**40,766,422**	42,201,413	**47,960,659**	50,147,788	**88,727,081**	92,349,201	(3,622,120)
Deferred inflows of resources	**145,279**	3,151	**339,343**	258,395	**484,622**	261,546	223,076
Net position:							
Net investment in capital assets	**145,654,443**	123,873,772	**26,547,347**	29,334,136	**172,201,790**	153,207,908	18,993,882
Restricted	**36,133,165**	42,783,096	**2,412,860**	2,394,792	**38,546,025**	45,177,888	(6,631,863)
Unrestricted	**29,943,598**	36,315,082	**7,320,325**	948,261	**37,263,923**	37,263,343	580
Total net position	**$ 211,731,206**	$ 202,971,950	**$ 36,280,532**	$ 32,677,189	**$ 248,011,738**	$ 235,649,139	$ 12,362,599

The largest component of the County's net position, $172,201,790 (69%) at June 30, 2020, 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, $38,546,025 (16%), which represents resources that are subject to external restrictions on how they may be used. The final component is unrestricted net position, $37,263,923 (15%), which may be used to meet the County's ongoing obligations to citizens and creditors.

Changes in Net Position

During fiscal year 2020, The County's net position, on an entity-wide basis, increased $12,362,599. The following table gives a comparison for the changes in net position in governmental and business type activities for fiscal year 2019 and 2020.

Newton County's Changes in Net Position

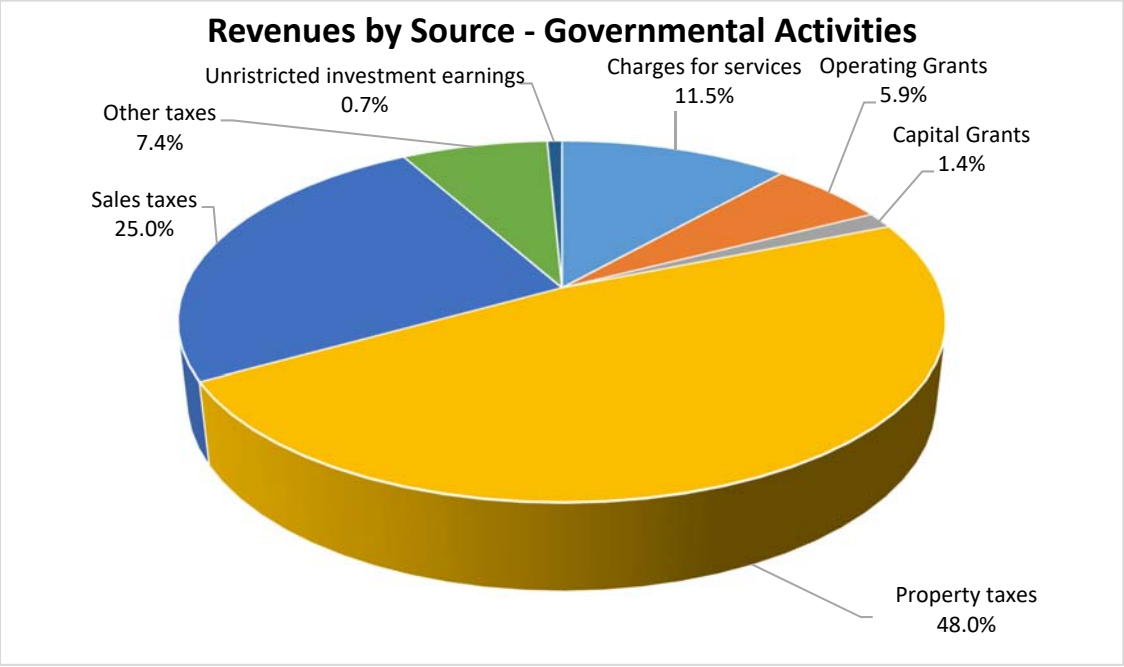
	Governmental Activities		Business-type Activities		Total		Variance
	2020	2019	**2020**	2019	**2020**	2019	**Pos. (Neg.)**
Program revenues:							
Charges for services	**$ 11,526,260**	$ 12,129,612	**$ 14,500,260**	$ 13,616,751	**$ 26,026,520**	$ 25,746,363	$ 280,157
Grants and contributions:							
Operating	**5,898,902**	5,191,885	**-**	-	**5,898,902**	5,191,885	707,017
Capital	**1,431,337**	1,727,729	**89,817**	-	**1,521,154**	1,727,729	(206,575)
General revenues:							
Property taxes	**47,962,797**	41,607,224	**-**	-	**47,962,797**	41,607,224	6,355,573
Sales taxes	**25,023,436**	23,465,386	**-**	-	**25,023,436**	23,465,386	1,558,050
Other taxes	**7,348,623**	6,962,222	**-**	-	**7,348,623**	6,962,222	386,401
Unrestricted investment earnings	**743,358**	482,430	**140,886**	226,814	**884,244**	709,244	175,000
Total revenues	**99,934,713**	91,566,488	**14,730,963**	13,843,565	**114,665,676**	105,410,053	9,255,623
Expenses, by function:							
General government	**10,628,574**	11,292,822	**-**	-	**10,628,574**	11,292,822	(664,248)
Judicial	**7,445,609**	7,562,114	**-**	-	**7,445,609**	7,562,114	(116,505)
Public safety	**42,922,723**	39,617,868	**-**	-	**42,922,723**	39,617,868	3,304,855
Public works	**21,462,433**	19,259,804	**-**	-	**21,462,433**	19,259,804	2,202,629
Health and welfare	**2,742,686**	1,311,484	**-**	-	**2,742,686**	1,311,484	1,431,202
Culture and recreation	**2,557,441**	3,501,119	**-**	-	**2,557,441**	3,501,119	(943,678)
Housing and development	**1,437,429**	2,385,462	**-**	-	**1,437,429**	2,385,462	(948,033)
Interest on long-term debt	**762,001**	909,575	**-**	-	**762,001**	909,575	(147,574)
Water	**-**	-	**6,389,735**	6,685,571	**6,389,735**	6,685,571	(295,836)
Solid Waste	**-**	-	**5,572,576**	4,506,172	**5,572,576**	4,506,172	1,066,404
Gaither's Plantation	**-**	-	**381,870**	398,524	**381,870**	398,524	(16,654)
Total expenses	**89,958,896**	85,840,248	**12,344,181**	11,590,267	**102,303,077**	97,430,515	4,872,562
Change in net position before transfers and loss on disposal	**9,975,817**	5,726,240	**2,386,782**	2,253,298	**12,362,599**	7,979,538	4,383,061
Transfers	**(1,216,561)**	(1,360,959)	**1,216,561**	1,360,959	**-**	-	-
Loss on disposal	**-**	-	**-**	-	**-**	-	-
Increase in net position	**8,759,256**	4,365,281	**3,603,343**	3,614,257	**12,362,599**	7,979,538	4,383,061
Net position, beginning of year, as restated	**202,971,950**	198,606,669	**32,677,189**	29,062,932	**235,649,139**	227,669,601	7,979,538
Net position, end of year	**$ 211,731,206**	$ 202,971,950	**$ 36,280,532**	$ 32,677,189	**$ 248,011,738**	$ 235,649,139	$ 12,362,599

Governmental Activities

Governmental activities increased the County's net position by $8,759,256.

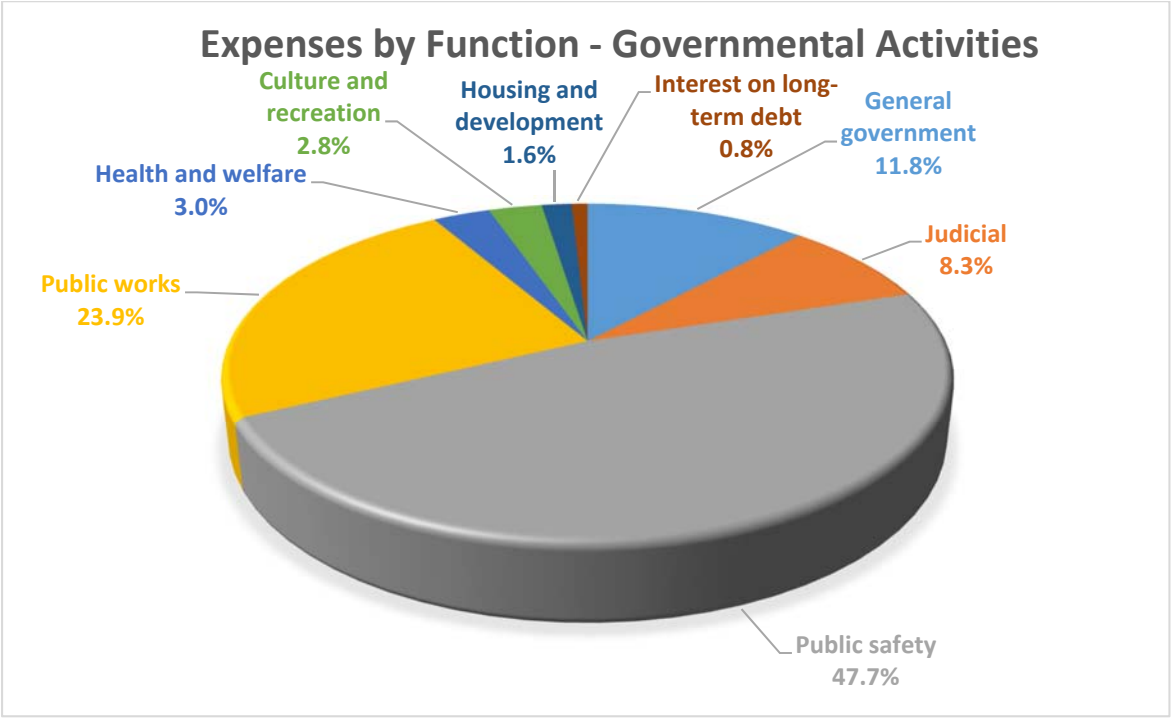
- The County reported $99,934,713 of governmental revenues in fiscal year 2020. This represents an increase of $8,368,225 (9.14%) from the prior year.
- The County's governmental activities relied on the following revenue sources in 2020: $80,334,856 in taxes, $11,526,260 in charges for services, $7,330,239 for grants and contributions, and $743,358 in investment earnings.
- Property tax totaling $47,962,797 is the largest revenue source for the County. Property tax revenue increased $6,355,573 (15.28%) 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 $89,958,896. This represents an increase of $4,118,648 (4.8%) from 2019.
- Expenses incurred for Public Safety, which includes the Sheriff's Department, Detention Center, Fire Services, Coroner, E-911, Animal Control and EMA made up $42,922,723, or about 48% of the total.
- The largest increase was $3,304,855 in public safety primarily related to payroll expenditures.

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



Business-type activities

Business-type activities increased the County's net position by $3,603,343 in fiscal year 2020. Business Type Activities are comprised of: Water Resources, Solid Waste, 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, 2020, the County's Governmental Funds reported a combined fund balance of $68,064,378, which is an increase from the prior year's total of $62,024,718. 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 $3,069,907. There was an increase seen in the 1% Local Option Sales Tax ("LOST") 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 2020 was $2,027,259, an increase of $1,005,685 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 1% SPLOST Tax Referendum. These resources must be used for various capital projects and road improvements throughout the County. At the end of the 2020 fiscal year, the 2011 SPLOST Capital Projects Fund had a total fund balance of $2,165,704, a decrease of $2,644,374 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 1% SPLOST (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 1% SPLOST Referendum. These resources must be used for capital projects and road improvements throughout the County. At the end of the 2020 fiscal year, the 2017 SPLOST Capital Projects Fund had a total fund balance of $33,576,893. The collection of the 2017 SPLOST monies began in July 2018. The 2017 SPLOST Capital Projects Fund had an increase in fund balance of $2,580,111. This was due to the construction of a majority of the SPLOST projects have not yet begun, 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 2020 fiscal year, the Capital Improvement Fund had a total fund balance of $4,446,011, an increase of $4,077,136 from the prior year. This increase was due to the County implementing a plan to fund several future capital projects including improvements to the Detention Center, a new IT Server, and an E911 Communication System.

FINANCIAL ANALYSIS OF THE PROPRIETARY FUNDS

The 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, Gaither's at Myrtle Creek Fund and Factory Shoals Fund. At the end of the current fiscal year, the County's proprietary funds reported ending net position of $36,280,532, an increase of $3,612,285 in the Water Fund, a decrease of $153,843 in the Solid Waste Fund, and an increase of $144,901 in the Gaither's at Myrtle Creek Fund and Factory Shoals Fund. Factors affecting the financial position of the Proprietary Funds are addressed in the discussion of the County's business type activities.

Water Fund

The County is a "wholesale water" producer and is the sole provider of water to the other public water systems within the County. The County maintains intergovernmental agreements for the sale of water to the five local municipalities and the Newton County Water and Sewerage Authority. The County also provides "out of county" water sales to Walton County, Jasper County and Alcovy Shores (a private water system). The 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 $9,986,574 with total expenses at $5,971,303, resulting in operating income of $4,015,271 for fiscal year 2020. 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 7 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 six 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 the 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 $798,310 in fiscal year 2020. Total revenue is reported at $4,281,601 with total expenses at $4,739,901 resulting in operating loss of $458,300 for fiscal year 2020.

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 $232,085 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 amended upward from the original budget of $66,421,663 to $66,898,163. A majority of the amended amount was carry forward encumbrances from the prior year's budget capital projects that were not completed prior to year-end and continued into the current year.
- General Fund expenditures for FY20 were $3,182,905 less than the final budget.
- Risk Management saw a savings of $191,318 due to the 2019-2020 insurance premium being lower than anticipated as well as fewer deductibles than anticipated.
- Fire Services realized the largest savings of $758,994, mostly from vacant positions.
- LOST collections were 7% higher than 2019.
- Title Ad Valorem Taxes ("TAVT") collections were $4,099,692 higher than 2019 due to change in the split of the collections between the state and local governments. This change was unknown at the time of the budget. The 2020 budget was amended to recognize the additional revenue and that was mainly utilized as a transfer to the Capital Improvement Fund to fund much needed capital projects.

