TELFAIR COUNTY, GEORGIA

FINANCIAL STATEMENTS
AS OF **JUNE 30, 2022**
TOGETHER WITH AUDITOR'S REPORT

TELFAIR COUNTY, GEORGIA
FINANCIAL STATEMENTS

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TELFAIR COUNTY, GEORGIA
FINANCIAL STATEMENTS

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I. FINANCIAL SECTION

- **INDEPENDENT AUDITOR'S REPORT**
- **BASIC FINANCIAL STATEMENTS**

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners and Management
of Telfair County, Georgia
McRae, Georgia

Report on the Audit of the Financial Statements

Opinions

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 Telfair County, Georgia, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Telfair County, Georgia's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Telfair County, Georgia, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Telfair County Department of Leisure Services, the Telfair County Hospital Authority, the Development Authority of Telfair County or the Telfair County Board of Health, which represent 100% percent of the assets, net position, and revenues of the aggregate discretely presented component units as of June 30, 2022. Those statements were audited by other auditors whose report has been furnished to us, and our opinions, insofar as it relates to the amounts included for the Telfair County Department of Leisure Services, the Telfair County Hospital Authority, the Development Authority of Telfair County and the Telfair County Board of Health, are based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Telfair County, Georgia, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Telfair County, Georgia's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Telfair County, Georgia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Telfair County, Georgia's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the schedule of changes in the net pension liability and related ratios on page 49, the schedule of contributions on page 50, and the budgetary comparison information on pages 51 through 54, as well as the note to required supplementary information on page 55 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Telfair County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements on pages 56 through 61 are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of special purpose local option sales tax proceeds on page 62 is presented for purposes of additional analysis as required by Official Code of Georgia 48-8-121, and is not a required part of the basic financial statements.

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 12, 2023, on our consideration of Telfair County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the

effectiveness of Telfair County, Georgia'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 Telfair County, Georgia's internal control over financial reporting and compliance.



Carr, Riggs & Ingram, LLC

Tifton, Georgia

September 12, 2023

TELFAIR COUNTY, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and cash equivalents	$ 6,554,032	$ 1,571,848	$ 8,125,880	$ 3,885,019
Investments	-	-	-	943
Taxes receivable -				
net of uncollectible accounts	553,644	-	553,644	-
Other receivables, net	211,874	298,775	510,649	414,539
Internal balances	(270,703)	270,703	-	-
Prepaids	264,743	-	264,743	-
Proportionate share of net OPEB benefit				80,537
Capital assets:				
Nondepreciable	304,511	707,670	1,012,181	134,368
Depreciable, net	17,135,871	4,708,631	21,844,502	760,598
Total assets	24,753,972	7,557,627	32,311,599	5,276,004
DEFERRED OUTFLOWS OF RESOURCES				
Related to defined benefit pension plan and OPEB	236,590	17,865	254,455	243,955
LIABILITIES				
Accounts payable	389,683	43,015	432,698	-
Other liabilities	66,361	14,754	81,115	57,458
Noncurrent liabilities:				
Due within one year:				
Lease payable	125,324	165,854	291,178	-
Notes payable	57,034	99,922	156,956	1,916
Revenue bond payable	-	27,544	27,544	-
Due in more than one year:				
Lease payable	437,025	129,256	566,281	-
Notes payable	1,172,768	640,465	1,813,233	-
Revenue bond payable	-	1,440,780	1,440,780	-
Closure/post closure accrued liability	-	3,007,820	3,007,820	-
Proportionate share of net pension liability	351,282	26,525	377,807	274,517
Total liabilities	2,599,477	5,595,935	8,195,412	333,891
DEFERRED INFLOWS OF RESOURCES				
Related to defined benefit pension plan and OPEB	425,480	32,127	457,607	412,421
NET POSITION				
Net investment in capital assets	15,648,231	2,912,480	18,560,711	894,966
Restricted:				
Special revenue	2,188,331	-	2,188,331	-
Capital projects	2,753,547	-	2,753,547	-
Prior year program income	-	-	-	102,759
Unrestricted	1,375,496	(965,050)	410,446	3,775,922
Total net position	$ 21,965,605	$ 1,947,430	$ 23,913,035	$ 4,773,647

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions
Primary government:			
Governmental activities:			
General government	$ 2,001,593	$ 125,594	$ -
Judicial	834,150	309,933	-
Public safety	4,638,770	621,758	-
Public works	2,280,147	-	-
Health and welfare	524,559	193,851	-
Culture and recreation	293,076	-	-
Housing and development	275,491	620	-
Interest on long-term debt	51,417	-	-
Total governmental activities	10,899,203	1,251,756	-
Business-type activities -			
Landfill	1,623,443	1,807,593	-
Total business-type activities	1,623,443	1,807,593	-
Total primary government	$ 12,522,646	$ 3,059,349	$ -
Component units:			
Governmental type	$ 910,688	$ 317,680	$ 702,399
Total component units	$ 910,688	$ 317,680	$ 702,399
General revenues:			
Property taxes			
Timber taxes			
Local Option Sales taxes			
Special Purpose Local Option Sales taxes			
Transportation Local Option Sales taxes			
Hotel and motel taxes			
Beer and wine taxes			
Insurance premium taxes			
Other taxes			
Investment earnings			
Gain on sale of assets			
Miscellaneous			
Transfers			
Total general revenues and transfers			
Change in net position			
Net position - beginning			
Net position - ending			

Program Revenues	Net (Expense) Revenue and Changes in Net Position			
	Primary Government			Component Unit
Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Component Units
$ 1,626,551	$ (249,449)	$ -	$ (249,449)	
-	(524,217)	-	(524,217)	
94,877	(3,922,135)	-	(3,922,135)	
483,999	(1,796,148)	-	(1,796,148)	
18,917	(311,791)	-	(311,791)	
-	(293,076)	-	(293,076)	
-	(274,871)	-	(274,871)	
-	(51,417)	-	(51,417)	
2,224,344	(7,423,104)	-	(7,423,104)	
37,688	-	221,838	221,838	
37,688	-	221,838	221,838	
$ 2,262,032	$ (7,423,104)	$ 221,838	$ (7,201,266)	
$ -				$ 109,391
$ -				$ 109,391
	$ 5,190,772	$ -	$ 5,190,772	$ -
	239,120	-	239,120	-
	497,667	-	497,667	-
	1,327,117	-	1,327,117	-
	366,510	-	366,510	-
	16,553	-	16,553	-
	1,009	-	1,009	-
	440,050	-	440,050	-
	57,794	-	57,794	-
	5,232	2,501	7,733	4,849
	68,000	-	68,000	-
	195,806	15	195,821	127,786
	(20,512)	20,512	(0)	-
	8,385,118	23,028	8,408,146	132,635
	962,014	244,866	1,206,880	242,026
	21,003,591	1,702,564	22,706,155	4,531,621
	$ 21,965,605	$ 1,947,430	$ 23,913,035	$ 4,773,647

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	General	American Rescue Plan
ASSETS		
Cash and cash equivalents	$ 1,674,665	$ 2,007,388
Taxes receivable - net of allowance for uncollectibles	404,395	-
Other receivables, net	211,874	-
Prepaids	264,743	-
Total assets	$ 2,555,677	$ 2,007,388
LIABILITIES		
Accounts payable	$ 302,945	$ -
Other liabilities	66,361	-
Due to other funds	270,703	-
Total liabilities	640,009	-
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	337,985	-
Total deferred inflows of resources	337,985	-
FUND BALANCES		
Nonspendable	264,743	-
Restricted	-	2,007,388
Unassigned	1,312,940	-
Total fund balances	1,577,683	2,007,388
Total liabilities, deferred inflows of resources, and fund balances	$ 2,555,677	$ 2,007,388

SPLOST	Other Governmental Funds	Total Governmental Funds
$ 2,134,147	$ 737,832	$ 6,554,032
117,040	32,209	553,644
-	-	211,874
-	-	264,743
$ 2,251,187	$ 770,041	$ 7,584,293
$ 67,280	$ 19,458	$ 389,683
-	-	66,361
-	-	270,703
67,280	19,458	726,747
-	-	337,985
-	-	337,985
-	-	264,743
2,183,907	750,583	4,941,878
-	-	1,312,940
2,183,907	750,583	6,519,561
$ 2,251,187	$ 770,041	$ 7,584,293

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Amounts reported for governmental activities in the statement of net position are different because:		
Total governmental fund balances		$ 6,519,561
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		
Cost of capital assets	$ 26,540,517	
Less accumulated depreciation	(9,100,135)	17,440,382
Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds.		337,985
Some liabilities, including net pension obligations, are not due and payable in the current period and, therefore, are not reported in the funds.		
Net pension liability		(351,282)
Deferred outflow and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflow of employer contributions after the measurement date		181,224
Asset (gain)/loss		(299,733)
Liability (gain)/loss		(75,137)
(Gain)/loss due to assumption change		4,756
Long-term liabilities, such as compensated absences and lease liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		(1,792,151)
Net position of governmental activities		$ 21,965,605

The accompanying Notes to Financial Statements are an integral part of these statements.

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TELFAIR COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	General	American Rescue Plan
REVENUES		
General property taxes	$ 5,472,867	$ -
Other taxes	996,520	-
Charges for services	455,158	-
Intergovernmental	372,860	1,540,310
Fines and forfeitures	476,220	-
Investment earnings	2,895	1,897
Miscellaneous	195,806	-
Total revenues	7,972,326	1,542,206
EXPENDITURES		
Current:		
General government	1,621,511	-
Judicial	839,982	-
Public safety	4,477,664	-
Public works	799,492	-
Health and welfare	510,660	-
Culture and recreation	242,150	-
Housing and development	250,256	-
Intergovernmental	-	-
Debt service:		
Principal	11,329	-
Interest	5,741	-
Capital outlay :		
General government	-	-
Public safety	383,659	-
Public works	-	-
Culture and recreation	-	-
Total expenditures	9,142,444	-
OTHER FINANCING SOURCES (USES)		
Lease financing	-	-
Sale of general capital assets	68,000	-
Transfers in (out)	1,107,321	(850,833)
Total other financing sources	1,175,321	(850,833)
Net change in fund balances	5,203	691,373
Fund balances, beginning	1,572,480	1,316,015
Fund balances, ending	$ 1,577,683	$ 2,007,388

SPLOST	Other Governmental Funds	Total Governmental Funds
$ -	$ -	$ 5,472,867
1,327,116	383,063	2,706,699
-	125,482	580,640
-	495,593	2,408,763
-	-	476,220
2,200	440	7,432
-	8,277	204,083
1,329,316	1,012,855	11,856,703
-	134,625	1,756,136
-	6,286	846,268
-	-	4,477,664
-	76,806	876,298
-	4,702	515,362
-	-	242,150
-	18,720	268,976
669,335	-	669,335
53,522	145,258	210,109
3,772	41,904	51,417
142,998	-	142,998
-	-	383,659
-	1,491,611	1,491,611
49,000	-	49,000
918,627	1,919,912	11,980,983
-	220,302	220,302
-	-	68,000
(277,000)	-	(20,512)
(277,000)	220,302	267,790
133,689	(686,755)	143,510
2,050,218	1,437,338	6,376,051
$ 2,183,907	$ 750,583	$ 6,519,561

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds		$ 143,510
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.		
Capital outlay	$ 2,067,268	
Depreciation expense	(1,292,650)	774,618
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes:		
Unavailable revenue - property taxes at June 30, 2022	$ 337,985	
Unavailable revenue - property taxes at June 30, 2021	(380,959)	(42,975)
Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.		
Pension contributions	$ 181,225	
Cost of benefits earned net of employee contributions	(84,171)	97,054
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.		
Capital lease proceeds	$ (220,302)	
Principal repayments	210,109	(10,193)
Change in net position of governmental activities		$ 962,014

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2022

	Business-Type Activity - Enterprise Fund
	Landfill
ASSETS	
Current assets:	
Cash	$ 1,571,848
Accounts receivable, net	298,775
Due from other funds	270,703
Total current assets	2,141,326
Noncurrent assets -	
Capital assets:	
Land, nondepreciable	707,670
Equipment, depreciable	7,746,883
Buildings and improvements, depreciable	40,257
Intangible asset - leased equipment	724,547
Less - accumulated depreciation/amortization	(3,803,056)
Total noncurrent assets	5,416,301
Total assets	7,557,627
DEFERRED OUTFLOWS OF RESOURCES	17,865
LIABILITIES	
Current liabilities:	
Accounts payable	43,015
Accrued liabilities	14,754
Lease payable	165,854
Note payable	99,922
Revenue bonds payable	27,544
Total current liabilities	351,089
Noncurrent liabilities:	
Lease payable	129,256
Note payable	640,465
Revenue bonds payable	1,440,780
Net pension liability	26,525
Closure/post closure accrued liability	3,007,820
Total noncurrent liabilities	5,244,846
Total liabilities	5,595,935
DEFERRED INFLOWS OF RESOURCES	32,127
NET POSITION	
Net investment in capital assets	2,912,480
Unrestricted	(965,050)
Total net position	$ 1,947,430

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Business-Type Activity - Enterprise Fund
	Landfill
OPERATING REVENUES	
Charges for services	$ 1,807,593
Intergovernmental	37,688
Miscellaneous	15
Total operating revenues	1,845,296
OPERATING EXPENSES	
Personnel services	270,208
Employee benefits	109,248
Professional services	24,670
Repairs and maintenance	76,670
Communication services	10,687
Other purchased services	159,205
Supplies	64,368
Utilities	5,961
Gasoline / diesel	116,632
Depreciation / amortization	430,337
Closure / post closure	298,210
Other operating	11,163
Total operating expenses	1,577,359
Operating income (loss)	267,937
NONOPERATING REVENUES (EXPENSES)	
Investment earnings	2,501
Interest expense	(46,084)
Total nonoperating revenues (expenses)	(43,583)
Income before transfers	224,354
Transfers in (out)	20,512
Change in net position	244,866
Net position, beginning	1,702,564
Net position, ending	$ 1,947,430

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Business-Type Activity - Enterprise Fund Landfill
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 1,752,371
Payments to suppliers for goods and services	(444,054)
Payments to employees for services	(270,208)
Payments for employee taxes and benefits	(116,976)
Net cash provided by operating activities	921,133
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Principal paid on leases and notes payable	(301,712)
Interest paid on leases and notes payable	(20,202)
Proceeds from lease payable	740,387
Principal paid on revenue bonds payable	(27,071)
Interest paid on revenue bonds payable	(26,169)
Acquisition and construction of capital assets	(740,388)
Receipts from American Rescue Plan fund	25,836
Transfers to General Fund	(5,324)
Net cash used by operating activities	(354,643)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	2,501
Net cash provided by investing activities	2,501
Net increase in cash	568,991
Cash, beginning of year	1,002,857
Cash, end of year	$ 1,571,848
Reconciliation of loss from operations to net cash used by operating activities:	
Income from operations	$ 267,937
Depreciation	430,337
Change in accounts receivable	(92,925)
Change in accounts payable	25,302
Change in net pension liability and related deferrals	(7,728)
Change in accrued closure/post closure	298,210
Net cash provided by operating activities	$ 921,133

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022

ASSETS		
Cash	$	324,553
Taxes receivable (net allowance for uncollectible accounts)		341,140
Total assets	$	665,693
NET POSITION		
Net position - held for others	$	665,693
Total net position	$	665,693

The accompanying Notes to Financial Statements are an integral part of these statements.

TELFAIR COUNTY, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Total Custodial Funds
ADDITIONS	
Taxes collected for other agencies	$ 5,547,790
Court fees collected for other agencies	80,350
Court individual cases	331,202
Sheriff fees collected	23,999
Total additions	5,983,341
DEDUCTIONS	
Payments of court fees to other agencies	184,162
Payments to others	272,312
Payments of taxes to other agencies	5,686,499
Total deductions	6,142,973
Change in net position	(159,632)
Net position - beginning	825,325
Net position - ending	$ 665,693

Refer to Independent Auditor's Report.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of government-wide 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 nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

B. Reporting entity

Telfair County, Georgia (the County), was incorporated December 10, 1807, under provisions of the laws of the State of Georgia. The County is governed by a five-member elected board of commissioners and provides the following services in addition to general administrative responsibilities: public safety, roads and bridges, health, recreation activities and sanitation. The accompanying financial statements present the County and its component units, entities for which the County is considered to be financially accountable.

In evaluating the County as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the County may be financially accountable and, as such, should be included within the County's financial statements. The County (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial burden on the County. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The component units are discretely presented and are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

Brief descriptions of discretely presented component units follow:

Telfair County Department of Leisure Services - Actively serves the Community by planning and providing recreational activities for the children and youth of the community. The County appoints the majority of the Board of Directors and has a significant relationship with the Department.

Telfair County Hospital Authority - Actively serves the community by providing for the planning and availability of health care facilities, encouraging physicians and other necessary medical personnel to locate and practice within the County and to assist in funding indigent care. The County appoints the majority of the Board of Directors and has a significant relationship with the Authority.

Development Authority of Telfair County - Provides for the development and promotion for the public good, trade, commerce industry and employment opportunities and to promote the general welfare of the State of Georgia. The County appoints the majority of the Board of Directors and has a significant relationship with the Authority.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Telfair County Board of Health - Provides for various health services for citizens in Telfair County under a contract with the Georgia Department of Human Resources. The County appoints the majority of the Board of Directors and has a significant relationship with the Board of Health.

A complete copy of the component unit financial statements can be obtained from the Telfair County Board of Commissioners, 713 Telfair Avenue, McRae, Georgia 31055.

Governmental accounting standards require reasonable separation between the Primary Government and its discretely presented component units, both in the financial statements and in the related notes and required supplementary information. Because the discretely presented component units, although legally separate, have been and are operated as if each is part of the primary government, there are limited instances where special note reference or separation will be required. If no separate note reference or categorization is made, the user should assume that information presented is equally applicable.

C. Basis of presentation – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise fund. 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.

As discussed earlier, the County has four discretely presented component units. While none are considered to be a major component unit, they are nevertheless shown in a separate column in the government-wide financial statements.

D. Basis of presentation – fund financial statements

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County reports the following major governmental funds:

General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

SPLOST Fund is a capital projects fund and accounts for 1% sales tax proceeds required to be used for capital outlay projects for purposes authorized by local referendum.