Capital Assets and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2020, amounts to $217,668,887 (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	
	2020	2019	**2020**	2019	**2020**	2019
Land	**$ 68,504,715**	$ 68,504,715	**$ 26,003,392**	$ 26,003,392	**$ 94,508,107**	$ 94,508,107
Construction in progress	**3,928,357**	13,377,990	**1,974,547**	786,932	**5,902,904**	14,164,922
Intangibles	**33,402**	33,402	**20,526**	20,526	**53,928**	53,928
Buildings and improvements	**52,131,192**	39,619,901	**23,413,985**	24,554,670	**75,545,177**	64,174,571
Machinery and equipment	**9,728,660**	9,560,439	**2,008,351**	2,028,272	**11,737,011**	11,588,711
Infrastructure	**27,942,574**	34,187,239	**1,979,186**	2,093,357	**29,921,760**	36,280,596
Total	**$ 162,268,900**	$ 165,283,686	**$ 55,399,987**	$ 55,487,149	**$ 217,668,887**	$ 220,770,835

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

Long-Term Debt

As of June 30, 2020, the County had a net of $78,480,460 in total outstanding long-term debt, including compensated absences. The County's total debt decreased by $7,351,199. In 2020, the County received an increase to its Moody's rating to Aa2 from Aa3.

Governmental activities long-term debt showed a decrease of $4,712,446 from 2019. No new debt was issued in the governmental activities in 2020.

In business activities, long-term debt showed a decrease of $2,638,753 from 2019. No new debt was issued in the business activities in 2020.

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	
	2020	2019	**2020**	2019	**2020**	2019
General obligation bonds	**$ 10,827,149**	$ 13,767,479	**$ -**	$ -	**$ 10,827,149**	$ 13,767,479
Revenue bonds	**-**	-	**31,525,093**	34,003,279	**31,525,093**	34,003,279
Installment sales agreements	**3,380,000**	4,015,000	**-**	-	**3,380,000**	4,015,000
Notes payable	**13,234,457**	13,874,956	**2,836,913**	1,590,309	**16,071,370**	15,465,265
Capital lease obligations	**-**	-	**469,393**	582,710	**469,393**	582,710
Landfill post-closure costs	**-**	-	**10,978,874**	12,215,329	**10,978,874**	12,215,329
Net pension liability	**2,057,271**	2,724,568	**448,045**	505,444	**2,505,316**	3,230,012
Claims and judgements payable	**-**	-	**-**	-	**-**	-
Compensated absences	**2,723,265**	2,552,585	**-**	-	**2,723,265**	2,552,585
Total	**$ 32,222,142**	$ 36,934,588	**$ 46,258,318**	$ 48,897,071	**$ 78,480,460**	$ 85,831,659

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The economic outlook for 2021 is expected to continue to improve as the tax digest is still showing signs of growth and increases in values. The total digest increased 7.3% from the prior year. Additional signs of positive economic outlook are continued increasing collections in the 1% LOST and the addition of Facebook at Stanton Springs.

In the fiscal year 2021 budget, with the rising property values and increase in development, the Board of Commissioners elected to take the roll back rate and decreased the millage rate to 12.916 from 13.43. The County's departments worked to continue to cut non-critical costs 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 the County's ability to attract and retain business. The 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, Georgia'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

BASIC FINANCIAL STATEMENTS

NEWTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2020

	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	$ 10,805,912	$ 5,358,720	$ 16,164,632	$ 3,435,065	$ 1,067,029	$ 1,614,103	$ 417,679	$ 5,000
Investments	62,052,675	18,206,081	80,258,756	-	-	58,282	-	-
Receivables, net of allowances								
for uncollectibles	2,039,656	2,415,564	4,455,220	77,427	-	50,000	31,831	2,156,931
Due from other governments	5,007,108	-	5,007,108	-	-	-	-	4,182,411
Inventory	166,184	-	166,184	-	-	-	-	126,460
Prepaid items	272,477	-	272,477	-	-	-	-	23,803
Restricted assets:								
Cash and cash equivalents	1,239,592	2,412,860	3,652,452	-	-	-	-	21,600,830
Investments	-	-	-	-	-	-	-	214,790
Other non-current assets	8,615,087	-	8,615,087	-	-	-	-	-
Capital assets, non-depreciable	72,466,474	27,998,465	100,464,939	-	1,713,258	127,578	-	21,674,310
Capital assets, depreciable								
(net of accumulated depreciation)	89,802,426	27,401,522	117,203,948	52,611	-	4,671,358	187,660	109,105,895
Total assets	252,467,591	83,793,212	336,260,803	3,565,103	2,780,287	6,521,321	637,170	159,090,430
DEFERRED OUTFLOWS OF RESOURCES								
OPEB	-	-	-	102,614	-	129,299	-	-
Pensions	-	-	-	262,404	-	237,164	-	-
Deferred charges	175,316	787,322	962,638	-	-	-	-	-
Total deferred outflows of resources	175,316	787,322	962,638	365,018	-	366,463	-	-

(Continued)

NEWTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2020

	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	$ 6,890,759	$ 1,198,986	$ 8,089,745	$ 206,163	$ -	$ 65,794	$ 12,014	$ 2,940,906
Accrued liabilities	413,929	500,905	914,834	-	-	18,433	-	1,232,956
Due to other governments	-	-	-	-	-	-	121,253	-
Payable from restricted assets:								
Customer deposits payable	-	2,450	2,450	-	-	-	-	
Revenue bonds payable	-	-	-	-	-	-	-	45,000
Surety bonds payable	1,239,592	-	1,239,592	-	-	-	-	-
Accrued interest payable	-	-	-	-	-	-	-	188
Non-current liabilities:								
Due within one year	4,130,384	2,652,081	6,782,465	39,800	-	12,408	5,038	698,566
Due in more than one year	26,034,487	43,158,192	69,192,679	32,079	-	18,613	9,480	20,138,396
Net pension liability due in more than one year	2,057,271	448,045	2,505,316	1,470,613	-	791,945	-	159,914
Net OPEB liability due in more than one year	-	-	-	332,911	-	654,842	-	-
Total liabilities	40,766,422	47,960,659	88,727,081	2,081,566	-	1,562,035	147,785	25,215,926
DEFERRED INFLOWS OF RESOURCES								
OPEB	-	-	-	573,262	-	257,390	-	-
Pensions	145,279	31,640	176,919	83,668	-	52,991	-	11,293
Deferred revenue	-	307,703	307,703	-	-	-	-	449,063
Total deferred inflows of resources	145,279	339,343	484,622	656,930	-	310,381	-	460,356
NET POSITION								
Net investment in capital assets	145,654,443	26,547,347	172,201,790	52,611	1,713,258	4,798,936	173,142	109,898,243
Restricted for:								
General government	481,481	-	481,481	-	-	-	-	-
Judicial	434,316	-	434,316	-	-	-	-	-
Public safety	3,056,415	-	3,056,415	-	-	-	-	-
Health and welfare	35,300	-	35,300	-	-	-	-	-
Debt service	-	2,412,860	2,412,860	-	-	-	-	214,790
Capital projects	32,125,653	-	32,125,653	-	-	202,094	-	-
Renewal and extension	-	-	-	-	-	-	-	10,873,536
Other	-	-	-	1,515,719	-	-	-	-
Unrestricted	29,943,598	7,320,325	37,263,923	(376,705)	1,067,029	14,338	316,243	12,427,579
Total Net Position	$ 211,731,206	$ 36,280,532	$ 248,011,738	$ 1,191,625	$ 2,780,287	$ 5,015,368	$ 489,385	$ 133,414,148

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

NEWTON COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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	$ 10,628,574	$ 2,903,683	$ 73,998	$ -	$ (7,650,893)	$ -	$ (7,650,893)
Judicial	7,445,609	2,374,474	1,300,946	-	(3,770,189)	-	(3,770,189)
Public safety	42,922,723	3,321,899	1,814,723	-	(37,786,101)	-	(37,786,101)
Public works	21,462,433	1,446,109	2,220,678	1,431,337	(16,364,309)	-	(16,364,309)
Health and welfare	2,742,686	48,941	470,556	-	(2,223,189)	-	(2,223,189)
Culture and recreation	2,557,441	384,755	-	-	(2,172,686)	-	(2,172,686)
Housing and development	1,437,429	1,046,399	18,001	-	(373,029)	-	(373,029)
Interest on long-term debt	762,001	-	-	-	(762,001)	-	(762,001)
Total governmental activities	89,958,896	11,526,260	5,898,902	1,431,337	(71,102,397)	-	(71,102,397)
Business-type activities							
Water	6,389,735	9,986,574	-	8,447	-	3,605,286	3,605,286
Solid waste	5,572,576	4,281,601	-	81,370	-	(1,209,605)	(1,209,605)
Gaither's Plantation	381,870	232,085	-	-	-	(149,785)	(149,785)
Total business-type activities	12,344,181	14,500,260	-	89,817	-	2,245,896	2,245,896
Total primary government	$ 102,303,077	$ 26,026,520	$ 5,898,902	$ 1,521,154	(71,102,397)	2,245,896	(68,856,501)
Component units:							
Department of Public Health	$ 2,132,845	$ 1,066,148	$ 1,310,557	$ -	-	-	-
Industrial Development Authority	271,213	115,603	-	200,000	-	-	-
Library System	1,818,100	62,894	1,275,944	65,481	-	-	-
Recreation Commission	2,018,125	193,167	1,852,665	-	-	-	-
Water and Sewerage Authority	15,507,218	21,840,621	-	1,193,744	-	-	-
Total component units	$ 21,747,501	$ 23,278,433	$ 4,439,166	$ 1,459,225	-	-	-
General revenues:							
Property taxes					47,962,797	-	47,962,797
Sales taxes					25,023,436	-	25,023,436
Franchise taxes					660,191	-	660,191
Insurance premium taxes					5,741,303	-	5,741,303
Other taxes					947,129	-	947,129
Unrestricted investment earnings (loss)					743,358	140,886	884,244
Transfers					(1,216,561)	1,216,561	-
Total general revenues and transfers					79,861,653	1,357,447	81,219,100
Change in net position					8,759,256	3,603,343	12,362,599
Net position, beginning of year					202,971,950	32,677,189	235,649,139
Net position, end of year					$ 211,731,206	$ 36,280,532	$ 248,011,738

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
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
243,860	-	-	-	-
-	44,390	-	-	-
-	-	(413,781)	-	-
-	-	-	27,707	-
-	-	-	-	7,527,147
243,860	44,390	(413,781)	27,707	7,527,147
-	-	-	-	
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	5,167	3,167	261	(101,561)
-	-	-	-	-
-	5,167	3,167	261	(101,561)
243,860	49,557	(410,614)	27,968	7,425,586
947,765	2,730,730	5,425,982	461,417	125,988,562
$ 1,191,625	$ 2,780,287	$ 5,015,368	$ 489,385	$ 133,414,148

NEWTON COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	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	$ 2,687,249	$ 2,027,259	$ 67,395	$ 2,236,847	$ 366,386	$ 3,408,356	$ 10,793,492
Investments	19,537,310	-	34,600,200	-	4,146,109	2,239,056	60,522,675
Receivables, net of allowances for uncollectibles	1,616,003	-	-	-	-	423,653	2,039,656
Due from other governments	1,675,386	-	2,080,618	-	-	1,251,104	5,007,108
Due from other funds	456,999	-	-	-	-	-	456,999
Inventory	166,184	-	-	-	-	-	166,184
Prepaid items	172,850	-	-	-	-	-	172,850
Restricted cash	1,239,592	-	-	-	-	-	1,239,592
Total assets	$ 27,551,573	$ 2,027,259	$ 36,748,213	$ 2,236,847	$ 4,512,495	$ 7,322,169	$ 80,398,556
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ 1,470,783	$ -	$ 2,364,074	$ 71,143	$ 66,484	$ 2,881,630	$ 6,854,114
Accrued liabilities	413,929	-	-	-	-	-	413,929
Due to other funds	-	-	-	-	-	456,999	456,999
Payable from restricted assets	1,239,592	-	-	-	-	-	1,239,592
Total liabilities	3,124,304	-	2,364,074	71,143	66,484	3,338,629	8,964,634
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	1,419,963	-	-	-	-	39,974	1,459,937
Unavailable revenue - sales tax	-	-	807,246	-	-	-	807,246
Unavailable revenue - period of availability	-	-	-	-	-	1,102,361	1,102,361
Total deferred inflows of resources	1,419,963	-	807,246	-	-	1,142,335	3,369,544

(Continued)

NEWTON COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	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	$ 172,850	$ -	$ -	$ -	$ -	$ -	$ 172,850
Inventories	166,184	-	-	-	-	-	166,184
Restricted:							
General government	-	-	-	-	-	481,481	481,481
Judicial	-	-	-	-	-	434,316	434,316
Public safety	-	-	-	-	-	3,056,415	3,056,415
Health and welfare	-	-	-	-	-	35,300	35,300
Capital projects	-	2,027,259	33,576,893	2,165,704	4,446,011	736,935	42,952,802
Unassigned:							
General fund	22,668,272	-	-	-	-	-	22,668,272
Special revenue funds	-	-	-	-	-	(1,903,242)	(1,903,242)
Total fund balances	23,007,306	2,027,259	33,576,893	2,165,704	4,446,011	2,841,205	68,064,378
Total liabilities, deferred inflows of resources and fund balances	$ 27,551,573	$ 2,027,259	$ 36,748,213	$ 2,236,847	$ 4,512,495	$ 7,322,169	
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.							162,268,900
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.							3,369,544
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.							1,605,402
Other assets - Investment in Joint Venture - are not financial resources and, therefore, are not reported in the funds.							8,615,087
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.							(29,989,555)
Net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.							(2,057,271)
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.							(145,279)
Net position of governmental activities							$ 211,731,206

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, 2020

	General Fund	Impact Fee Fund	2017 SPLOST Fund	2011 SPLOST Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues							
Taxes	$ 63,101,696	$ -	$ 14,285,862	$ -	$ -	$ 2,122,545	$ 79,510,103
Licenses and permits	1,066,551	-	-	-	-	-	1,066,551
Intergovernmental	1,764,456	-	17,609	-	1,770,349	3,336,639	6,889,053
Charges for services	4,578,079	1,004,222	-	-	-	2,132,501	7,714,802
Fines and forfeitures	900,851	-	-	-	-	411,562	1,312,413
Investment income	295,240	1,463	439,419	3,152	-	4,084	743,358
Contributions	103,084	-	-	-	-	34,151	137,235
Miscellaneous	703,956	-	-	-	-	63,015	766,971
Total revenues	72,513,913	1,005,685	14,742,890	3,152	1,770,349	8,104,497	98,140,486
Expenditures							
Current:							
General government	11,025,002	-	-	-	-	55,565	11,080,567
Judicial	6,089,645	-	-	-	-	1,279,135	7,368,780
Public safety	35,888,476	-	-	-	-	4,140,180	40,028,656
Public works	4,178,960	-	-	-	-	1,275,891	5,454,851
Health and welfare	1,225,319	-	-	-	-	-	1,225,319
Culture and recreation	2,830,352	-	-	-	-	-	2,830,352
Housing and development	1,483,056	-	-	-	-	-	1,483,056
Intergovernmental	-	-	3,142,889	-	-	-	3,142,889
Capital outlay	-	-	5,984,704	3,966,302	1,843,282	1,545,016	13,339,304
Debt service:							
Principal retirement	626,641	-	2,655,874	-	-	648,858	3,931,373
Interest and fiscal charges	367,807	-	559,412	-	-	77,164	1,004,383
Total expenditures	63,715,258	-	12,342,879	3,966,302	1,843,282	9,021,809	90,889,530
over (under) expenditures	8,798,655	1,005,685	2,400,011	(3,963,150)	(72,933)	(917,312)	7,250,956
Other financing sources (uses)							
Transfers in	2,200,000	-	450,000	1,318,776	4,500,069	1,082,307	9,551,152
Transfers out	(7,934,013)	-	(269,900)	-	(350,000)	(2,213,800)	(10,767,713)
Proceeds from sale of capital assets	5,265	-	-	-	-	-	5,265
Total other financing sources (uses)	(5,728,748)	-	180,100	1,318,776	4,150,069	(1,131,493)	(1,211,296)
Net change in fund balances	3,069,907	1,005,685	2,580,111	(2,644,374)	4,077,136	(2,048,805)	6,039,660
Fund balances, beginning of year	19,937,399	1,021,574	30,996,782	4,810,078	368,875	4,890,010	62,024,718
Fund balances, end of year	$ 23,007,306	$ 2,027,259	$ 33,576,893	$ 2,165,704	$ 4,446,011	$ 2,841,205	$ 68,064,378

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, 2020

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	$	6,039,660
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.		(3,014,747)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.		(39)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		869,227
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.		4,215,829
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.		157,147
Internal service funds are used by management to charge the costs of workers' compensation and related administrative costs to individual funds.		492,179
	$	8,759,256

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, 2020

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Property taxes	$ 58,169,198	$ 63,555,626	$ 63,101,696	$ (453,930)
Licenses and permits	902,000	902,000	1,066,551	164,551
Intergovernmental	1,455,125	1,656,312	1,764,456	108,144
Charges for services	4,408,150	4,418,150	4,578,079	159,929
Fines and forfeitures	921,000	921,000	900,851	(20,149)
Investment income	115,000	115,000	295,240	180,240
Contributions	1,500	101,500	103,084	1,584
Miscellaneous	644,599	716,089	703,956	(12,133)
Total revenues	66,616,572	72,385,677	72,513,913	128,236
Expenditures				
General government:				
Governing body	4,924,052	4,207,298	3,416,715	790,583
Elections	478,085	482,149	330,896	151,253
General administration	913,322	932,520	794,388	138,132
Data processing	972,888	1,091,362	1,063,300	28,062
GIS	315,131	346,381	330,803	15,578
Human resources	559,463	606,011	514,858	91,153
Tax commissioner	1,180,477	1,244,260	1,104,990	139,270
Tax assessor	1,113,491	1,118,560	967,775	150,785
Risk management	1,620,500	1,620,500	1,429,182	191,318
Buildings and plant	677,484	1,156,381	1,072,095	84,286
Total general government	12,754,893	12,805,422	11,025,002	1,780,420
Judicial:				
Judge of superior court	1,047,178	1,060,019	898,612	161,407
Clerk of superior court	1,267,639	1,277,555	1,216,514	61,041
District attorney	1,504,232	1,512,330	1,404,029	108,301
Magistrate court	359,078	458,182	441,963	16,219
Probate court	564,263	566,302	534,651	31,651
Juvenile court	1,116,967	1,120,683	1,047,620	73,063
Public defender	563,917	566,597	546,256	20,341
Total judicial	6,423,274	6,561,668	6,089,645	472,023
Public safety:				
Sheriff	14,530,210	14,559,425	14,860,220	(300,795)
Jail	12,058,573	12,303,824	13,099,193	(795,369)
Fire	8,336,585	8,198,212	7,085,609	1,112,603
Coroner	107,120	107,120	88,229	18,891

(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, 2020

	Budget			Variance with
	Original	Final	Actual	Final Budget
Expenditures (Continued)				
Public safety (Continued):				
Other protective services	$ 831,767	$ 800,148	$ 755,225	$ 44,923
Total public safety	35,864,255	35,968,729	35,888,476	80,253
Public works:				
Administration	3,281,064	3,330,252	3,146,890	183,362
Maintenance and shop	1,376,397	1,379,098	1,032,070	347,028
Total public works	4,657,461	4,709,350	4,178,960	530,390
Health and welfare:				
Welfare	1,344,846	1,367,821	1,225,319	142,502
Total health and welfare	1,344,846	1,367,821	1,225,319	142,502
Culture and recreation:				
Recreation	1,913,900	1,913,900	1,913,900	-
Libraries	916,452	916,452	916,452	-
Total culture and recreation	2,830,352	2,830,352	2,830,352	-
Housing and development:				
Conservation	111,143	111,143	82,972	28,171
Planning and zoning	1,151,121	1,186,898	1,037,772	149,126
Economic development	289,850	362,312	362,312	-
Total housing and development	1,552,114	1,660,353	1,483,056	177,297
Debt service:				
Principal	626,642	626,642	626,641	1
Interest and fiscal charges	367,826	367,826	367,807	19
Total culture and recreation	994,468	994,468	994,448	20
Total expenditures	66,421,663	66,898,163	63,715,258	3,182,905
Excess of revenues over expenditures	194,909	5,487,514	8,798,655	3,311,141
Other financing sources (uses)				
Transfers in	2,200,000	2,200,000	2,200,000	-
Transfers out	(2,682,602)	(8,100,622)	(7,934,013)	166,609
Proceeds from sale of capital assets	-	-	5,265	5,265
Total other financing sources (uses)	(482,602)	(5,900,622)	(5,728,748)	171,874
Net change in fund balances	(287,693)	(413,108)	3,069,907	3,483,015
Fund balances, beginning of year	19,937,399	19,937,399	19,937,399	-
Fund balances, end of year	$ 19,649,706	$ 19,524,291	$ 23,007,306	$ 3,483,015

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

NEWTON COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	Water Fund	Solid Waste Fund	Nonmajor Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
ASSETS					
CURRENT ASSETS					
Cash	$ 5,326,465	$ 20,034	$ 12,221	$ 5,358,720	$ 12,420
Investments	8,735,000	9,246,081	225,000	18,206,081	1,530,000
Accounts receivable, net of allowances	2,145,961	269,518	85	2,415,564	-
Prepaid items	-	-	-	-	99,627
Total current assets	16,207,426	9,535,633	237,306	25,980,365	1,642,047
NON-CURRENT ASSETS					
Restricted cash	2,145,728	267,132	-	2,412,860	-
Capital assets, nondepreciable	24,381,071	3,617,394	-	27,998,465	-
Capital assets, depreciable, net of accumulated depreciation	21,113,081	6,070,487	217,954	27,401,522	-
Total non-current assets	47,639,880	9,955,013	217,954	57,812,847	-
Total assets	63,847,306	19,490,646	455,260	83,793,212	1,642,047
DEFERRED OUTFLOWS OF RESOURCES					
Deferred amount on debt refunding	787,322	-	-	787,322	-
Total deferred outflows of resources	787,322	-	-	787,322	-
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	433,370	748,226	17,390	1,198,986	36,645
Accrued liabilities	253,538	242,962	4,405	500,905	-
Current portion of notes payable	38,937	-	-	38,937	-
Current portion of revenue bonds	2,040,000	455,000	-	2,495,000	-
Current portion of capital leases	-	118,144	-	118,144	-
Deposits from customers	-	-	2,450	2,450	-
Total current liabilities	2,765,845	1,564,332	24,245	4,354,422	36,645
NON-CURRENT LIABILITIES					
Notes payable	1,836,651	961,325	-	2,797,976	-
Revenue bonds	7,485,000	21,545,093	-	29,030,093	-
Landfill closure/post-closure	-	10,978,874	-	10,978,874	-
Capital leases	-	351,249	-	351,249	-
Net pension liabilities	240,737	172,956	34,352	448,045	-
Total non-current liabilities	9,562,388	34,009,497	34,352	43,606,237	-
Total liabilities	12,328,233	35,573,829	58,597	47,960,659	36,645
DEFERRED INFLOWS OF RESOURCES					
Pensions	17,000	12,214	2,426	31,640	-
Unearned revenue	-	307,703	-	307,703	-
Total deferred inflows of resources	17,000	319,917	2,426	339,343	-
NET POSITION					
Net investment in capital assets	33,306,242	(6,976,849)	217,954	26,547,347	-
Restricted for debt service	2,145,728	267,132	-	2,412,860	-
Unrestricted	16,837,425	(9,693,383)	176,283	7,320,325	1,605,402
Total net position	$ 52,289,395	$ (16,403,100)	$ 394,237	$ 36,280,532	$ 1,605,402

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
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Water Fund	Solid Waste Fund	Nonmajor Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
Operating revenues					
Charges for services:					
Sales	$ 9,933,367	$ 3,422,662	$ -	$ 13,356,029	$ 925,000
Transportation and wheeling	10,080	-	-	10,080	-
Meter maintenance	32,708	-	-	32,708	-
Sale of recyclables	-	63,515	-	63,515	-
Activity fees	6,115	-	-	6,115	-
Miscellaneous revenue	4,304	795,424	232,085	1,031,813	-
Total operating revenues	9,986,574	4,281,601	232,085	14,500,260	925,000
Operating expenses					
Cost of sales and services	-	1,395,849	-	1,395,849	-
Salaries and benefits	1,351,401	904,894	167,668	2,423,963	-
Purchased/contracted services	1,449,033	1,552,685	145,171	3,146,889	-
Supplies and materials	1,760,203	399,922	49,632	2,209,757	-
Depreciation	1,105,188	486,551	19,399	1,611,138	-
Other costs	305,478	-	-	305,478	-
Insurance claims	-	-	-	-	432,821
Total operating expenses	5,971,303	4,739,901	381,870	11,093,074	432,821
Operating income (loss)	4,015,271	(458,300)	(149,785)	3,407,186	492,179
Non-operating revenues (expenses)					
Investment income	6,999	133,887	-	140,886	-
Interest expense	(418,432)	(832,675)	-	(1,251,107)	-
Total non-operating revenues (expenses)	(411,433)	(698,788)	-	(1,110,221)	-
Income (loss) before contributions and transfers	3,603,838	(1,157,088)	(149,785)	2,296,965	492,179
Capital contributions	8,447	81,370	-	89,817	-
Transfers in	-	921,884	294,686	1,216,570	-
Transfers out	-	(9)	-	(9)	-
Change in net position	3,612,285	(153,843)	144,901	3,603,343	492,179
Net position, beginning of year	48,677,110	(16,249,257)	249,336	32,677,189	1,113,223
Net position, end of year	$ 52,289,395	$ (16,403,100)	$ 394,237	$ 36,280,532	$ 1,605,402