American Rescue Plan Fund is a special revenue fund which accounts for all local fiscal recovery funds received by the County through the American Rescue Plan (ARP) Act of 2022.

The County reports the following major proprietary fund:

Landfill Fund is a proprietary fund which accounts for the operations of the landfill and is treated similar to a private business enterprise.

Additionally, the County reports the following fund types:

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of revenue sources other than special assessments that are legally restricted to expenditures for specified purposes. They include the Multipurpose Grant Fund, Sheriff Commissary Fund, Expendable Trust Fund and Hotel-Motel Tax Fund.

Capital Projects Funds – Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. They include the SPLOST Fund, T-SPLOST Fund and LMIG Program Fund.

Fiduciary Funds - Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

During the course of operations the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement focus and basis of accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources.* The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The 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 government 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. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest 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. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the County.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The agency funds have no measurement focus but utilizes the *accrual basis of accounting* for reporting their assets and liabilities.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

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

   State statutes authorize the County to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and investment pools. Investments in non-negotiable certificates of deposit are stated using a cost-based measure.

   The investments of the Telfair County Hospital Authority consist of Marketable Debt Securities with a cost of $943 and a market value of $816.

   The Telfair County Board of Health certificate of deposits balance at June 30, 2022 was $635,031.

2. ***Short-term Interfund Receivables/Payables*** - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The purpose of the interfund balances is to account for those transactions that have not been settled as of the financial statement date. These receivables and payables are classified as "due from other funds" or "due to other funds" on the respective fund's balance sheet and as internal balances on the statement of net position. All interfund balances shown are expected to be settled within one year.

3. ***Taxes Receivable and Other Receivables*** - Taxes receivable and other receivables, are shown net of an allowance for uncollectible accounts. The allowance for general government accounts receivable is derived from the age of the individual receivable and consists of a percentage of the receivable, based upon actual historical losses.

4. ***Prepaid Items*** - Payments made to vendors for services that will benefit periods beyond June 30, 2022, are recorded as prepaid items.

5. ***Capital Assets*** - Capital assets purchased or acquired are carried at historical cost or estimated historical cost. Contributed assets are recorded at fair market value as of the date donated. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized in the government-wide financial statements to the extent the County's capitalization threshold of $5,000 is met. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on capital assets is calculated on the straight-line basis over the estimated useful lives of the respective assets as follows:

• Buildings and plant	40 years
• Machinery and equipment	5 - 20 years

6. ***Compensated Absences*** - National Council on Governmental Accounting Statement 4, effective for fiscal years beginning after December 31, 1982, requires that vacation and sick pay benefits be accrued when: 1) the employer's obligation to employees' right to receive compensation for future benefits is attributable to employee's service already rendered; 2) the obligation relates to rights that vest or accumulate; 3) payment of the compensation is probable; and 4) the amount can be reasonably estimated.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County compensates all employees for unused vacation at fiscal year-end; therefore, no accrual for vacation is necessary at June 30, 2022.

There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when the employees separate from service with the County.

7. 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 and is recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond premium or discount. In accordance with GASB Codification Section I30: Interest Costs – Imputation, bond issuance costs are expensed in the period incurred except for prepaid insurance costs.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

8. Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, 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.

9. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. Under the full accrual method of accounting, the County has reported certain actuarial changes and the contributions to the defined benefit pension plan subsequent to the measurement date and prior to the fiscal year end as deferred outflows of resources.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has reported various actuarial changes in its defined benefit pension plan. Additionally, the item, *unavailable revenue,* is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

10. 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 current assets and current liabilities. 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 (ie., 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 Commissioners through the adoption of a resolution. The County Commissioners also may modify or rescind the commitment.

- **Assigned** - fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purpose, but are neither restricted nor committed. Through resolution, the County Commissioners have authorized the Chairman to assign fund balances.

- **Unassigned** - fund balances are reported as unassigned as the residual amount 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.

11. Fund balance flow assumptions

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

12. Net position flow assumption

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the County's policy to consider restricted – net position to have been depleted before unrestricted - net position is applied.

13. Management 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 and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the period. Actual results could differ from those estimates.

G. Revenues and expenditures/expenses

1. Program revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the landfill fund are charges to customers for landfill usage. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

H. Subsequent events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, September 12, 2023. No subsequent events occurring after this date have been evaluated for inclusion in these consolidated financial statements.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary basis of accounting

The County's procedures in establishing, maintaining and revising budgetary data reflected in the financial statements are as follows: Prior to July 1, the Board of Commissioners (the Board) prepares a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and expected means of financing. Public hearings are conducted in the Board's Office to obtain taxpayer comments. Prior to July 1, the budget is legally enacted through approval by the Board.

The Board is authorized to transfer budgeted amounts between departments within any fund. Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds. Budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles. All appropriations lapse at the end of the fiscal year on June 30th.

B. Encumbrances

Encumbrances accounting, the method by which purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation of expected revenues, is not utilized by the County because it is, at present, not considered necessary to assure effective budgetary control or to facilitate effective cash planning and control.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

C. Expenditures exceed appropriations

During the year ended June 30, 2022, expenditures exceeded appropriations in the following functions:

Fund	Department	Expenditures Over Budget
General	General government:	
	General government	$ 18,683
	Elections	12,793
	Tax Commisioner	34,078
	Tax Assessor	21,821
	General government buildins and plant	747
	Judicial:	
	Clerk of court	21,185
	Magistrate court	15,408
	Probate court	17,783
	Public safety:	
	Law enforcement administration	165,592
	Jail operations	145,705
	Emergency medical services	60,910
	Enhanced 911	6,000
	Public works -	
	Highways and streets	97,731
	Health and welfare:	
	Health department building	2,339
	Intergovernment - Welfare	385
	Senior citizens center	12,671
	Transportation services	13,085
	Culture and recreation -	
	Culture and recreation administration	750
	Housing and development:	
	Conservation administration	4,081
	Agricultural resources	13,289
	Airport	3,187
	Farmers Market	6
	Debt service -	
	Principal	11,329
	Capital outlay:	
	Law enforcement administration	53,700
	Jail operations	6,334

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Deposits and Investments

A summary of the County's deposits and investments at June 30, 2022 follows:

Account Balances		
Petty cash	$	1,073
Demand deposits		11,338,429
Certificates of deposit		671,397
Investments		943
Total reporting entity	$	12,011,842

Ownership of Funds		
Primary Government -		
Governmental funds:		
Cash and cash equivalents	$	6,554,032
Proprietary fund -		
Cash		1,571,848
Total primary government	$	8,125,880
Component Units:		
Cash and cash equivalents	$	3,885,019
Investments		943
Total component units		3,885,962
Total reporting entity	$	12,011,842

Custodial Credit Risk is the risk that in the event of a bank failure, the County's deposits (in excess of FDIC insurance) may not be returned to us.

***Deposits**:*

The County's deposits at year-end were entirely covered by federal depository insurance or by collateral held by the County's custodial banks in the County's name.

Investments:

Interest Rate Risk is the risk that changes in interest rates will adversely affect the value of an investment. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

Credit Risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. The County has no investment policy that would further limit its investment choices from those authorized and listed in Note I G 1.

B. Receivables and Allowances for Uncollectible Accounts

Receivables and allowances for uncollectible accounts at June 30, 2022 are as follows:

	Receivable	Allowance	Net
Governmental activities:			
Property taxes	$ 386,708	$ (26,204)	$ 360,504
Special purpose local option sales tax	117,040	-	117,040
Transportation SPLOST	32,209	-	32,209
Local option sales taxes	43,891	-	43,891
Customers	471,874	(260,000)	211,874
Business-type activities			
Customers	415,775	(117,000)	298,775
Total	$ 1,467,497	$ (403,204)	$ 1,064,293

Property taxes for 2022 were levied September 10, 2021 and due December 20, 2021 on property valued as of January 1, 2021. The tax rate to finance general governmental services for the fiscal year ended June 30, 2022 was $16.069 per $1,000 of assessed taxable property value for the unincorporated areas of Telfair County, and $16.069 per $1,000 of assessed taxable property value for the incorporated areas. Property tax revenues are recognized when they have become available. Available means when due, or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Taxes relating to the current budget and collected within 60 days after the fiscal year end are recognized as revenue currently.

C. Interfund Receivables and Payables

Generally, outstanding balances between funds reported as due to/from other funds includes outstanding charges by one fund to another for services or goods, subsidy commitments outstanding, and other miscellaneous receivables and payables between funds. Balances to which a fiduciary fund is a party are treated as external receivables and payables.

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A summary of interfund receivables and payables at June 30, 2022 follows:

	Payable to:	
Payable from -	Landfill	Total
General fund	$ 270,703	$ 270,703

D. Transfers

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; to move unrestricted revenues collected in the funds to finance various programs accounted for in other funds in accordance with budgetary authorizations; and to segregate money for anticipated capital projects.

The voter referendum which created the SPLOST Fund authorized a portion of the SPLOST proceeds to be used for roads and bridges as well as for the landfill. From time to time, such expenditures of the SPLOST Fund for these approved projects are reported as a transfer out of the SPLOST Fund to either the General Fund or Landfill Fund. Therefore, the related improvements are reported in these respective funds.