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

NEWTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Water Fund	Solid Waste Fund	Nonmajor Gaither's at Myrtle Creek	Totals	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	$ 8,788,407	$ 4,272,844	$ 42,235	$ 13,103,486	$ -
Receipts for interfund services	-	-		-	925,000
Payments to suppliers and service providers	(3,372,167)	(4,138,330)	(194,961)	(7,705,458)	(465,794)
Payments to employees	(1,337,473)	(853,097)	(168,447)	(2,359,017)	-
Net cash provided by (used in) operating activities	4,078,767	(718,583)	(321,173)	3,039,011	459,206
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	921,884	294,686	1,216,570	-
Transfers out	-	(9)	-	(9)	-
Net cash provided by noncapital financing activities	-	921,875	294,686	1,216,561	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of property and equipment	(1,422,412)	(80,924)	(20,640)	(1,523,976)	-
Principal payments on notes payable	(38,396)	-	-	(38,396)	-
Principal payments on bonds	(2,000,000)	(478,186)	-	(2,478,186)	-
Principal payments on capital leases obligations	-	(113,317)	-	(113,317)	-
Capital contributions	8,447	81,370	-	89,817	-
Interest paid	(221,601)	(832,675)	-	(1,054,276)	-
Proceeds from issuance of notes payable	1,285,000	-	-	1,285,000	-
Net cash used in capital and related financing activities	(2,388,962)	(1,423,732)	(20,640)	(3,833,334)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of investments	(8,735,000)	(206,949)	(225,000)	(9,166,949)	(1,530,000)
Proceeds from note receivable	55,345	-	-	55,345	-
Interest on investments	6,999	133,887	-	140,886	-
Net cash used in investing activities	(8,672,656)	(73,062)	(225,000)	(8,970,718)	(1,530,000)
Net (decrease) in cash and cash equivalents	(6,982,851)	(1,293,502)	(272,127)	(8,548,480)	(1,070,794)
Cash and cash equivalents:					
Beginning of year	14,455,044	1,580,668	284,348	16,320,060	1,083,214
End of year	$ 7,472,193	$ 287,166	$ 12,221	$ 7,771,580	$ 12,420
Classified as:					
Cash	$ 5,326,465	$ 20,034	$ 12,221	$ 5,358,720	$ 12,420
Restricted cash	2,145,728	267,132	-	2,412,860	-
	$ 7,472,193	$ 287,166	$ 12,221	$ 7,771,580	$ 12,420

(Continued)

NEWTON COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Water Fund	Solid Waste Fund	Nonmajor 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)	$ 4,015,271	$ (458,300)	$ (149,785)	$ 3,407,186	$ 492,179
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	1,105,188	486,551	19,399	1,611,138	-
(Increase) decrease in:					
Accounts receivable	(1,198,167)	(58,650)	-	(1,256,817)	-
Prepaid items	-	-	-	-	10,396
Deferred outflows of resources	22,216	13,481	3,089	38,786	-
Increase/(decrease) in:					
Accounts payable	142,547	446,581	(158)	588,970	(43,369)
Accrued liabilities	23,818	29,028	(342)	52,504	-
Net pension liabilities	(48,771)	(2,723)	(5,905)	(57,399)	-
Deferred inflows of resources	16,665	12,011	2,379	31,055	-
Customer deposits	-	-	(189,850)	(189,850)	-
Landfill closure/post-closure care costs	-	(1,236,455)	-	(1,236,455)	-
Unearned revenue	-	49,893	-	49,893	-
Net cash provided by (used in) operating activities	$ 4,078,767	$ (718,583)	$ (321,173)	$ 3,039,011	$ 459,206

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

NEWTON COUNTY, GEORGIA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2020

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 3,502,621
Taxes receivable	3,191,107
Total assets	$ 6,693,728
LIABILITIES	
Due to others	$ 6,693,728
Total liabilities	$ 6,693,728

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

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GUIDE TO NOTES

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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 (the "Health Department") 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 Health Department is presented as a governmental fund type component unit. The Health Department'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 ("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 Industrial Development Authority. The Industrial Development Authority is presented as a governmental fund type component unit. Separate financial statements for the Industrial Development 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 (the "Library") 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 Library 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 (the "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 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 and Sewerage 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 and Sewerage 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 ("SPLOST").

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Cash and Investments

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

Statutes authorize the County to invest in obligations of the United States and of its agencies and instrumentalities, bonds of the State of Georgia and its agencies, instrumentalities and political subdivisions, certificates of deposit of national or state banks that are fully insured or collateralized by United States obligations, and Georgia Fund 1, the Local Government Investment Pool. The investment in Georgia Fund 1 represents the County's portion of a pooled investment account operated by the Office of the State Treasurer. The pool consists of U.S. Treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, bankers' 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 a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The County did not have any items that qualified for reporting in this category other than the items related to the changes in the net pension liability 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 a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category. These items arise only under modified accrual basis of accounting. Accordingly, these items, unavailable revenue from property taxes and unavailable 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.

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 (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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 $1,864,405 in the Federal Emergency Management Agency ("FEMA") Grant Fund for the year ended June 30, 2020.

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 $29,989,555 difference are as follows:

Notes payable	$ (13,234,457)
General obligation bonds payable	(10,827,149)
Certificates of participation	(3,380,000)
Compensated absences	(2,723,265)
Deferred amount of debt refunding	175,316
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$ (29,989,555)

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 $3,014,747 difference are as follows:

Capital outlay	$ 8,252,262
Depreciation expense	(11,267,009)
Net adjustment to decrease *net change in fund balances - total governmental funds* to arrive at *change in net position - governmental activities*	$ (3,014,747)

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 $4,215,829 difference are as follows:

Principal repayments:	
Notes payable	$ 640,499
Bonds payable and installment sales	3,575,330
Net adjustment to increase *net change in fund balances - total governmental funds* to arrive at *change in net position - governmental activities*	$ 4,215,829

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 $29,989,555 difference are as follows:

Notes payable	$ (13,234,457)
General obligation bonds payable	(10,827,149)
Certificates of participation	(3,380,000)
Compensated absences	(2,723,265)
Deferred amount of debt refunding	175,316
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$ (29,989,555)

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.

NOTE 3. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

B. Fund Deficits

The County reported deficit fund balances in the Solid Waste Fund and the FEMA Grant Fund in the amounts of $16,208,975 and $1,864,405, respectively. The deficits are intended to be eliminated through future revenues.

For the year ended June 30, 2020, expenditures exceeded the appropriations as follows:

	Excess
General Fund:	
Public safety - sheriff	$ 300,795
Public safety - jail	795,369
Forfeited Funds:	
Public safety	1,305
Sheriff Special Revenue:	
Public safety	3,362
Law Library:	
Judicial	444
E-911:	
Public safety	125,593

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, 2020, are summarized as follows:

Balances per statement of net position:	
Cash - Primary government	$ 16,164,632
Investments - Primary government	80,258,756
Restricted assets:	
Cash - Primary government	3,652,452
Balances per statement of fiduciary net position:	
Cash - Agency funds	3,502,621
	$ 103,578,461
Cash deposited with financial institutions	$ 23,319,705
Certificates of deposit	74,056
Cash deposited with Georgia Fund 1	80,184,700
	$ 103,578,461

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, bankers' 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, 2020, the investment in Georgia Fund 1 was rated AAAf by Standard & Poor's.

At June 30, 2020, the County had the following investments:

Investment	Maturities	Fair Value
Primary government:		
Georgia Fund 1	38-day weighted average	$ 80,184,700
Certificates of Deposit	12-month weighted average	74,056
		$ 80,258,756

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, 2020, all of the deposits of the County, Health Department, Industrial Development Authority, Library, Recreation Commission, and Water Authority were properly insured and collateralized as required by the Official Code of Georgia Annotated ("O.C.G.A.") §45-8-12(c) and as defined by GASB pronouncements.

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

NOTE 5. RECEIVABLES

Receivables at June 30, 2020, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	2017 SPLOST Fund	Water Fund	Solid Waste Fund	Governmental Funds	Enterprise Fund	Total
Receivables:							
Taxes	$ 1,161,829	$ -	$ -	$ -	$ 62,272	$ -	$ 1,224,101
Accounts	454,174	-	2,145,961	269,518	361,381	85	3,231,119
Other	1,675,386	2,080,618	-	-	1,251,104	-	5,007,108
Gross receivables	3,291,389	2,080,618	2,145,961	269,518	1,674,757	85	9,462,328
Less allowance for uncollectibles	-	-	-	-	-	-	-
Net total receivables	$ 3,291,389	$ 2,080,618	$ 2,145,961	$ 269,518	$ 1,674,757	$ 85	$ 9,462,328

Property taxes attached as an enforceable lien on property as of January 1, 2019. Property taxes were levied on August 21, 2019, billed on August 22, 2019, with the first installment payable on or before October 20, 2019, and the final installment due December 21, 2019. The County bills and collects its own property taxes. Property taxes levied for 2019, 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, 2020, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets not being depreciated:					
Land	$ 68,504,715	$ -	$ -	$ -	$ 68,504,715
Construction in progress	13,377,990	4,581,826	-	(14,031,459)	3,928,357
Intangibles	33,402	-	-	-	33,402
Total	81,916,107	4,581,826	-	(14,031,459)	72,466,474
Capital assets being depreciated:					
Buildings and improvements	88,283,776	1,470,238	-	14,031,459	103,785,473
Machinery and equipment	36,123,719	2,200,198	(22,450)	-	38,301,467
Infrastructure	496,791,496	-	-	-	496,791,496
Total	621,198,991	3,670,436	(22,450)	14,031,459	638,878,436
Less accumulated depreciation for:					
Buildings and improvements	(48,663,875)	(2,990,406)	-	-	(51,654,281)
Machinery and equipment	(26,563,280)	(2,031,938)	22,411	-	(28,572,807)
Infrastructure	(462,604,257)	(6,244,665)	-	-	(468,848,922)
Total	(537,831,412)	(11,267,009)	22,411	-	(549,076,010)
Total capital assets, being depreciated, net	83,367,579	(7,596,573)	(39)	14,031,459	89,802,426
Governmental activities capital assets, net	$ 165,283,686	$ (3,014,747)	$ (39)	$ -	$ 162,268,900

NOTE 6. CAPITAL ASSETS (CONTINUED)

Capital asset activity for the County's business-type activities for the year ended June 30, 2020, 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	786,932	1,187,615	-	-	1,974,547
Intangibles	20,526	-	-	-	20,526
Total	26,810,850	1,187,615	-	-	27,998,465
Capital assets being depreciated:					
Buildings	28,588,704		-	-	28,588,704
Land improvements	11,232,538	-	-	-	11,232,538
Machinery and equipment	9,571,283	336,361		-	9,907,644
Water distribution system	8,838,064	-	-	-	8,838,064
Total	58,230,589	336,361	-	-	58,566,950
Less accumulated depreciation for:					
Buildings	(9,924,762)	(739,564)	-	-	(10,664,326)
Land improvements	(5,341,810)	(401,121)	-	-	(5,742,931)
Machinery and equipment	(7,543,011)	(356,282)		-	(7,899,293)
Infrastructure	(6,744,707)	(114,171)	-	-	(6,858,878)
Total	(29,554,290)	(1,611,138)	-	-	(31,165,428)
Capital assets being depreciated, net	28,676,299	(1,274,777)	-	-	27,401,522
Business-type activities capital assets, net	$ 55,487,149	$ (87,162)	$ -	$ -	$ 55,399,987

NOTE 6. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:		
General government	$	1,483,934
Judicial		122,590
Public safety		2,390,345
Public works		6,878,562
Health and welfare		379,815
Culture and recreation		11,763
Total depreciation expense - governmental activities	$	11,267,009
Business-type activities:		
Water	$	1,105,188
Solid Waste		486,551
Gaither's Plantation		19,399
Total depreciation expense - business-type activities	$	1,611,138

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, 2020, are as follows:

Purpose	Interest Rate	Due Date	Amount
Refunding of 2004 Bonds	2.200%	2024	$ 9,525,000
Purchase of Real Property	2.000 – 4.150%	2042	9,435,000
Purchase of Real Property	2.000 – 5.000%	2043	11,945,000
			30,905,000
	Plus unamortized premiums		620,093
			$ 31,525,093

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, 2020, are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
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	3,590,000	729,305	4,319,305
2026 – 2030	3,735,000	2,860,016	6,595,016
2031 – 2035	4,495,000	2,108,766	6,603,766
2036 – 2040	5,400,000	1,207,740	6,607,740
2041 – 2043	3,105,000	206,033	3,311,033
Total	$ 30,905,000	$ 10,819,911	$ 41,724,911

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, 2020, 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	$ 57,756
Capital Outlay Projects	3.00%	5 years	2024	12,650,000	10,230,000
					10,287,756
			Plus unamortized premiums		539,393
					$ 10,827,149

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	Total
2021	$ 2,522,756	$ 452,439	$ 2,975,195
2022	2,525,000	325,125	2,850,125
2023	2,585,000	197,375	2,782,375
2024	2,655,000	66,375	2,721,375
	$ 10,287,756	$ 1,041,314	$ 11,329,070

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

Installment Sale Agreements

Governmental Activities (Continued)

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, 2020, consisted of the following:

Purpose	Interest Rate	Due Date	Amount
Administration Building	2.05%	2025	3,380,000
			$ 3,380,000

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
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	7,174	707,174
Total	$ 3,380,000	$ 175,788	$ 3,555,788

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, 2020, the principal of this note was $13,202,728.

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 Finance Authority ("GEFA") 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, 2020, are as follows:

Purpose	Interest Rate	Due Date	Amount
Energy Efficient Upgrades	2.69%	2033	$ 13,202,728
Four County Industrial Site	4.65%	2022	31,729
			$ 13,234,457

The estimated annual requirements to maturity for the County's note payable as of June 30, 2020, are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
2021	$ 685,302	$ 351,804	$ 1,037,106
2022	734,581	332,763	1,067,344
2023	766,508	312,692	1,079,200
2024	818,359	291,727	1,110,086
2025	873,075	269,347	1,142,422
2026 – 2030	5,298,434	955,830	6,254,264
Thereafter through 2033	4,058,198	195,626	4,253,824
Total	$ 13,234,457	$ 2,709,789	$ 15,944,246

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 Finance Authority ("GEFA") for the purchase of water reservoir and landfill equipment and expansion of the landfill. The County's notes outstanding as of June 30, 2020, are as follows:

Purpose	Interest Rate	Due Date	Amount
Water Fund	1.40%	2034	$ 559,009
Water Fund	1.25%	N/A	1,316,579
Solid Waste Fund	1.39%	N/A	961,325
			$ 2,836,913

The $1,316,579 and $961,325 GEFA loans listed above are in the drawdown phase at June 30, 2020. 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, 2020, are as follows:

Fiscal year ending June 30,	Principal	Interest	Total
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	41,179	5,336	46,515
2026 – 2030	214,762	17,809	232,571
2031 – 2035	143,996	3,299	147,295
Total	$ 559,009	$ 53,429	$ 612,438

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

Capital Leases

Business-type Activities (Continued)

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, 2020:

Vehicles	$	689,000
Less accumulated depreciation		(172,250)
Net assets leased under capital leases	$	516,750

For the year ended June 30, 2020, 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, 2020:

Fiscal year ending June 30,		
2021	$	135,510
2022		135,510
2023		135,510
2024		99,952
Total minimum lease payments		506,482
Less amount representing interest		(37,089)
Present value of future minimum lease payments	$	469,393

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, 2020:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	$ 12,943,630	$ -	$ 2,655,874	$ 10,287,756	$ 2,522,756
Deferred bond premium	823,849	-	284,456	539,393	-
Total bonds payable	13,767,479	-	2,940,330	10,827,149	2,522,756
Installment sale agreements	4,015,000	-	635,000	3,380,000	650,000
Notes payable	13,874,956	-	640,499	13,234,457	685,302
Net pension liability	2,724,568	510,126	1,177,423	2,057,271	-
Compensated absences	2,552,585	3,868,740	3,698,060	2,723,265	272,326
	$ 36,934,588	$ 4,378,866	$ 9,091,312	$ 32,222,142	$ 4,130,384

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, 2020:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Business-type activities:					
Revenue bonds	$ 33,355,000	$ -	$ 2,450,000	$ 30,905,000	$ 2,495,000
Deferred bond premium	648,279	-	28,186	620,093	-
Total bonds payable	34,003,279	-	2,478,186	31,525,093	2,495,000
Notes payable	1,590,309	1,285,000	38,396	2,836,913	38,937
Capital lease obligations	582,710	-	113,317	469,393	118,144
Landfill post-closure costs	12,215,329	-	1,236,455	10,978,874	-
Net pension liability	505,444	198,961	256,360	448,045	-
	$ 48,897,071	$ 1,483,961	$ 4,122,714	$ 46,258,318	$ 2,652,081

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, 2020, are as follows:

Receivable Fund	Payable Fund: Nonmajor Governmental Funds
General Fund	$ 456,999

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, 2020, are as follows:

	Transfers Out					
Transfers In	General Fund	Capital Improvement Fund	2017 SPLOST Fund	Nonmajor Governmental Funds	Solid Waste Fund	Total
General Fund	$ -	$ -	$ -	$ 2,200,000	$ -	$ 2,200,000
Capital Improvement Fund	4,500,069	-	-	-	-	4,500,069
2011 SPLOST Fund	1,318,776	-	-	-	-	1,318,776
2017 SPLOST Fund	100,000	350,000	-	-	-	450,000
Nonmajor Governmental Funds	1,068,498	-	-	13,800	9	1,082,307
Solid Waste Fund	651,984	-	269,900	-	-	921,884
Nonmajor Enterprise Funds	294,686	-	-	-	-	294,686
Total	$ 7,934,013	$ 350,000	$ 269,900	$ 2,213,800	$ 9	$ 10,767,722

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 The 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, 2019, the date of the most recent actuarial valuation date, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	78
Inactive plan members entitled to but not receiving benefits	54
Active plan members	24
	156

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, 2020, the County's contribution rate was 36.8% of annual payroll. County contributions to the Plan were $542,554 for the year ended June 30, 2020.

Net Pension Liability of the County

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

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability of the County (Continued)

Actuarial assumptions. The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	2.00% to 4.00%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the Pub-2010 Mortality Table.

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

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, 2019, 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, 2020, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2019	$ 6,705,013	$ 3,268,830	$ 3,436,183
Changes for the year:			
Service cost	9,054	-	9,054
Interest	449,410	-	449,410
Differences between expected and actual experience	(307,490)	-	(307,490)
Assumption changes	240,131	-	240,131
Contributions - employer	-	542,554	(542,554)
Net investment income	-	675,257	(675,257)
Benefit payments, including refunds of employee contributions	(569,739)	(569,739)	-
Administrative expenses	-	(23,055)	23,055
Other changes	-	(32,698)	32,698
Net changes	(178,634)	592,319	(770,953)
Balances at June 30, 2020	$ 6,526,379	$ 3,861,149	$ 2,665,230

Governmental Activities	$ 2,057,271
Business-Type Activities	448,045
Newton County Water and Sewerage Authority	159,914
	$ 2,665,230

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	$ 2,975,533	$ 2,505,316	$ 2,091,189
Newton County Water and Sewerage's proportionate share of the net pension liability	189,928	159,914	133,480
Total net pension liability	$ 3,165,461	$ 2,665,230	$ 2,224,669

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of December 31, 2019, and the current sharing pattern of costs between employer and employee.

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, 2020, the County recognized pension expense of $206,344. Contributions made during the County's fiscal year ended June 30, 2020 were made in one single payment and were made prior to the County's measurement date. At June 30, 2020, the County reported deferred inflows of resources related to pensions from the following source:

	Deferred Inflows of Resources			
	Governmental Activities	Business-Type Activities	Newton County Water and Sewerage Authority	Total
Net difference between projected and actual earnings on pension plan investments	$ 145,279	$ 31,640	$ 11,293	$ 188,212
Total	$ 145,279	$ 31,640	$ 11,293	$ 188,212

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,	Newton County	Newton County Water and Sewerage Authority	Total
2021	$ (45,848)	$ (2,823)	$ (48,671)
2022	(50,177)	(2,823)	(53,000)
2023	3,554	(2,823)	731
2024	(84,448)	(2,824)	(87,272)
Total	$ (176,919)	$ (11,293)	$ (188,212)

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.

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 O.C.G.A. 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.

NOTE 10. RISK MANAGEMENT (CONTINUED)

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, 2020 based on the requirements of GASB Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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.

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, 2020 of $10,978,874 is reported in the Solid Waste Fund and represents the cumulative amount reported to date based on the use of approximately 21.5% of the estimated capacity of the landfill. This liability includes corrective action costs of $7,787,697. The County will recognize the remaining estimated cost of closure and post-closure care of $14,810,414 as the remaining estimated capacity is filled.

NOTE 12. COMMITMENTS AND CONTINGENCIES

Contractual Commitments:

As of June 30, 2020, the County has commitments related to various construction projects as follows:

- The County is committed to fund the construction of the landfill closure. The remaining contract price is $2,297,800.
- The County is committed to fund the construction of Lake Varner Reservoir improvements. The remaining contract price is $160,000.
- The County is committed to fund the construction of Animal Services Expansion. The remaining contract price is $667,870.
- The County is committed to fund the construction of the Senior Services Expansion. The remaining contract price is $591,785.
- The County is committed to fund the construction of the Splash Pad. The remaining contract price is $136,525.
- The County is committed to fund the construction of the Fire Station #8. The remaining contract price is $2,364,391.
- The County is committed to fund the construction of the Sheriff's Office upgrades. The remaining contract price is $2,398,631.
- The County is committed to fund the construction of Nelson Height's Basketball Court. The remaining contract price is $68,000.
- The County is committed to fund the construction of Dinah Pace. The remaining contract price is $36,285.

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, 2020, 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, 2020, the County paid $86,427 in such dues. Membership in the NGRC is required by the O.C.G.A. §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. O.C.G.A. §50-8-39.1 provides that the member governments are liable for any debts or obligations of a regional development commission. Separate financial statements may be obtained from:

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 the 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 $8,615,087, 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,

	2020	2019	2018	2017	2016	2015
Total pension liability						
Service cost	**$ 9,054**	$ 10,620	$ 9,769	$ 11,417	$ 11,644	$ 13,639
Interest on total pension liability	**469,351**	487,767	484,913	489,396	456,810	466,804
Differences between expected and actual experience	**(307,490)**	(43,725)	(147,423)	167,956	370,120	-
Changes of assumptions	**240,131**	142,054	13,061	126,498	211,474	-
Benefit payments, including refunds of employee contributions	**(589,680)**	(619,512)	(641,932)	(622,244)	(608,903)	(618,500)
Net change in total pension liability	**(178,634)**	(22,796)	(281,612)	173,023	441,145	(138,057)
Total pension liability - beginning	**6,705,013**	6,727,809	7,009,421	6,836,398	6,395,253	6,533,310
Total pension liability - ending (a)	**6,526,379**	6,705,013	6,727,809	7,009,421	6,836,398	6,395,253
Plan fiduciary net position						
Contributions - employer	**542,554**	517,287	426,561	429,439	390,488	373,938
Net investment income	**675,257**	(173,844)	514,353	233,018	7,825	237,069
Benefit payments, including refunds of employee contributions	**(569,739)**	(597,840)	(641,932)	(622,244)	(608,903)	(618,500)
Administrative expenses	**(23,055)**	(12,825)	(11,889)	(16,986)	(13,980)	(14,404)
Other	**(32,698)**	(59,596)	(78,159)	(34,539)	(33,953)	(37,341)
Net change in fiduciary net position	**592,319**	(326,818)	208,934	(11,312)	(258,523)	(59,238)
Plan fiduciary net position - beginning	**3,268,830**	3,595,648	3,386,714	3,398,026	3,656,549	3,715,787
Plan fiduciary net position - ending (b)	**3,861,149**	3,268,830	3,595,648	3,386,714	3,398,026	3,656,549
County's net pension liability - ending (a) - (b)	**$ 2,665,230**	$ 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,

	2020	2019	2018	2017	2016	2015
Plan fiduciary net position as a percentage of total pension liability	**59.16%**	48.75%	53.44%	48.32%	49.70%	57.18%
Covered payroll	**$ 1,474,565**	$ 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	**180.75%**	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,

	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	**$ 435,382**	$ 425,546	$ 413,409	$ 388,402	$ 345,737	$ 319,115
Contributions in relation to the actuarially determined contribution	**542,554**	517,287	426,561	429,439	390,488	373,365
Contribution deficiency (excess)	**$ (107,172)**	$ (91,741)	$ (13,152)	$ (41,037)	$ (44,751)	$ (54,250)
Covered payroll	**$ 1,377,923**	$ 1,475,756	$ 1,613,447	$ 1,913,514	$ 2,106,496	$ 2,233,221
Contributions as a percentage of covered payroll	**39.37%**	35.05%	26.44%	22.44%	18.54%	16.72%

Notes to the Schedule

(1) Actuarial Assumptions

Valuation date	January 1, 2019
Cost method	Entry Age Normal
Actuarial asset valuation method	Market value as of measurement day
Assumed rate of return on investments	7.00%
Projected salary increases	2.00% – 4.00%
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 the 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.

Neighborhood Stabilization Program ("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, 2020

ASSETS	Special Revenue					
	Juvenile Trust	Forfeited Funds	Drug Rehab/ Education	Seized Funds	Fire Districts	County Jail Fund
Cash and cash equivalents	$ 5,495	$ 293,724	$ 15,006	$ 171,481	$ 1,091,697	$ 28,493
Investments	145,000	-	435,000	-	300,000	500,000
Accounts receivable	-	-	-	-	62,272	-
Due from other governments	-	-	1,056	-	-	3,656
Total assets	$ 150,495	$ 293,724	$ 451,062	$ 171,481	$ 1,453,969	$ 532,149
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ 403	$ 171,481	$ 1,498	$ 2,800
Due to other funds	-	694	-	-	-	-
Total liabilities	-	694	403	171,481	1,498	2,800
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - period of availability	-	-	-	-	-	-
Unavailable revenue - property taxes	-	-	-	-	39,974	-
Total deferred inflows of resources	-	-	-	-	39,974	-
FUND BALANCES (DEFICIT)						
Restricted						
General government	-	-	-	-	-	-
Judicial	150,495	-	-	-	-	-
Public safety	-	293,030	450,659	-	1,412,497	529,349
Health and welfare	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances (deficits)	150,495	293,030	450,659	-	1,412,497	529,349
Total liabilities, deferred inflows of resources and fund balances	$ 150,495	$ 293,724	$ 451,062	$ 171,481	$ 1,453,969	$ 532,149

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

ASSETS	Special Revenue					
	Sheriff Special Revenue	Law Library	District Attorney	Multiple Grant	Real Estate Grant	NSP Grant
Cash and cash equivalents	$ 30,415	$ 22,443	$ 106,030	$ 764,392	$ 81,292	$ 54,671
Investments	-	74,056	-	-	-	-
Accounts receivable	-	-	-	-	-	2,237
Due from other governments	-	-	-	340,425	-	-
Total assets	$ 30,415	$ 96,499	$ 106,030	$ 1,104,817	$ 81,292	$ 56,908
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ -	$ -	$ -	$ 476,104	$ -	$ -
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	-	476,104	-	-
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - period of availability	-	-	-	196,740	-	-
Unavailable revenue - property taxes	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	196,740	-	-
FUND BALANCES (DEFICIT)						
Restricted						
General government	-	-	-	424,573	-	56,908
Judicial	-	96,499	106,030	-	81,292	-
Public safety	30,415	-	-	10,937	-	-
Health and welfare	-	-	-	35,300	-	-
Capital projects	-	-	-	-	-	-
Unassigned	-	-	-	(38,837)	-	-
Total fund balances (deficits)	30,415	96,499	106,030	431,973	81,292	56,908
Total liabilities, deferred inflows of resources and fund balances	$ 30,415	$ 96,499	$ 106,030	$ 1,104,817	$ 81,292	$ 56,908