A summary of interfund transfer as of June 30, 2022 follows:

	Transfers in (out):						
	General	American Rescue	SPLOST	T-SPLOST	LMIG	Landfill	Total
Transfers in from:							
American Rescue	824,997					25,836	850,833
SPLOST	277,000						277,000
T-SPLOST					59		59
Landfill	5,324						5,324
Transfers out to:							
General Fund		(824,997)	(277,000)			(5,324)	(1,107,321)
LMIG				(59)			(59)
Landfill		(25,836)					(25,836)
	1,107,321	(850,833)	(277,000)	(59)	59	20,512	-

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

E. Capital Assets

Following is a summary of changes in Capital Assets:

Primary Government:

	Balance June 30, 2021	Additions	Retirements or Transfers	Balance June 30, 2022
Governmental activities:				
Capital assets, not being depreciated -				
Land	$ 304,511	$ -	$ -	$ 304,511
Total not being depreciated	304,511	-	-	304,511
Capital assets, being depreciated:				
Equipment	4,807,161	460,661	-	5,267,822
Buildings and improvements	18,287,236	1,463,307	-	19,750,543
Intangible lease asset - equipment	1,074,342	143,300	-	1,217,642
Total being depreciated	24,168,739	2,067,268	-	26,236,007
Less accumulated depreciation for:				
Equipment	3,546,742	354,496	-	3,901,238
Buildings and improvements	3,686,555	793,974	-	4,480,529
Intangible lease asset - equipment	574,189	144,180	-	718,369
Total accumulated depreciation	7,807,486	1,292,650	-	9,100,136
Total being depreciated, net	16,361,253	774,618	-	17,135,871
Governmental activities capital assets, net	$ 16,665,764	$ 774,618	$ -	$ 17,440,382

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

	Balance June 30, 2021	Additions	Retirements or Transfers	Balance June 30, 2022
Business-type activities:				
Capital assets, not being depreciated -				
Land	$ 707,670	$ -	$ -	$ 707,670
Total not being depreciated	707,670	-	-	707,670
Capital assets, being depreciated:				
Equipment	7,006,496	740,388	-	7,746,884
Buildings and improvements	40,257	-	-	40,257
Intangible asset - leased equipment	724,547	-	-	724,547
Total being depreciated	7,771,300	740,388	-	8,511,688
Less accumulated depreciation for:				
Equipment	2,980,515	284,421	-	3,264,936
Buildings and improvements	26,541	1,006	-	27,547
Intangible asset - leased equipment	365,664	144,910	-	510,574
Total accumulated depreciation	3,372,720	430,337	-	3,803,057
Total being depreciated, net	4,398,580	310,051	-	4,708,631
Business-type activities capital assets, net	$ 5,106,250	$ 310,051	$ -	$ 5,416,301

Depreciation expense was charged to functions / programs as follows:

Governmental activities:	
General government	$ 272,702
Public safety	207,757
Public works	742,945
Health and welfare	11,805
Culture and recreation	50,926
Housing and development	6,515
Total depreciation expense - governmental activities	$ 1,292,650
Business-type activities -	
Landfill	$ 430,337
Total depreciation expense - business-type activities	$ 430,337

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

Component Units:

	Balance June 30, 2021	Additions	Retirements or Transfers	Balance June 30, 2022
Capital assets, not being depreciated -				
Land	$ 134,368	$ -	$ -	$ 134,368
Total not being depreciated	134,368	-	-	134,368
Capital assets, being depreciated:				
Equipment	185,724	-	(4,327)	181,397
Buildings and improvements	883,755	-	-	883,755
Total being depreciated	1,069,479	-	(4,327)	1,065,152
Less accumulated depreciation for:				
Equipment	70,149	22,490	(4,327)	88,312
Buildings and improvements	191,584	24,658	-	216,242
Total accumulated depreciation	261,733	47,148	(4,327)	304,554
Total being depreciated, net	807,746	(47,148)	-	760,598
Component units capital assets, net	$ 942,114	$ (47,148)	$ -	$ 894,966

Depreciation expense was charged to functions / programs as follows:

Component units:	
Telfair County Department of Leisure Services	$ 12,166
Telfair County Hospital Authority	23,964
Development Authority of Telfair County	9,287
Telfair County Board of Health	1,731
Total depreciation expense - component units	$ 47,148

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

F. Long-Term Obligations

The following is a summary of changes in long-term obligations of the County for the year ended June 30, 2022

	Beginning Balance	Additions	Payments/ Retirements	Ending Balance	Current Portion	Long-term Portion
Primary Government:						
Governmental activities:						
Leases payable	$ 557,295	$ 143,300	$ (138,246)	$ 562,349	$ 125,324	$ 437,025
Note payable - Fin purch	1,224,662	77,002	(71,862)	1,229,802	57,034	1,172,768
Governmental activity - long-term liabilities	$ 1,781,957	$ 220,302	$ (210,108)	$ 1,792,151	$ 182,358	$ 1,609,793
Business-type activities:						
Leases payable	$ 445,230	$ -	$ (150,120)	$ 295,110	$ 165,854	$ 129,256
Note payable	151,592	740,387	(151,592)	740,387	99,922	640,465
Revenue bond payable	1,495,395	-	(27,071)	1,468,324	27,544	1,440,780
Closure/post closure	2,709,610	298,210	-	3,007,820	-	3,007,820
Business-type activity long-term liabilities	$ 4,801,827	$ 1,038,597	$ (328,783)	$ 5,511,641	$ 293,320	$ 5,218,321

Leases Payable

During fiscal year 2019 the County entered into a lease agreement with Caterpillar Financial Services for the purchase of a Caterpillar 12M3 Motorgrader for use by the highways and streets department with an original amount of $177,505. The agreement calls for annual payments of $48,828 beginning in December of 2019 and ending in December of 2023 at an interest rate of 10.117%. As of June 30, 2022 the net book value of this leased equipment was $38,459. This year, $35,501 was included in depreciation expense. The annual requirements to amortize the remaining balance of $84,608 as of June 30, 2022, including interest payments of $13,046 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 40,267	$ 8,560	$ 48,827
2024	44,341	4,486	48,827
Total	$ 84,608	$ 13,046	$ 97,654

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

During fiscal year 2020 the County entered into a lease agreement with Caterpillar Financial Services for the purchase of a Caterpillar 420F2IT Backhoe for use by the highways and streets department with an original amount of $107,117. The agreement calls for annual payments of $13,960 beginning in February of 2021 and ending in February of 2025 at an interest rate of 3.85%. As of June 30, 2022 the net book value of this leased equipment was $46,844. This year, $18,738 was included in depreciation expense. The annual requirements to amortize the remaining balance of $86,801 as of June 30, 2022, including interest payments of $9,080 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 10,581	$ 3,380	$ 13,961
2024	10,988	2,972	13,960
2025	65,232	2,728	67,960
Total	$ 86,801	$ 9,080	$ 95,881

During fiscal year 2020 the County entered into a lease agreement with Caterpillar Financial Services for the purchase of a Caterpillar 12M3 Motorgrader for use by the highways and streets department with an original amount of $197,074. The agreement calls for annual payments of $39,923 beginning in December of 2020 and ending in December of 2024 at an interest rate of 9.049%. As of June 30, 2022 the net book value of this leased equipment was $124,344. This year, $28,154 was included in depreciation expense. The annual requirements to amortize the remaining balance of $100,971 as of June 30, 2022, including interest payments of $18,800 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 30,787	$ 9,136	$ 39,923
2024	33,573	6,350	39,923
2025	36,611	3,314	39,925
Total	$ 100,971	$ 18,800	$ 119,771

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

During fiscal year 2021 the County entered into a lease agreement with Caterpillar Financial Services for the purchase of a Caterpillar 930M wheel loader for use by the highways and streets department with an original amount of $248,010. The agreement calls for annual payments of $38,083 beginning in September of 2020 and ending in September of 2024 with a balloon payment of $82,000 due September 1, 2024 at an interest rate of 3.35%. As of June 30, 2022 the net book value of this leased equipment was $157,073. This year, $49,602 was included in depreciation expense. The annual requirements to amortize the remaining balance of $178,878 as of June 30, 2022, including interest payments of $17,371 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 32,089	$ 5,994	$ 38,083
2024	33,164	4,919	38,083
2025	113,625	6,458	120,083
Total	$ 178,878	$ 17,371	$ 196,249

During fiscal year 2022 the County entered into a lease agreement with Caterpillar Financial Services for the purchase of a Caterpillar 420WE Backhoe for use by the highways and streets department with an original amount of $143,300. The agreement calls for a payment at inception of 21,564 folloed by five annual payments of $21,564 beginning in September of 2022 and ending in September of 2026 with a balloon payment of $58,065 due September 1, 2026 at an interest rate of 8.969%. As of June 30, 2022 the net book value of this leased equipment was $143,000. This year, $-0- was included in depreciation expense. The annual requirements to amortize the remaining balance of $111,091 as of June 30, 2022, including interest payments of $33,229 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 11,600	$ 9,963	$ 21,563
2024	12,641	8,923	21,564
2025	13,775	7,789	21,564
2026	73,075	6,554	79,629
Total	$ 111,091	$ 33,229	$ 144,320

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

Notes Payable

During fiscal year 2018 the County entered into a finance purchase with Stryker Flex Financial for the purchase of power stretchers for use by the EMS department with an original amount of $48,970. The agreement calls for monthly payments of $983 beginning in July of 2017 and ending in June of 2022 at an interest rate of 7.60%. This note was paid off during fiscal year 2022.

During fiscal year 2022 the County entered into a finance purchase with John Deere Financial for the purchase of a JD 5100 M tractor for use by the highway and streets department with an original amount of $77,002. The agreement calls for a payment at inception of $17,200 followed by four annual payments of $17,200 beginning in May of 2023 and ending in May of 2026 at an interest rate of 5.70%. The annual requirements to amortize the remaining balance of $59,802 as of June 30, 2022, including interest payments of $8,997 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 13,700	$ 3,499	$ 17,199
2024	14,502	2,698	17,200
2025	15,351	1,849	17,200
2026	16,249	951	17,200
Total	$ 59,802	$ 8,997	$ 68,799

In November 2018, the County entered into a commercial lease to own agreement with City of Milan, Georgia for the purchase of a building and land formerly known as the Milan State Prison. The County began leasing the building in November 2018 under a thirty year direct financing lease. The lease calls for a down payment of $200,000 at the lease inception followed by annual payments of $43,333 for thirty years and due by November 1st of each year. The lease agreement bears no interest and matures on October 31, 2048. The annual requirements to amortize the remaining balance of $1,213,333 as of June 30, 2022, including interest payments of $-0- are as follows:

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

Year Ending June 30	Principal	Interest	Total
2023	$ 43,334	$ -	$ 43,334
2024	43,333	-	43,333
2025	43,333	-	43,333
2026	43,333	-	43,333
2027	43,333	-	43,333
2028-2032	216,667	-	216,667
2033-2037	216,667	-	216,667
2038-2042	216,667	-	216,667
2043-2047	216,667	-	216,667
2048-2049	86,666	-	86,666
Total	$ 1,170,000	$ -	$ 1,170,000

During fiscal year 2017 the County entered into a lease agreement with BancorpSouth for the purchase of a Bomag landfill compactor for use at the County landfill with an original amount of $439,247. The agreement calls for sixty monthly payments of $6,226 beginning in August of 2017 and ending in July of 2022 and a balloon payment of $101,000 due August 2022 at an interest rate of 2.54%. As of June 30, 2022 the net book value of this leased equipment was $-0-. This year, $87,849 was included in depreciation expense. The annual requirements to amortize the remaining balance of $100,786 as of June 30, 2022, including interest payments of $213 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 100,786	$ 213	$ 100,999
Total	$ 100,786	$ 213	$ 100,999

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

During fiscal year 2021 the County entered into a lease agreement with Komatsu Financial for the purchase of a Komatsu Dozier for use at the County landfill with an original amount of $285,300. The agreement calls for thirty-six monthly payments of $6,548 beginning in April of 2021 and ending in March of 2024 and a balloon payment of $74,228 due April 2024 at an interest rate of 4.60%. As of June 30, 2022 the net book value of this leased equipment was $213,975. This year, $57,060 was included in depreciation expense. The annual requirements to amortize the remaining balance of $194,324 as of June 30, 2022, including interest payments of $10,856 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	$ 65,068	$ 6,956	$ 72,024
2024	129,256	3,900	133,156
Total	$ 194,324	$ 10,856	$ 205,180

During fiscal year 2017 the County entered into a finance purchase with Caterpillar Financial for the purchase of a Caterpillar 623K Scraper for use at the County landfill with an original amount of $720,500. The agreement calls for five annual payments of $155,532 beginning in July of 2017 and ending in July of 2022 at an interest rate of 2.60%. This note was paid off during fiscal year 2022.

During fiscal year 2022 the County entered into a finance purchase agreement with HomeTrust Bank for the purchase of an STD Compactorfor use at the County landfill with an original amount of $740,387. The agreement calls for annual payments of $113,915 beginning in February of 2023 and ending in February of 2029 at an interest rate of 1.89%. The annual requirements to amortize the remaining balance of $740,387 as of June 30, 2022, including interest payments of $57,021 are as follows:

June 30	Principal	Interest	Total
2023	$ 99,922	$ 13,993	$ 113,915
2024	101,811	12,105	113,916
2025	103,735	10,181	113,916
2026	105,695	8,220	113,915
2027	107,693	6,222	113,915
2028-2029	221,531	6,300	227,831
Total	$ 740,387	$ 57,021	$ 797,408

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

Revenue Bonds Payable

Telfair County Solid Waste Facility Improvement Revenue Bond - On November 22, 2020, the County issued $1,522,000 in fixed rate revenue bonds to provide funds to acquire, construct, and equip extensions of and additions and improvements to the County's solid waste facility, fully fund the Debt Service Reserve Account, and pay the necessary costs of issuing the bonds. The revenues of the Landfill Fund are pledged to secure these outstanding bonds.

Revenue bonds payable at June 30, 2022, are comprised of the following individual issue: $1,522,000 facility improvement revenue bonds which is to mature and be payable on the fortieth anniversary date following the date of issuance of the Initial Bond, being November 22, 2020, subject to scheduled installment payments prior to maturity. As called for in the bond ordinance, the first payment shall be made on November 22, 2021, and on the same day of each year thereafter for a total of 39 annual payments of principal and interest in equal, amortized annual installments, in the amount of $53,240 until the Bond is paid in full at 1.75%.

The annual requirements to amortize outstanding revenue bonds as of June 30, 2022, including interest payments of $554,082 are as follows:

Year Ending June 30th	Principal	Interest	Total Payment
2023	$ 27,544	$ 25,696	$ 53,240
2024	28,026	25,214	53,240
2025	28,517	24,723	53,240
2026	29,016	24,224	53,240
2026	29,524	23,716	53,240
2027-2031	155,551	110,649	266,200
2032-2036	169,647	96,553	266,200
2037-2041	185,020	81,180	266,200
2042-2046	201,786	64,414	266,200
2047-2051	220,071	46,129	266,200
2052-2056	240,013	26,187	266,200
2057-2059	153,609	5,397	159,006
	$ 1,468,324	$ 554,082	$ 2,022,406

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

The following is a summary of changes in long-term obligations of the component units for the year ended June 30, 2022

	Beginning Balance	Additions	Payments/ Retirements	Ending Balance	Current Portion	Long-term Portion
Component Units:						
Telfair County Department of Leisure Services -						
Note payable	$ 9,371	$ -	$ (7,455)	$ 1,916	$ 1,916	$ -
Total component units long-term liabilities	$ 9,371	$ -	$ (7,455)	$ 1,916	$ 1,916	$ -

Component unit long-term debt –Telfair County Department of Leisure Services

The annual requirements to amortize the remaining balance of principal and interest are as follows:

Year Ending June 30	Note payable		
	Principal	Interest	Total
2023	$ 1,916	$ 10	$ 1,926
	$ 1,916	$ 10	$ 1,926

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

G. Fund Equity

Fund Balances:

- ***Nonspendable*** – The following fund balances are nonspendable because they are allocated to:

General fund -	
Prepaids	$ 264,743

- ***Restricted*** - The following fund balances are restricted for:

Capital Projects Funds:

Special Purpose Local Option Sales Tax Fund (SPLOST) –	
used to account for capital projects financed with SPLOST.	$ 2,183,907
Transportation Special Purpose Local Option Sales Tax (T-SPLOST)	
used to account for capital projects financed with T-SPLOST.	569,640
LMIG Program	
used to account for road projects financed with LMIG funds.	-0-

Special Revenue Funds:

American Rescue Plan -	
used to account for the proceeds of fiscal recovery funds received by the County through the American Rescue Plan (ARP) Act of 2022.	2,007,388
Multipurpose Grant Fund -	
used to account for the proceeds of revenue sources legally restricted to expenditures for specific capital or operating projects.	113,712
Sheriff Commissary -	
used to account for the activities of the inmate canteen	7,170
Law Library -	
used to account for the operations of the County law library.	60,061
	$ 4,941,878

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

Net Position:

Net investment in capital assets reported on the government-wide statement of net position as of June 30, 2022 are as follows:

	Governmental Activities	Business-Type Activities
Net investment in capital assets		
Cost of capital assets	$ 26,540,517	$ 9,219,357
Less accumulated depreciation	(9,100,135)	(3,803,056)
Book value	17,440,382	5,416,301
Less capital related debt	(1,792,151)	(2,503,821)
Net investment in capital assets	$ 15,648,231	$ 2,912,480

H. Commitments and Contingencies

The County receives grant monies for various purposes. All grant monies received by the County are subject to examination and adjustment by the applicable governmental agency or their designee. However, in the opinion of the County officials, adjustments resulting from such examination are not expected to differ materially from amounts reflected in the accompanying financial statements.

There are several lawsuits pending in which the County is involved. The County Attorney has advised that potential claims against the County resulting from such litigation are such that they would not materially affect the financial statements of the County.

IV. OTHER INFORMATION

A. Risk Management

The County is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability.

The County is also part of the ACCG Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of this risk pool, the Government 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 funds.

The responsibilities of the pool are to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the purview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability. The pool 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.