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

	Special Revenue	Debt Service	Capital Projects		
ASSETS	E-911	Debt Service Fund	FEMA Grant Fund	2005 SPLOST Fund	Total
Cash and cash equivalents	$ 6,282	$ -	$ -	$ 736,935	$ 3,408,356
Investments	785,000	-	-	-	2,239,056
Accounts receivable	359,144	-	-	-	423,653
Due from other governments	346	-	905,621	-	1,251,104
Total assets	$ 1,150,772	$ -	$ 905,621	$ 736,935	$ 7,322,169
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 821,244	$ -	$ 1,408,100	$ -	$ 2,881,630
Due to other funds	-	-	456,305	-	456,999
Total liabilities	821,244	-	1,864,405	-	3,338,629
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - period of availability	-	-	905,621	-	1,102,361
Unavailable revenue - property taxes	-	-	-	-	39,974
Total deferred inflows of resources	-	-	905,621	-	1,142,335
FUND BALANCES (DEFICIT)					
Restricted					
General government	-	-	-	-	481,481
Judicial	-	-	-	-	434,316
Public safety	329,528	-	-	-	3,056,415
Health and welfare	-	-	-	-	35,300
Capital projects	-	-	-	736,935	736,935
Unassigned	-	-	(1,864,405)	-	(1,903,242)
Total fund balances (deficits)	329,528	-	(1,864,405)	736,935	2,841,205
Total liabilities, deferred inflows of resources and fund balances	$ 1,150,772	$ -	$ 905,621	$ 736,935	$ 7,322,169

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue					
	Juvenile Trust	Forfeited Funds	Drug Rehab/ Education	Seized Funds	Fire Districts	County Jail Fund
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ 2,122,545	$ -
Intergovernmental	-	-	-	-	7,365	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	7,961	14,124	98,847	-	-	191,533
Investment income	-	7	-	-	1,072	-
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	7,961	14,131	98,847	-	2,130,982	191,533
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	-	146,980	77,691	-	27,659	185,326
Public works	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	-	146,980	77,691	-	27,659	185,326
Excess (deficiency) of revenues over (under) expenditures	7,961	(132,849)	21,156	-	2,103,323	6,207
Other financing sources (uses)						
Transfers in	-	-	-	-	13,800	-
Transfers out	-	-	-	-	(2,200,000)	-
Total other financing sources (uses)	-	-	-	-	(2,186,200)	-
Net change in fund balances	7,961	(132,849)	21,156	-	(82,877)	6,207
Fund balances (deficits), beginning of year	142,534	425,879	429,503	-	1,495,374	523,142
Fund balances (deficits), end of year	$ 150,495	$ 293,030	$ 450,659	$ -	$ 1,412,497	$ 529,349

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue					
	Sheriff Special Revenue	Law Library	District Attorney	Multiple Grant	Real Estate Grant	NSP Grant
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	3,166,548	-	6,711
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	41,212	57,885	-	-	-
Investment income	-	538	20	1,353	-	52
Contributions	34,151	-	-	-	-	-
Miscellaneous	-	-	-	62,313	-	-
Total revenues	34,151	41,750	57,905	3,230,214	-	6,763
Expenditures						
Current:						
General government	-	-	-	55,565	-	-
Judicial	-	44,504	80,888	1,153,273	470	-
Public safety	73,919	-	-	711,700	-	-
Public works	-	-	-	1,275,891	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	73,919	44,504	80,888	3,196,429	470	-
Excess (deficiency) of revenues over (under) expenditures	(39,768)	(2,754)	(22,983)	33,785	(470)	6,763
Other financing sources (uses)						
Transfers in	-	-	-	177,186	-	-
Transfers out	-	-	-	(13,800)	-	-
Total other financing sources (uses)	-	-	-	163,386	-	-
Net change in fund balances	(39,768)	(2,754)	(22,983)	197,171	(470)	6,763
Fund balances (deficits), beginning of year	70,183	99,253	129,013	234,802	81,762	50,145
Fund balances (deficits), end of year	$ 30,415	$ 96,499	$ 106,030	$ 431,973	$ 81,292	$ 56,908

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue	Debt Service	Capital Projects		
	E-911	Debt Service Fund	FEMA Grant Fund	2005 SPLOST Fund	Total
Revenues					
Taxes	$ -	$ -	$ -	$ -	$ 2,122,545
Intergovernmental	-	15,645	140,370	-	3,336,639
Charges for services	2,132,501	-	-	-	2,132,501
Fines and forfeitures	-	-	-	-	411,562
Investment income	-	-	-	1,042	4,084
Contributions	-	-	-	-	34,151
Miscellaneous	702	-	-	-	63,015
Total revenues	2,133,203	15,645	140,370	1,042	8,104,497
Expenditures					
Current:					
General government	-	-	-	-	55,565
Judicial	-	-	-	-	1,279,135
Public safety	2,916,905	-	-	-	4,140,180
Public works	-	-	-	-	1,275,891
Capital outlay	-	-	1,545,016	-	1,545,016
Debt service:					
Principal	-	13,858	-	635,000	648,858
Interest	-	1,787	-	75,377	77,164
Total expenditures	2,916,905	15,645	1,545,016	710,377	9,021,809
Excess (deficiency) of revenues over (under) expenditures	(783,702)	-	(1,404,646)	(709,335)	(917,312)
Other financing sources (uses)					
Transfers in	891,312	-	9	-	1,082,307
Transfers out	-	-	-	-	(2,213,800)
Total other financing sources (uses)	891,312	-	9	-	(1,131,493)
Net change in fund balances	107,610	-	(1,404,637)	(709,335)	(2,048,805)
Fund balances (deficits), beginning of year	221,918	-	(459,768)	1,446,270	4,890,010
Fund balances (deficits), end of year	$ 329,528	$ -	$ (1,864,405)	$ 736,935	$ 2,841,205

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, 2020

	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	10,000	7,961	(2,039)	145,600	14,124	(131,476)
Investment income	-	-	-	75	7	(68)
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	10,000	7,961	(2,039)	145,675	14,131	(131,544)
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	10,000	-	10,000	-	-	-
Public safety	-	-	-	145,675	146,980	(1,305)
Public works	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	10,000	-	10,000	145,675	146,980	(1,305)
Excess (deficiency) of revenues over (under) expenditures	-	7,961	7,961	-	(132,849)	(132,849)
Other financing sources (uses)						
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	7,961	7,961	-	(132,849)	(132,849)
Fund balances (deficits), beginning of year	142,534	142,534	-	425,879	425,879	-
Fund balances (deficits), end of year	$ 142,534	$ 150,495	$ 7,961	$ 425,879	$ 293,030	$ (132,849)

(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, 2020

	Drug Rehab/Education			Fire Districts		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ 2,520,264	$ 2,122,545	$ (397,719)
Intergovernmental	-	-	-	-	7,365	7,365
Charges for services	-	-	-	-	-	-
Fines and forfeitures	90,000	98,847	8,847	-	-	-
Investment income	-	-	-	-	1,072	1,072
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	90,000	98,847	8,847	2,520,264	2,130,982	(389,282)
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	129,681	77,691	51,990	320,264	27,659	292,605
Public works	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	129,681	77,691	51,990	320,264	27,659	292,605
Excess (deficiency) of revenues over (under) expenditures	(39,681)	21,156	60,837	2,200,000	2,103,323	(96,677)
Other financing sources (uses)						
Transfers in	-	-	-	-	13,800	13,800
Transfers out	-	-	-	(2,200,000)	(2,200,000)	-
Total other financing sources (uses)	-	-	-	(2,200,000)	(2,186,200)	13,800
Net change in fund balances	(39,681)	21,156	60,837	-	(82,877)	(82,877)
Fund balances (deficits), beginning of year	429,503	429,503	-	1,495,374	1,495,374	-
Fund balances (deficits), end of year	$ 389,822	$ 450,659	$ 60,837	$ 1,495,374	$ 1,412,497	$ (82,877)

(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, 2020

	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	190,000	191,533	1,533	-	-	-
Investment income	-	-	-	-	-	-
Contributions	-	-	-	70,557	34,151	(36,406)
Miscellaneous	-	-	-	-	-	-
Total revenues	190,000	191,533	1,533	70,557	34,151	(36,406)
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	190,000	185,326	4,674	70,557	73,919	(3,362)
Public works	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	190,000	185,326	4,674	70,557	73,919	(3,362)
Excess (deficiency) of revenues over (under) expenditures	-	6,207	6,207	-	(39,768)	(39,768)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	6,207	6,207	-	(39,768)	(39,768)
Fund balances (deficits), beginning of year	523,142	523,142	-	70,183	70,183	-
Fund balances (deficits), end of year	$ 523,142	$ 529,349	$ 6,207	$ 70,183	$ 30,415	$ (39,768)

(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, 2020

	Law Library			District Attorney		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	44,000	41,212	(2,788)	99,000	57,885	(41,115)
Investment income	60	538	478	10	20	10
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	44,060	41,750	(2,310)	99,010	57,905	(41,105)
Expenditures						
Current:						
General government	-	-	-	-	-	-
Judicial	44,060	44,504	(444)	99,010	80,888	18,122
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	44,060	44,504	(444)	99,010	80,888	18,122
Excess (deficiency) of revenues over (under) expenditures	-	(2,754)	(2,754)	-	(22,983)	(22,983)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	(2,754)	(2,754)	-	(22,983)	(22,983)
Fund balances (deficits), beginning of year	99,253	99,253	-	129,013	129,013	-
Fund balances (deficits), end of year	$ 99,253	$ 96,499	$ (2,754)	$ 129,013	$ 106,030	$ (22,983)

(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, 2020

	Multiple Grant			Real Estate Grant		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	3,411,932	3,166,548	(245,384)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Investment income	-	1,353	1,353	-	-	-
Contributions	-	-	-	-	-	-
Miscellaneous	1,560,853	62,313	(1,498,540)	20,000	-	(20,000)
Total revenues	4,972,785	3,230,214	(1,742,571)	20,000	-	(20,000)
Expenditures						
Current:						
General government	207,686	55,565	152,121	-	-	-
Judicial	1,369,236	1,153,273	215,963	20,000	470	19,530
Public safety	1,488,532	711,700	776,832	-	-	-
Public works	2,694,338	1,275,891	1,418,447	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	5,759,792	3,196,429	2,563,363	20,000	470	19,530
Excess (deficiency) of revenues over (under) expenditures	(787,007)	33,785	820,792	-	(470)	(470)
Other financing sources (uses)						
Transfers in	343,304	177,186	(166,118)	-	-	-
Transfers out	-	(13,800)	(13,800)	-	-	-
Total other financing sources (uses)	343,304	163,386	(179,918)	-	-	-
Net change in fund balances	(443,703)	197,171	640,874	-	(470)	(470)
Fund balances (deficits), beginning of year	234,802	234,802	-	81,762	81,762	-
Fund balances (deficits), end of year	$ (208,901)	$ 431,973	$ 640,874	$ 81,762	$ 81,292	$ (470)

(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, 2020

	NSP Grant			E-911		
	Final Budget	Actual	Variance with Final Budget	Final Budget	Actual	Variance with Final Budget
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	6,710	6,711	1	-	-	-
Charges for services	-	-	-	1,900,000	2,132,501	232,501
Fines and forfeitures	-	-	-	-	-	-
Investment income	25	52	27	-	-	-
Contributions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	702	702
Total revenues	6,735	6,763	28	1,900,000	2,133,203	233,203
Expenditures						
Current:						
General government	6,735	-	6,735	-	-	-
Judicial	-	-	-	-	-	-
Public safety	-	-	-	2,791,312	2,916,905	(125,593)
Public works	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	6,735	-	6,735	2,791,312	2,916,905	(125,593)
Excess (deficiency) of revenues over (under) expenditures	-	6,763	6,763	(891,312)	(783,702)	107,610
Other financing sources (uses)						
Transfers in	-	-	-	891,312	891,312	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	891,312	891,312	-
Net change in fund balances	-	6,763	6,763	-	107,610	107,610
Fund balances (deficits), beginning of year	50,145	50,145	-	221,918	221,918	-
Fund balances (deficits), end of year	$ 50,145	$ 56,908	$ 6,763	$ 221,918	$ 329,528	$ 107,610

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, 2020

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	$ 15,645	$ 15,645	$ -
Total revenues	15,645	15,645	-
Expenditures			
Debt service:			
Principal	13,858	13,858	-
Interest and fiscal charges	1,787	1,787	-
Total expenditures	15,645	15,645	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Other financing sources			
Transfers out	-	-	-
Total other financing sources	-	-	-
Net change in fund balances	-	-	-
Fund balance, beginning of year	-	-	-
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, 2020

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	$ 24,228,599	$	$ 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	18,820,487	710,377	19,530,864
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	33,937,937	37,547,939	39,064,399	-	39,064,399
	$ 58,800,000	$ 57,647,700	$ 116,447,700	$ 117,855,744	$ 710,377	$ 118,566,121

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2011 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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	$ 14,341,207	$ 3,024,775	$ 17,365,982
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	773,570	5,781,450
Judicial Expansion	7,000,000	1,318,776	8,318,776	12,946,329	-	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	2,743,327	63,800	2,807,127
District 4 Recreation	500,000	-	500,000	497,760	-	497,760
District 4 Multi-Use	545,000	-	545,000	540,465	-	540,465
Cemetery Land	55,000	-	55,000	41,436	3,178	44,614
Animal Control Facility	100,000	-	100,000	96,718	-	96,718
Juvenile Court	500,000	-	500,000	592,269	-	592,269
Historic Jail	1,200,000	-	1,200,000	66,734	654	67,388
Agricultural Center	1,100,000	249,985	1,349,985	1,357,997	-	1,357,997
Fire Station #8	1,100,000	-	1,100,000	57,317	83,060	140,377
Emergency Room Expansion	4,000,000	-	4,000,000	4,000,000	-	4,000,000
Landfill	500,000	-	500,000	500,000	-	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	17,265	94,739
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	$ 4,604,218	$ 64,007,655	63,398,190	3,966,302	$ 67,364,492
Transfers from 2011 SPLOST funds for repayment of principal and interest on Solid Waste Authority debt.				(449,999)	-	
Total 2011 SPLOST Fund expenditures for the current fiscal year				$ 62,948,191	$ 3,966,302	