B. Landfill Closure and Post closure Care Costs

Under state and federal laws and regulations, the County is required to place a final cover upon closure and to continue to perform various maintenance and monitoring functions at the landfill site for a period of 30 years after closure. The expense and related liability are based on landfill capacity used to date. The estimated total cost of the landfill closure and postclosure care is estimated to be $3,186,983. This amount is based on equipment, facilities, and services necessary to close, monitor, and maintain the landfill. However, the actual cost may vary due to inflation or deflation, changes in technology, or changes in landfill laws and regulations. To date, the County has used 93% of the landfill capacity and the landfill has an estimated remaining life of 1.84 years.

IV. OTHER INFORMATION

C. Joint Venture

Telfair County, in conjunction with cities and counties in the sixteen (16) county Heart of Georgia area are members of the Heart of Georgia Altamaha Regional Commission (RC). Membership in an RC is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the RCs. Each county and municipality in the state is required by law to pay minimum annual dues to the RC. The county paid annual dues in the amount of $6,043 to the RC for the year ended June 30, 2022. The RC Board membership includes the chief elected official of each county and the chief elected official of each municipality. The County board members and municipal board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of the County or municipality) to serve as the nonpublic Board member from a County. Copies of the RC's financial statements may be obtained from the Heart of Georgia Altamaha Regional Commission.

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines RDCs as "public agencies and instrumentalities of their members". Georgia laws also provide that the member governments are liable for any debts or obligations of a RC beyond its resources. (O.C.G.A. 50-8-39.1)

D. Hotel/Motel Tax

The County levies a hotel/motel tax under the provisions of O.C.G.A. 48-13-51. The code section provides that the County shall expend for the purpose of promoting tourism, conventions, and trade shows a percentage of the total taxes collected under this Code section which is not less than the percentage of such tax collections expended for such purposes during the immediately preceding fiscal year. For the year ended June 30, 2022, the County received $16,553. in hotel/motel tax. The County distributed $6,613 to the Telfair County Chamber of Commerce for the promotion of tourism and retained $9,940 for general government purposes. The expended amounts total 100% of the amount received by the County.

For the year ended June 30, 2022, the County has complied with the expenditure requirements of code section 48-13-51.

E. Retirement Plan

Plan Description

The County sponsors the Association County Commissioners of Georgia Restated Pension Plan for Telfair County Employees (The Plan), which is a defined benefit pension plan.

The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. The Plan, through execution of the adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (The ACCG Plan), an agent multiple-employer pension plan, administered by GEBCorp. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG 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.

IV. OTHER INFORMATION

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits vest after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to a monthly benefit for life equal to 1.0% of average annual compensation plus $36.00 for each year of service. Average annual compensation is the highest average of the Participant's annual compensation over five consecutive years during the ten plan years preceding the date of retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

The following is the plan membership at January 1, 2022

Active plan participants	45
Retirees and beneficiaries currently receiving benefits	48
Active or terminated plan participants entitled to, but not yet receiving benefits	40
Total	133

Copies of the Plan's financial statements may be obtained by contacting:

Government Employee Benefits Corporation of Georgia
400 Galleria Parkway, Suite 1250
Atlanta, Georgia 30339

Contributions

The County employees are not required to contribute to the Plan. The County is required to contribute at an actuarially determined rate annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirements contained in the State of Georgia statutes. The County can always meet its funding obligation by making the Recommended Contribution.

The Georgia Constitution enables the governing authority of the County, the Board of County Commissioners, to establish and amend from time to time the contribution rates for the County and its plan participants.

The County's funding policy is to contribute at least the minimum actuarially determined contribution in accordance with the State of Georgia's requirements. There are no legal or contractual maximum contributions to the plan. The County's contributions to the Plan totaled $194,909 for the year ended June 30, 2022.

IV. OTHER INFORMATION

Net Pension Liability

The County's net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The total pension liability in the June 30, 2022 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	3.25%
Salary increases:	3.00% per year with an aged based scale as follows:
Age	Salary increase
Under 30	3.0% rate plus 1.0%
30-39	3.0% rate plus 0.5%
40-49	3.0% rate less 0.5%
50+	3.0% rate less 1.0%
Investment rate of return:	7.00% per year
Mortality rates:	RP-2000, projected with Scale AA

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The Trustees shall rebalance the portfolio at least annually for asset allocation purposes. The guidelines for allocation are: equities shall not exceed 70% of total plan assets, valued at cost. Fixed income shall be targeted at 30% of total plan assets, valued at cost. The guidelines for asset allocation are as follows:

	Target Allocation	Range
Fixed income:	30%	25% - 35%
Equities:	70%	65% - 75%
Large Cap	30%	25% - 35%
Mid Cap	5%	2.5% - 10%
Small Cap	5%	2.5% - 10%
REIT	5%	2.5% - 10%
International	15%	10% - 20%
Multi Cap	5%	2.5% - 10%
Global allocation	5%	2.5% - 10%

IV. OTHER INFORMATION

Discount rate: The discount rate used to measure the total pension liability was 7.00 %. The discount rate is determined through a blend of using a building blocks approach based on 20-year benchmarks (25%) and 30-year benchmarks (25%), as well as the forward-looking capital market assumptions for a moderate asset allocation (50%), as determined by UBS. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Building block expected return based on 20-year benchmarks	6.82%
Building block expected return based on 30-year benchmarks	8.28%
UBS capital market assumption for a moderate asset allocation	6.40%
20-year building blocks return (7.44% x .25)	2.27%
30-year building blocks return (9.49% x .25)	2.76%
UBS capital market assumption for a moderate asset allocation (6.30% x .50)	2.13%
Discount rate (7.16% rounded to nearest .25%)	7.25%

	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2020	$ 3,407,786	$ 2,724,648	$ 683,138
Changes for the year:			
Service cost	$ 53,814	$ -	$ 53,814
Interest	231,483	-	231,483
Differences between expected and actual experience	(106,200)	-	(106,200)
Assumption change	5,036	-	5,036
Contributions - employer	-	167,369	(167,369)
Net investment income	-	413,898	(413,898)
Benefit payments	(201,785)	(201,785)	-
Administrative expense	-	(23,504)	23,504
Other	-	(68,299)	68,299
Net changes	$ (17,652)	$ 287,679	$ (305,331)
Balances at December 31, 2021	$ 3,390,134	$ 3,012,327	$ 377,807

IV. OTHER INFORMATION

Sensitivity of the net pension liability 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% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Total pension liability	$ 3,752,939	$ 3,390,134	$ 3,085,316
Fiduciary net position	3,012,327	3,012,327	3,012,327
Net pension liability	$ 740,612	$ 377,807	$ 72,989

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued GEBCorp financial report.

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

For the year ended June 30, 2022, the County recognized pension expense of $90,127. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Asset (Gain)/Loss	$ 54,431	$ (376,796)
Liability (Gain)/Loss	-	(80,811)
Changes of assumptions	5,115	-
Employer contributions subsequent to the measurement date	194,909	-
Total	$ 254,455	$ (457,607)

IV. OTHER INFORMATION

The County's contributions subsequent to the measurement date of $167,369 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2023	$ 116,964
2024	164,642
2025	73,383
2026	43,072
2027	-
Thereafter	-

TELFAIR COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	Fiscal Year End									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total pension liability										
Service cost	$ 53,814	$ 53,312	$ 50,095	$ 40,374	$ 43,782	$ 39,615	$ 35,838	$ 30,411		
Interest	231,483	227,081	206,746	197,658	192,421	186,836	174,410	175,522		
Differences between expected and actual experience	(106,200)	(28,215)	83,701	91,105	(4,463)	29,984	34,367	-		
Changes of assumptions	5,036	4,954	133,557	75,490	5,084	62,819	73,656	-		
Changes of benefit terms	-	-	-	-	-	-	-	-		
Benefit payments, including refunds of employee contributions	(201,785)	(186,696)	(180,515)	(174,337)	(154,852)	(157,785)	(147,406)	(147,056)		
Net change in total pension liability	(17,652)	70,436	293,584	230,290	81,972	161,469	170,865	58,877	-	-
Total pension liability - beginning	3,407,786	3,337,350	3,043,766	2,813,476	2,731,504	2,570,035	2,399,170	2,340,293		
Total pension liability - ending (a)	$ 3,390,134	$ 3,407,786	$ 3,337,350	$ 3,043,766	$ 2,813,476	$ 2,731,504	$ 2,570,035	$ 2,399,170	$ -	$ -
Plan fiduciary net position										
Contributions - employer	$ 167,369	$ 161,514	$ 159,370	$ 111,125	$ 131,483	$ 136,495	$ 127,232	$ 115,554		
Contributions - employee	-	-	-	-	-	-	-	-	(Historical	
Net investment income	413,898	331,804	438,989	(101,954)	320,007	133,649	15,428	140,261	information prior to	
Benefit payments, including refunds of employee contributions	(201,785)	(186,696)	(180,515)	(174,337)	(154,852)	(157,785)	(147,406)	(141,741)	implementation of GASB 67/68 is not required)	
Administrative expense	(23,504)	(23,501)	(22,304)	(10,075)	(7,650)	(10,479)	(6,748)	(5,903)		
Other	(68,299)	(28,602)	(25,932)	(10,068)	(37,425)	(22,227)	(27,122)	(42,347)		
Net change in fiduciary net position	287,679	254,519	369,608	(185,309)	251,563	79,653	(38,616)	65,824	-	-
Plan fiduciary net position - beginning	2,724,648	2,470,129	2,100,521	2,285,830	2,034,267	1,954,614	1,993,230	1,927,406		
Plan fiduciary net position - ending (b)	$ 3,012,327	$ 2,724,648	$ 2,470,129	$ 2,100,521	$ 2,285,830	$ 2,034,267	$ 1,954,614	$ 1,993,230	$ -	$ -
Net pension liability - ending: (a)-(b)	$ 377,807	$ 683,138	$ 867,221	$ 943,245	$ 527,646	$ 697,237	$ 615,421	$ 405,940	$ -	$ -
Plan's fiduciary net position as a percentage of the total pension liability	88.86%	79.95%	74.01%	69.01%	81.25%	74.47%	76.05%	83.08%		
Covered-employee payroll	$ 1,495,014	$ 1,420,517	$ 1,359,298	$ 1,113,907	$ 1,007,717	$ 881,125	$ 811,582	$ 709,626		
Net pension liability as a percentage of covered-employee payroll	25.27%	48.09%	63.80%	84.68%	52.36%	79.13%	75.83%	57.20%		

Refer to Notes To Required Supplementary Information

TELFAIR COUNTY, GEORGIA
SCHEDULE OF CONTRIBUTIONS

	Fiscal Year End									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	$ 151,435	$ 149,734	$ 145,454	$ 104,146	$ 131,483	$ 136,495	$ 127,232	$ 115,554	$ 131,152	
Contributions in relation to the actuarially determined contribution	$ 167,369	$ 161,514	$ 159,370	$ 111,125	$ 131,483	$ 136,495	$ 127,232	$ 115,554	131,152	
Contribution deficiency (excess)	(15,934)	(11,780)	(13,916)	(6,979)	-	-	-	-	-	
Covered-employee payroll	$ 1,495,014	$ 1,420,517	$ 1,359,298	$ 1,113,907	$ 1,007,717	$ 881,125	$ 811,582	$ 709,626	756,495	
Contributions as a percentage of covered-employee payroll	11.20%	11.37%	11.72%	9.98%	13.05%	15.49%	15.68%	16.28%	17.34%	

(Historical information prior to implementation of GASB 67/68 is not required)

Refer to Notes To Required Supplementary Information

TELFAIR COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts			Variance with Final Budget - Over
	Original	Final	Actual	(Under)
REVENUES				
Taxes	$ 6,772,750	$ 6,772,750	$ 6,469,387	$ (303,363)
Charges for services and fines	881,500	881,500	931,378	49,878
Other	854,046	854,046	571,561	(282,485)
Total revenues	8,508,296	8,508,296	7,972,326	(535,970)
EXPENDITURES				
Current:				
General government:				
General government	174,471	174,471	193,154	18,683
Elections	173,974	173,974	186,767	12,793
General adminstration	636,921	636,921	588,621	(48,300)
Tax Commisioner	321,811	321,811	355,889	34,078
Tax Assessor	231,512	231,512	253,333	21,821
General government buildings and plant	43,000	43,000	43,747	747
Judicial:				
Superior court	210,073	210,073	197,050	(13,023)
Clerk of court	259,006	259,006	280,191	21,185
Board of equalization	1,777	1,777	3,642	1,865
Magistrate court	150,993	150,993	166,401	15,408
Probate court	174,915	174,915	192,698	17,783
Public safety:				
Law enforcement administration	1,180,000	1,180,000	1,345,592	165,592
Jail operations	1,545,000	1,545,000	1,690,705	145,705
Fire administration	35,626	35,626	26,475	(9,151)
Emergency medical services	1,048,260	1,048,260	1,109,170	60,910
Emergency Management Agency	19,418	19,418	17,501	(1,917)
Coroner / medical examiner	41,070	41,070	36,118	(4,952)
Enhanced 911	246,103	246,103	252,103	6,000
Public works:				
Highways and streets	701,761	701,761	799,492	97,731
Health and welfare:				
Public health administration	95,010	95,010	95,010	-
Health department building	31,650	31,650	33,989	2,339
Intergovernment - Welfare	3,500	3,500	3,885	385
Senior citizens center	182,950	182,950	195,621	12,671

TELFAIR COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts			Variance with Final Budget - Over
	Original	Final	Actual	(Under)
EXPENDITURES (Continued)				
Current:				
Community services	86,100	86,100	83,050	(3,050)
Transportation services	86,020	86,020	99,105	13,085
Culture and recreation:				
Culture and recreation administration	171,000	171,000	171,750	750
Library administration	70,400	70,400	70,400	-
Housing and development:				
Conservation administration	34,267	34,267	38,348	4,081
Agricultural resources	91,807	91,807	105,096	13,289
Forest resources	38,250	38,250	23,669	(14,581)
Economic development	60,500	60,500	55,500	(5,000)
Airport	10,400	10,400	13,587	3,187
Farmers Market	14,050	14,050	14,056	6
Debt service:				
Principal	-	-	11,329	11,329
Interest	11,801	11,801	5,741	(6,060)
Capital outlay :				
Law enforcement administration	95,000	95,000	148,700	53,700
Jail operations	-	-	6,334	6,334
Emergency medical services	229,900	229,900	228,625	(1,275)
Total expenditures	8,508,296	8,508,296	9,142,444	634,148
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	1,107,321	1,107,321
Total other financing sources	-	-	1,175,321	1,175,321
Net change in fund balance	$ -	$ -	5,203	$ 5,203
Fund balance, beginning			1,572,480	
Fund balance, ending			$ 1,577,683	

TELFAIR COUNTY, GEORGIA
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - DEPARTMENT OF TRANSPORTATION - SECTION 18
FOR THE YEAR ENDED JUNE 30, 2022

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget - Over (Under)
REVENUES			
Georgia Department of Transportation	$ 55,000	$ 51,483	$ (3,517)
Fares and other	5,000	7,344	2,344
Total revenues	60,000	58,827	(1,173)
EXPENDITURES			
Current:			
Heart of Georgia CAC Administration	84,000	93,229	9,229
Repairs and maintenance	1,000	4,827	3,827
Communication services	920	912	(8)
Other purchased services	-	137	137
General supplies and materials	100	-	(100)
Total expenditures	86,020	99,105	13,085
Excess of revenues over/(under) expenditure	$ (26,020)	$ (40,278)	$ (14,258)

Note:

The Department of Transportation is included in the Health and Welfare department of the Statement of Revenues, Expenditures and Changes in Fund Balance.

TELFAIR COUNTY, GEORGIA
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - HEART OF GEORGIA - COUNCIL ON AGING
FOR THE YEAR ENDED JUNE 30, 2022

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget - Over (Under)
REVENUES			
Council on Aging - receipts	$ 145,000	$ 135,024	$ (9,976)
Total revenues	145,000	135,024	(9,976)
EXPENDITURES			
Current:			
Salaries	51,200	63,719	12,519
Employee benefits	51,200	46,585	(4,615)
Repairs and maintenance	5,600	4,700	(900)
Communications	2,300	2,555	255
Travel	100	37	(63)
Dues and fees	100	100	-
Advertising	-	195	195
Gasoline / diesel	-	30	30
Other purchased services	62,000	67,429	5,429
Supplies and materials	2,000	1,980	(20)
Utilities	8,450	8,291	(159)
Total expenditures	182,950	195,621	12,671
Excess of revenues over/(under) expenditure	$ (37,950)	$ (60,597)	$ (22,647)

Note:

The Heart of Georgia Council on Aging is included in the Health and Welfare department of the Statement of Revenues, Expenditures and Changes in Fund Balance.

PENSION

1. Changes of Assumptions

- The mortality improvements for the RP-2000 mortality table is projected to 2021 instead of 2020 with Scale AA.

2. Method and Assumptions Used in Calculations of Actuarially Determined Contributions

The actuarially determined contribution rate was determined as of December 31, 2018, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending June 30, 2022.

Actuarial cost method	Entry age normal
Amortization method	Level dollar, open
Remaining amortization period amortization period of 10 years	Remaining amortization period varies for the bases, with a net effective
Asset valuation method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Actuarial assumptions:	
Net investment rate of return	7.00%
Projected salary increases	3.00% plus service based merit increases
Cost of living adjustments	0.00%
Inflation rate	3.25%

BUDGET

1. Budgetary basis of accounting

The County's procedures in establishing, maintaining and revising budgetary data reflected in the financial statements are as follows: Prior to July 1, the Board of Commissioners (the Board) prepares a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and expected means of financing. Public hearings are conducted in the Board's Office to obtain taxpayer comments. Prior to July 1, the budget is legally enacted through approval by the Board.

The Board is authorized to transfer budgeted amounts between departments within any fund. Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds. Budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles. All appropriations lapse at the end of the fiscal year on June 30th.