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2017 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Project	Original Estimated Cost	Other Estimated Funding Sources	Current Estimated Cost	Prior Years	Current Year	Total
Transportation	$ 18,330,793	$ -	$ 18,330,793	$ -	$ 7,874	$ 7,874
Debt Service	10,403,963	751,321	11,155,284	2,477,583	3,485,185	5,962,768
E-911 Communication Co-occupied	3,666,159	-	3,666,159	32,068	1,238,288	1,270,356
Westside Youth Facility	495,427	-	495,427	-	-	-
Senior Expansion	1,783,537	17,609	1,801,146	1,029	1,048,463	1,049,492
Recreaton Department Existing Facilities	990,854	-	990,854	182,281	401,980	584,261
District 2 Improvements	495,426	-	495,426	128,587	6,700	135,287
Springhill Park Facility	495,426	-	495,426	735	291,398	292,133
Porterdale Park Upgrades	148,628	-	148,628	54,858	10,702	65,560
District 4 Existing Park Upgrades	495,427	-	495,427	-	158,875	158,875
Chimney Park	99,085	-	99,085	-	58,426	58,426
Yellow River Trail	1,337,652	-	1,337,652	-	-	-
Library	495,427	-	495,427	100,000	13,254	113,254
Animal Control Facility and Equipment	1,199,488	450,000	1,649,488	1,544	903,989	905,533
Washington Street	495,427	-	495,427	-	-	-
Sheriff's Office Upgrade	2,972,561	-	2,972,561	-	232,855	232,855
Solid Waste	1,387,195	-	1,387,195	-	81,370	81,370
Fleet Replacement	3,467,988	51,500	3,519,488	281,864	1,530,531	1,812,395
Fire Services	792,683	-	792,683	-	-	-
Economic Development (IDA)	990,854	-	990,854	-	-	-
City Projects:						
Oxford	1,500,965	-	1,500,965	583,648	330,903	914,551
Porterdale	2,436,714	-	2,436,714	947,499	537,191	1,484,690
Newborn	507,000	-	507,000	197,145	111,773	308,918
Covington	9,425,761	-	9,425,761	3,665,220	2,078,021	5,743,241
Mansfield	385,560	-	385,560	149,925	85,001	234,926
	$ 64,800,000	$ 1,270,430	$ 66,070,430	8,803,986	12,612,779	$ 21,416,765
Transfers from 2017 SPLOST funds for repayment of principal and interest on Solid Waste Authority debt.				-	(269,900)	
Total 2017 SPLOST Fund expenditures for the current fiscal year				$ 8,803,986	$ 12,342,879	

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, 2020

ASSETS	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court	Sheriff	Juvenile Court	Total
Cash and cash equivalents	$ 2,309,359	$ 1,008,157	$ 44,717	$ 70,649	$ 69,261	$ 478	$ 3,502,621
Taxes receivable	3,191,107	-	-	-	-	-	3,191,107
Total assets	$ 5,500,466	$ 1,008,157	$ 44,717	$ 70,649	$ 69,261	$ 478	$ 6,693,728
LIABILITIES							
Due to others	$ 5,500,466	$ 1,008,157	$ 44,717	$ 70,649	$ 69,261	$ 478	$ 6,693,728
Total liabilities	$ 5,500,466	$ 1,008,157	$ 44,717	$ 70,649	$ 69,261	$ 478	$ 6,693,728

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
TAX COMMISSIONER				
ASSETS				
Cash and cash equivalents	$ 1,844,252	$ 61,513,937	$ 61,048,830	$ 2,309,359
Taxes receivable	3,075,265	123,822,986	123,707,144	3,191,107
	$ 4,919,517	$ 185,336,923	$ 184,755,974	$ 5,500,466
LIABILITIES				
Due to others	$ 4,919,517	$ 60,158,533	$ 59,577,584	$ 5,500,466
CLERK OF SUPERIOR COURT				
ASSETS				
Cash and cash equivalents	$ 972,401	$ 2,874,690	$ 2,838,934	$ 1,008,157
LIABILITIES				
Due to others	$ 972,401	$ 2,874,690	$ 2,838,934	$ 1,008,157

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
PROBATE COURT				
ASSETS				
Cash and cash equivalents	$ 42,642	$ 295,384	$ 293,309	$ 44,717
LIABILITIES				
Due to others	$ 42,642	$ 295,384	$ 293,309	$ 44,717
MAGISTRATE COURT				
ASSETS				
Cash and cash equivalents	$ 81,695	$ 151,319	$ 162,365	$ 70,649
LIABILITIES				
Due to others	$ 81,695	$ 151,319	$ 162,365	$ 70,649
SHERIFF				
ASSETS				
Cash and cash equivalents	$ 95,377	$ 1,217,816	$ 1,243,932	$ 69,261
LIABILITIES				
Due to others	$ 95,377	$ 1,217,816	$ 1,243,932	$ 69,261

(Continued)

NEWTON COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
JUVENILE COURT				
ASSETS				
Cash and cash equivalents	$ 1,573	$ -	$ 1,095	$ 478
LIABILITIES				
Due to others	$ 1,573	$ -	$ 1,095	$ 478
TOTAL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	$ 3,037,940	$ 66,053,146	$ 65,588,465	$ 3,502,621
Taxes receivable	3,075,265	123,822,986	123,707,144	3,191,107
	$ 6,113,205	$ 189,876,132	$ 189,295,609	$ 6,693,728
LIABILITIES				
Due to others	$ 6,113,205	$ 64,697,742	$ 64,117,219	$ 6,693,728

STATISTICAL SECTION

STATISTICAL SECTION

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

Contents ..... **Page**

Financial Trends ..... **112 – 117**
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 ..... **118 – 121**
These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity ..... **122 – 124**
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 ..... **125 and 126**
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 ..... **127 – 129**
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									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities:										
Net investment in capital assets	$ 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	$ 145,654,443
Restricted	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	36,133,165
Unrestricted	(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	29,943,598
Total governmental activities net position	$ 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	$ 211,731,206
Business-type activities:										
Net investment in capital assets	$ 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	$ 26,547,347
Restricted	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	2,412,860
Unrestricted	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	7,320,325
Total governmental activities net position	$ 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	$ 36,280,532
Primary government:										
Net investment in capital assets	$ 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	$ 172,201,790
Restricted	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	38,546,025
Unrestricted	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	37,263,923
Total governmental activities net position	$ 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	$ 248,011,738

NEWTON COUNTY, GEORGIA

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental activities:										
General government	$ 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	$ 10,628,574
Judicial	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	7,445,609
Public safety	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	42,922,723
Public works	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	21,462,433
Health and welfare	941,975	856,581	844,246	766,260	778,275	1,224,761	1,212,755	1,250,959	1,311,484	2,742,686
Culture and recreation	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	2,557,441
Housing and development	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	1,437,429
Interest on long-term debt	1,007,034	761,363	735,764	556,395	515,129	273,612	478,930	612,800	909,575	762,001
Total governmental activities expenses	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	89,958,896
Business-type activities:										
Water	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	6,389,735
Special facilities	61,791	44,708	42,168	48,276	35,772	111,383	147,157	237,007	398,524	381,870
Solid waste	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	5,572,576
Total business-type activities expenses	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	12,344,181
Total primary government expenses	$ 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	$ 102,303,077
Program revenues										
Governmental activities:										
Charges for services:										
General government	$ 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	$ 2,903,683
Judicial	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	2,374,474
Public safety	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	3,321,899
Public works	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	1,446,109
Health and welfare	-	-	-	-	-	68,962	86,638	75,166	67,561	48,941
Culture and recreation	6,303	7,756	4,975	5,538	5,805	6,499	387,488	370,873	370,824	384,755
Housing and development	463,721	206,127	196,655	621,478	853,693	991,364	782,685	880,571	888,357	1,046,399
Operating grants and contributions	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	5,898,902
Capital grants and contributions	255,450	174,620	258,229	82,375	2,045,665	1,767,884	740,657	6,889,967	1,727,729	1,431,337
Total governmental activities program revenues	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	18,856,499
Business-type activities:										
Charges for services	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	14,500,260
Capital grants and contributions	-	-	-	-	-	-	-	-	-	89,817
Total business-type activities program revenues	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	14,590,077
Total primary government program revenues	$ 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	$ 33,446,576

(Continued)

NEWTON COUNTY, GEORGIA

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (expense)/revenue:										
Governmental activities	$ (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)	$ (71,102,397)
Business-type activities	(542,439)	254,235	(448,540)	137,136	1,054,238	(6,148,791)	994,091	3,488,816	2,026,484	2,245,896
Total primary government net expense	$ (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)	$ (68,856,501)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	$ 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	$ 47,962,797
Sales taxes	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	25,023,436
Other taxes	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	7,348,623
Unrestricted investment earnings	77,838	44,911	34,895	8,501	11,543	17,114	65,710	108,151	482,430	743,358
Joint venture equity	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	(552,233)	(750,000)	(1,745,705)	(769,078)	(715,093)	(1,197,080)	(1,180,194)	9,411,699	(1,360,959)	(1,216,561)
Special items	-	-	-	-	-	(4,000,000)	-	-	-	-
Total governmental activities	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	79,861,653
Business-type activities:										
Unrestricted investment earnings	322,494	384,528	28,567	21,915	22,723	15,289	12,602	104,375	226,814	140,886
Gain on sale of capital assets	12,575	192,473	25,000	-	-	35,175	-	(1,461,090)	-	-
Transfers	552,233	750,000	1,745,705	769,078	715,093	1,197,080	1,180,194	(9,411,699)	1,360,959	1,216,561
Special items	-	-	-	-	-	(1,731,414)	-	-	-	-
Total business-type activities	887,302	1,327,001	1,799,272	790,993	737,816	(483,870)	1,192,796	(10,768,414)	1,587,773	1,357,447
Total primary government	$ 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	$ 81,219,100
Change in Net Position										
Governmental activities	$ (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	$ 8,759,256
Business-type activities	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	3,603,343
Total primary government	$ (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	$ 12,362,599

NEWTON COUNTY, GEORGIA

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Reserved	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable:										
Prepaids and inventories	523,573	352,126	397,862	364,301	193,419	306,914	336,493	289,201	570,659	339,034
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	22,668,272
Total General Fund	$ 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	$ 23,007,306
All Other Governmental Funds										
Reserved	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved, undesignated	-	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Debt service funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
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	481,481
Judicial	370,115	351,884	396,360	314,857	469,133	574,150	663,466	671,962	452,562	434,316
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	3,056,415
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	35,300
Housing and development	-	-	-	-	-	-	-	-	-	-
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	42,952,802
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	390,041	131,456	131,604	-	-
Unassigned:										
Special revenue funds	-	-	(129,628)	-	-	-	(395,144)	(729,940)	(695,777)	(1,903,242)
Capital projects funds	-	-	-	-	(3,292,077)	(2,004,321)	(938,816)	-	-	-
Total all other governmental funds	$ 32,216,375	$ 31,096,867	$ 30,948,242	$ 29,925,661	$ 32,961,003	$ 31,438,612	$ 36,094,466	$ 25,532,148	$ 42,087,319	$ 45,057,072

NEWTON COUNTY, GEORGIA

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Taxes	$ 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	$ 79,510,103
Licenses and permits	309,427	265,405	270,718	468,976	565,903	627,846	876,815	981,952	968,636	1,066,551
Intergovernmental	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	6,889,053
Charges for services	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	7,714,802
Fines and forfeitures	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	1,312,413
Investment income	144,659	75,871	60,253	27,982	35,434	41,796	65,474	107,911	482,430	743,358
Contributions	1,724	2,803	13,971	26,126	43,520	23,596	66,392	852,060	94,885	137,235
Miscellaneous	481,851	705,440	798,813	782,619	829,090	1,060,883	1,148,429	1,043,195	1,172,586	766,971
Total revenues	$ 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	$ 98,140,486
Expenditures										
General government	$ 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	$ 11,080,567
Judicial	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	7,368,780
Public safety	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	40,028,656
Public works	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	5,454,851
Health and welfare	966,851	877,027	860,937	764,792	787,418	2,036,179	1,206,446	1,214,432	1,196,004	1,225,319
Culture and recreation	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	2,830,352
Housing and development	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	1,483,056
Intergovernmental	823,091	1,905,375	1,902,600	1,845,023	1,913,036	1,883,239	2,473,302	-	-	3,142,889
Capital outlay	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	13,339,304
Debt service:										
Principal retirement	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	3,931,373
Interest and fiscal charges	1,111,888	9,179,366	614,362	524,234	496,868	233,181	410,987	559,415	944,092	1,004,383
Total expenditures	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	90,889,530
Excess (deficiency) of revenues over (under) expenditures	(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	7,250,956

(Continued)

NEWTON COUNTY, GEORGIA

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
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	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	9,551,152
Transfers out	(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)	(10,767,713)
Proceeds from sale of capital assets	16,008	19,454	270,411	13,634	-	7,256	15,388	9,415	56,807	5,265
Total other financing sources (uses)	(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	(1,211,296)
Net change in fund balances	$ (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	$ 6,039,660
Debt service as a percentage of noncapital expenditures	16.1%	16.9%	4.7%	5.0%	7.3%	4.7%	3.7%	4.1%	4.0%	6.0%

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)					
2011	$ 1,797,664	$ 709,800	$ 217,739	$ 3,325	$ 377,914	$ 2,350,614	10.730	$ 5,876,535	40%
2012	1,609,066	710,446	218,780	3,599	365,070	2,176,821	10.910	5,442,053	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	2,336,523	922,789	55,282	4,182	491,179	2,827,597	13.441	7,068,993	40%
2020	2,596,319	885,715	42,317	3,688	494,622	3,033,417	12.916	7,583,543	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									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Newton County rates										
Maintenance and Operations										
Unincorporated	10.91	10.91	10.91	11.54	11.23	12.99	12.99	13.44	13.44	12.92
Emergency Medical Services	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	0.84	0.89	0.89	0.89	0.89
Hospital Authority	1.20	1.20	1.20	1.20	1.20	-	-	-	-	-
Board of Education										
Maintenance and Operations	21.00	21.07	21.90	21.90	20.45	20.00	20.00	20.00	20.00	19.79
State of Georgia	0.25	0.25	0.20	0.15	0.10	0.05	-	-	-	-
Total Unincorporated	34.60	34.68	35.45	36.03	34.22	34.33	34.33	34.33	34.33	33.60
Covington CID	-	-	-	-	-	-	-	5.00	5.00	5.00
Total Municipalities:										
Mansfield	5.58	5.58	5.58	5.58	5.08	4.72	4.60	4.42	4.16	3.87
Newborn	1.94	1.97	1.94	2.03	1.89	1.88	1.86	1.83	1.77	1.41
Oxford	6.28	7.06	7.60	7.85	7.57	7.76	7.24	6.62	6.62	6.62
Porterdale	17.52	19.89	19.89	19.39	17.91	17.91	17.91	17.31	13.72	14.07
Social Circle (1)	23.46	24.05	24.28	24.28	27.20	26.50	25.85	25.04	27.55	27.18
City of Covington	8.21	8.21	8.21	8.20	7.71	7.65	7.65	7.65	7.65	7.19

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

	2020			2011		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bard C R	$ 88,078,063	1	2.90 %	$ 40,634,114	2	1.73 %
SKC, Inc.	59,096,372	2	1.95	39,685,792	3	1.69
General Mills	40,133,367	3	1.32	41,908,852	1	1.78
Pactiv	28,466,599	4	0.94	33,803,348	4	1.44
Fibervision	27,023,243	5	0.89	21,738,587	6	0.92
Georgia Power	26,721,194	6	0.88	15,534,480	8	0.66
Nisshinbo	22,538,193	7	0.74	18,590,704	7	0.79
Joint Development Authority (Takeda)	21,734,102	8	0.72	-		-
Snapping Shoals EMC	21,469,580	9	0.71	22,459,560	5	0.96
Engineered Polymer	18,668,086	10	0.62	-		-
Berry Plastics	-	-	-	14,366,843	9	0.61
Michelin North America	-	-	-	13,164,827	10	0.56
						-
Totals	$ 353,928,799		11.67 %	$ 261,887,107		11.14 %

The fiscal year 2020 total taxable assessed value is: $ 3,033,417,311
The fiscal year 2011 total taxable assessed value is: $ 2,350,614,839

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
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
2020	37,176,030	36,519,683	98.2	33,456	36,850,139	99.1

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			
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	6,303,275	16,640,000	4,127,484	43,419,166	1.29	406
2018	517,551	14,508,744	5,163,275	36,700,000	2,285,593	59,175,163	1.68	548
2019	13,767,479	13,874,956	4,015,000	33,355,000	2,173,019	67,185,454	1.82	613
2020	10,827,149	13,234,457	3,380,000	31,525,093	3,306,306	62,273,005	1.61	557

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)
2011	$ 10,145,000	172.64%	$ 101
2012	4,040,000	74.24%	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	194.76%	126
2020	10,827,149	142.77%	97

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									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	$ 235,061	$ 217,682	$ 194,839	$ 184,325	$ 196,974	$ 205,883	$ 216,222	$ 236,516	$ 282,760	$ 303,342
Total net debt applicable to limit	10,145	4,040	3,358	2,655	1,938	1,200	1,705	518	13,767	10,827
Legal debt margin	$ 224,916	$ 213,642	$ 191,481	$ 181,670	$ 195,036	$ 204,683	$ 214,517	$ 235,998	$ 268,992	$ 292,515
Total net debt applicable to the limit as a percentage of debt limit	4.32%	1.86%	1.72%	1.44%	0.98%	0.58%	0.79%	0.22%	4.87%	3.57%

Legal Debt Margin Calculation for Fiscal Year 2020

Assessed value	$ 3,033,417
Debt limit (10% of assessed value)	303,342
Debt applicable to limit:	
General obligation bonds	10,827
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	10,827
Legal debt margin	$ 292,515

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)
2011	100,169	$ 2,623,010	$ 26,186	35.0	N/A	0.122 %
2012	100,565	2,759,412	27,439	36.0	N/A	0.110
2013	101,122	2,805,018	27,739	36.3	N/A	0.097
2014	102,272	2,899,542	28,351	36.1	19,598	0.082
2015	103,790	3,023,291	29,129	35.7	19,600	0.067
2016	105,324	3,210,695	30,484	36.1	19,680	0.060
2017	106,999	3,354,135	31,347	36.0	19,657	0.054
2018	108,078	3,517,731	32,548	36.1	19,758	0.053
2019	109,541	3,696,995	33,750	36.2	19,617	0.045
2020	111,744	3,877,030	34,969	36.2	18,750	0.066

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

(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

NEWTON COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	2020			2011		
Taxpayer	Employees (1)	Rank	Percentage of Total County Employment (2)	Employees (1)	Rank	Percentage of Total County Employment (2)
Newton County Board of Education	2,626	1	5.23%	2,000	1	4.80%
Takeda Pharmaceuticals	900	2	1.79%			
Newton County Government	698	3	1.39%	554	3	1.30%
Becton, Dickson, & Co.	692	4	1.38%	600	2	1.40%
Piedmont Newton Hospital	667	5	1.33%	545	4	1.30%
Pactiv Corporation	500	6	1.00%	500	5	1.20%
General Mills	365	7	0.73%	400	6	1.00%
City of Covington	336	9	0.67%	340	7	0.80%
SKC, Inc.	331	9	0.66%	320	8	0.80%
SRG	310	10	0.62%	291	9	0.70%
Nisshinbo	243	11	0.48%	270	10	0.70%
Totals	7,668		0.15 %	5,820		0.14 %

(1) Source: Newton County Chamber of Commerce

(2) Source: Total County employed per Georgia Department of Labor County Profile, 50,187 (August 2020)

NEWTON COUNTY, GEORGIA

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

	Fiscal Year									
Function	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
General Government	116	113	105	117	119	128	142	145	162	154
Public Safety										
Sheriff										
Officers (including SRO)	122	114	134	137	137	145	150	141	152	150
Civilians	11	14	19	20	18	12	14	13	17	16
Detention										
Officers	82	84	71	70	71	83	90	76	87	88
Admin (Other)	17	20	18	18	20	25	25	26	28	28
Fire										
Firefighters and Officers	67	68	61	63	65	74	76	87	96	110
Civilians	6	7	11	11	10	2	2	2	4	5
Coroner	1	1	1	1	1	1	1	1	1	1
Animal Control	9	8	7	7	8	9	9	9	9	9
Emergency Management	2	2	2	2	2	2	2	2	2	2
Public Works										
Highways and Streets	50	35	35	29	31	39	35	31	38	37
Fleet Maintenance	-	10	8	10	10	10	10	9	8	8
Engineering	4	4	1	2	2	-	-	-	-	0
Water Resources	11	10	10	12	9	16	17	18	19	20
Solid Waste Disposal and Recycling	17	18	15	15	18	16	18	10	13	14
Clean and Beautiful	-	-	-	-	-	2	2	2	2	2
Planning and Development	15	15	17	15	16	16	15	15	16	16
Total	530	523	515	529	537	580	608	587	654	660

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

NEWTON COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN CALENDAR YEARS

	Fiscal Year									
Function	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
Governmental:										
Sheriff Department										
Physical arrest	7,168	7,032	6,958	6,964	6,931	6,753	6,495	6,194	6,187	4,413
Parking violations	-	2	-	2	5	9	4	7	2	2
Traffic violations	1,337	2,681	2,683	3,758	4,361	3,715	3,143	4,113	5,132	6,733
Fire Department										
Fires extinguished										
Structures	317	317	78	141	117	120	119	91	90	97
Vehicles	74	74	45	48	58	59	71	55	61	60
Emergency responses	4,919	4,919	4,170	6,521	6,468	6,455	7,050	7,022	7,149	6,981
Fire Inspections	197	197	161	251	242	280	287	372	354	122
Parks and Recreation										
Recreation participants										
Youth	2,857	2,857	2,383	2,528	2,497	2,205	2,313	2,423	2,203	1,135
Adults	1,054	1,054	884	824	856	462	630	585	325	-
Athletic fields	27	27	27	27	27	27	27	27	25	25
Business-type:										
Landfill										
Refuse collection (tons/day)	261	261	240	266	273	249	259	261	253	327
Recyclables centers	11	11	11	11	11	11	11	5	6	6
Recyclables centers (tons/day)	N/A	N/A	81	89	86	73	40	30	35	35
Newspaper collections (tons/day)	401	401	430	500	525	550	600	100	44	130
Scrap Metal collections (tons/day)	785	785	900	1,050	1,000	850	875	250	273	400
Glass collections (tons/day)	220	220	290	310	320	350	300	250	40	150

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

Source: Various County Departments.

NEWTON COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
Function/Program	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
Sheriff Department										
Stations	2	2	3	3	3	3	3	3	3	4
Patrol Units	43	43	43	47	51	55	61	64	69	69
Fire Stations	7	7	7	7	7	7	7	7	7	8
Public Works										
Streets (miles)	778	778	779	781	781	782	784	784	786	787
Traffic Signals	3	3	3	3	3	3	3	3	3	4
Culture and Recreation										
Park Acreage	360.0	360.0	360	360	360	360	360	351	351	351
Playgrounds	11	11	11	11	12	12	12	12	10	11
Baseball/Softball Diamonds	21	21	21	21	21	21	21	21	20	17
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.
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, 2020, and the related notes to the financial statements, which collectively comprise the County's, basic financial statements, and have issued our report thereon dated January 29, 2021. 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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
January 29, 2021

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

Report on Compliance For Each Major Federal Program

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 the County's major federal programs for the year ended June 30, 2020. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing 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
January 29, 2021

Mauldin & Jenkins, LLC

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Idenitification Number	Total Expenditures	Passed Through to Subrecipients
Services				
Pass Through Program - Northeast Georgia Regional Commission				
Community Care Services Program - Title III, Part B	93.044	SFY 2020	$ 9,341	$ -
Community Care Services Program - Title III, Part C	93.045	SFY 2020	115,046	-
Nutrition Services Incentive Program	93.053	SFY 2020	34,009	-
Total Aging Cluster			158,396	-
Pass Through Program - Georgia Department of Human Resources				
Community Services Block Grant	93.569	42700-040-0000074593	4,661	4,483
Total 477 Cluster			4,661	4,483

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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 2020	$ 4,443	$ -
Social Services Block Grant	93.667	SFY 2020	49,017	-
CCSP Medicaid	93.778	SFY 2020	15,778	-
Total U.S. Department of Health and Human Services			232,295	4,483

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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	2016-DJ-BX-0479	$ 27	$ -
		2019-DJ-BX-0782	18,427	-
			18,454	-
Justice and Mental Health Collaboration Program ("JMHCP")	16.745	2017-MO-BX-0024	14,848	-
Coronavirus Relief Project	16.034	2020-VD-BX-1420	86,341	-
			101,189	-

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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	2017-VA-GX-0009 (C17-8-171)	$ 24,046	$ -
		2017-VA-GX-0009 (C17-8-170)	11,170	-
		2018-V2-GX-0066 (C18-8-264)	68,211	-
		2018-V2-GX-0066 (C18-8-263)	38,683	-
			142,110	-
Residential Substance Abuse Treatment	16.593	2016-RT-BX-0029 (R16-8-002)	20,211	-
		2017-J2-BX-0042 (R17-8-003)	11,877	-
		2019-RT-BX-0034 (R19-8-001)	3,098	-
			35,186	-
Total U.S. Department of Justice			296,939	-

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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				
Hazard Mitigation Grant	97.039	HMG Plan #HHM284023	$ 8,400	$ -
Direct - Federal Emergency Management Agency				
Assistance to Firefighters Grant Program	97.044	EMW-2016-FV-02155	394,618	-
Pass Through Program - Georgia Planning and Budget				
Emergency Management Performance Grant	97.042	OEM18-109	29,987	-
Pass Through Program - Georgia Emergency Management Agency				
Disaster Grants - Public Assistance	97.036	Disaster 4259	1,478,397	-
Total U.S. Department of Homeland Security			1,911,402	-

(Continued)

NEWTON COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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	66.468	Loan #DW2017023	$ 973,002	$ -
Total U.S. Environmental Protection Agency			973,002	-
U.S. Department of Transportation				
Pass Through Program - Georgia Department of Transportation				
ARC 2013 - Flat Shoals Rd/Covington ByPass	20.205	#0012646	1,370,384	-
ARC 2016 - Crowell Rd/Harold Dobbs Rd Bridge	20.205	#0015095	104,265	-
Bridge	20.205	#0015096	109,824	-
ARC 2016 - Brown Bridge/ Snapping Shoals Creek	20.205	#0015097	146,196	-
Total Highway Planning and Construction Cluster			1,730,669	-
Pass Through Program - Governor's Office of Highway Safety				
Highway Enforcement of Aggressive Traffic ("HEAT")	20.600	GA-2019-402PT-010	31,467	-
		GA-2020-402PT-018	96,083	-
Total Highway Safety Cluster			127,550	-
Total U.S. Department of Transportation			1,858,219	-
Total Expenditures of Federal Awards			**$ 5,271,857**	**$ 4,483**

NEWTON COUNTY, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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, 2020.

NOTE 3. NON-CASH AWARDS

The County did not receive non-cash federal awards during the year ended June 30, 2020.

NEWTON COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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
66.468	Capitalization Grants for Drinking Water State Revolving Funds

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

NEWTON COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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, 2020

None reported.