TELFAIR COUNTY, GEORGIA
COMBINING BALANCE SHEET
BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Special Revenue					Capital Projects	Total Nonmajor
	Multipurpose Grant	Sheriff Commissary	Expendable Trust Fund	Hotel/Motel Tax	T-SPLOST	LMIG	Governmental Funds
ASSETS							
Cash and cash equivalents	$ 113,712	$ 24,228	$ 60,061	$ -	$ 539,831	$ -	$ 737,832
Taxes receivable, net	-	-	-	-	32,209	-	32,209
Due from other funds	-	-	-	-	-	-	-
Other receivables, net	-	-	-	-	-	-	-
Total assets	$ 113,712	$ 24,228	$ 60,061	$ -	$ 572,040	$ -	$ 770,041
LIABILITIES							
Accounts payable	$ -	$ 17,058	$ -	$ -	$ 2,400	$ -	$ 19,458
FUND BALANCES							
Restricted	113,712	7,170	60,061	-	569,640	-	750,583
Total fund balances	113,712	7,170	60,061	-	569,640	-	750,583
Total liabilities and fund balances	$ 113,712	$ 24,228	$ 60,061	$ -	$ 572,040	$ -	$ 770,041

TELFAIR COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Special Revenue				Capital Projects		Total Nonmajor Governmental Funds
	Multipurpose Grant	Sheriff Commissary	Expendable Trust Fund	Hotel/Motel Tax	T-SPLOST	LMIG	
REVENUES							
Charges for services	$ -	$ 125,482	$ -	$ -	$ -	$ -	$ 125,482
Intergovernmental	13,794	-	-	-	-	481,799	495,593
Other taxes	-	-	-	16,553	366,510	-	383,063
Investment earnings	215	-	225	-	-	-	440
Miscellaneous	-	-	8,277	-	-	-	8,277
Total revenues	14,009	125,482	8,502	16,553	366,510	481,799	1,012,855
EXPENDITURES							
Current:							
General government	-	124,685	-	9,940	-	-	134,625
Judicial	-	-	6,286	-	-	-	6,286
Public works	-	-	-	-	76,630	176	76,806
Health and welfare	4,702	-	-	-	-	-	4,702
Housing and development	-	-	-	6,613	12,107	-	18,720
Debt service:							
Principal	-	-	-	-	145,258	-	145,258
Interest	-	-	-	-	41,904	-	41,904
Capital outlay:							
Public works	-	-	-	-	373,284	1,118,327	1,491,611
Total expenditures	4,702	124,685	6,286	16,553	649,183	1,118,503	1,919,912
OTHER FINANCING SOURCES							
Lease financing	-	-	-	-	220,302	-	220,302
Transfers in (out)	-	-	-	-	(59)	59	-
Total other financing sources	-	-	-	-	220,243	59	220,302
Net change in fund balances	9,307	797	2,216	-	(62,430)	(636,645)	(686,755)
Fund balances, beginning	104,405	6,373	57,845	-	632,070	636,645	1,437,338
Fund balances, ending	$ 113,712	$ 7,170	$ 60,061	$ -	$ 569,640	$ -	$ 750,583

TELFAIR COUNTY, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022

	Custodial Funds					
	Clerk of Superior Court	Sheriff	Judge of Probate Court	Tax Commissioner	Magistrate Court	Total Fiduciary Funds
ASSETS						
Cash	$ 111,630	$ 25,352	$ 623	$ 154,423	$ 32,525	$ 324,553
Taxes receivable (net allowance for uncollectible accounts)	-	-	-	341,140	-	341,140
Total assets	$ 111,630	$ 25,352	$ 623	$ 495,563	$ 32,525	$ 665,693
NET POSITION						
Net position - held for others	$ 111,630	$ 25,352	$ 623	$ 495,563	$ 32,525	$ 665,693
Total net position	$ 111,630	$ 25,352	$ 623	$ 495,563	$ 32,525	$ 665,693

TELFAIR COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Custodial Funds					
	Clerk of Superior Court	Sheriff	Judge of Probate Court	Tax Commissioner	Magistrate Court	Total Fiduciary Funds
ADDITIONS						
Taxes collected for other agencies	$ -	$ -	$ -	$ 5,547,790	$ -	$ 5,547,790
Court fees collected for other agencie	-	-	-	-	80,350	80,350
Court individual cases	227,441	-	103,761	-	-	331,202
Sheriff fees collected	-	23,999	-	-	-	23,999
Total additions	227,441	23,999	103,761	5,547,790	80,350	5,983,341
DEDUCTIONS						
Payments of court fees to other agencies	-	-	113,748	-	70,414	184,162
Payment to others	224,031	48,281	-	-	-	272,312
Payments of taxes to other agencies	-	-	-	5,686,499	-	5,686,499
Total deductions	224,031	48,281	113,748	5,686,499	70,414	6,142,973
Change in net position	3,410	(24,282)	(9,987)	(138,709)	9,936	(159,632)
Net position - beginning	108,220	49,634	10,610	634,272	22,589	825,325
Net position - ending	$ 111,630	$ 25,352	$ 623	$ 495,563	$ 32,525	$ 665,693

TELFAIR COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2022

	Leisure Services	Hospital Authority	Development Authority	County Board of Health	Total
ASSETS					
Cash and cash equivalents	$ 46,132	$ 1,403,703	$ 1,220,490	$ 1,214,694	$ 3,885,019
Investments	-	943	-	-	943
Other receivables, net	-	-	400,000	14,539	414,539
Proportionate share of collective net OPEB benefit	-	-	-	80,537	80,537
Capital assets:					
Nondepreciable	-	15,000	119,368	-	134,368
Depreciable, net	68,707	335,419	353,576	2,896	760,598
Total assets	114,839	1,755,065	2,093,434	1,312,666	5,276,004
DEFERRED OUTFLOWS OF RESOURCES	-	-	-	243,955	243,955
LIABILITIES					
Other liabilities	2,890	-	-	54,568	57,458
Noncurrent liabilities:					
Due within one year -					
Notes payable	1,916	-	-	-	1,916
Proportionate share of collective net pension liability	-	-	-	274,517	274,517
Total liabilities	4,806	-	-	329,085	333,891
DEFERRED INFLOWS OF RESOURCES	-	-	-	412,421	412,421
NET POSITION					
Net investment in capital assets	68,707	350,419	472,944	2,896	894,966
Restricted	-	-	-	102,759	102,759
Unrestricted	41,326	1,404,646	1,620,490	709,460	3,775,922
Total net position	$ 110,033	$ 1,755,065	$ 2,093,434	$ 815,115	$ 4,773,647

TELFAIR COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Component Units: Leisure Services	Hospital Authority	Development Authority	County Board of Health	Total Component Units
Component units:									
Leisure Services	$ 219,960	$ 18,337	$ 227,400	$ -	$ 25,777	$ -	$ -	$ -	$ 25,777
Hospital Authority	37,909	30,900	-	-	-	(7,009)	-	-	(7,009)
Development Authority	60,669	-	55,500	-	-	-	(5,169)	-	(5,169)
County Board of Health	592,150	268,443	419,499	-	-	-	-	95,792	95,792
Total component units	$ 910,688	$ 317,680	$ 702,399	$ -	25,777	(7,009)	(5,169)	95,792	109,391
General revenues:									
Investment earnings					-	3,752	1,097	-	4,849
Miscellaneous					-	-	38,200	89,586	127,786
Total general revenues					-	3,752	39,297	89,586	132,635
Change in net position					25,777	(3,257)	34,128	185,378	242,026
Net position - beginning					84,256	1,758,322	2,059,306	629,737	4,531,621
Net position - ending					$ 110,033	$ 1,755,065	$ 2,093,434	$ 815,115	$ 4,773,647

TELFAIR COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2022

Project Description Per SPLOST Referendum	Original Estimated Cost	Amended Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
2014 - SPLOST						
Jail (Level 1)	$ 2,000,000	$ 2,000,000	$ 2,000,000	$ -	$ 2,000,000	100.00%
Roads and bridges	392,800	666,357	825,467	-	825,467	123.88%
Landfill	550,000	550,000	-	-	-	0.00%
Recreation facility	250,000	250,000	-	-	-	0.00%
Public safety tower	199,600	199,600	103,829	-	103,829	52.02%
City of McRae Helena	2,090,400	1,871,099	1,871,099	-	1,871,099	100.00%
City of Lumber City	322,000	288,220	288,220	-	288,220	100.00%
City of Milan	81,600	73,039	73,039	-	73,039	100.00%
City of Scotland	79,600	71,251	71,251	-	71,251	100.00%
City of Jacksonville	34,000	30,434	30,434	-	30,434	100.00%
Total	$ 6,000,000	$ 6,000,000	$ 5,263,339	$ -	$ 5,263,339	
2019 - SPLOST						
Roads, bridges and equip	$ 900,000	$ 900,000	$ -	$ -	$ -	0.00%
Landfill, vehicles & equip	600,000	600,000	-	-	-	0.00%
County buildings	250,000	250,000	74,918	142,998	217,916	87.17%
Recreation bldgs & improv	300,000	300,000	127,439	49,000	176,439	58.81%
Healthcare facility and land	412,400	412,400	-	-	-	0.00%
Law enforcement center	1,000,000	1,000,000	1,894,744	-	1,894,744	189.47%
City of McRae Helena	3,000,000	3,000,000	1,078,174	567,617	1,645,791	54.86%
City of Lumber City	322,000	322,000	115,724	60,924	176,648	54.86%
City of Milan	100,000	100,000	35,940	18,921	54,861	54.86%
City of Scotland	79,600	79,600	28,609	15,061	43,670	54.86%
City of Jacksonville	36,000	36,000	12,939	6,812	19,751	54.86%
Total	$ 7,000,000	$ 7,000,000	$ 3,368,487	$ 861,333	$ 4,229,820	

II. REPORTS REQUIRED BY GOVERNMENTAL AUDITING STANDARDS

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INDEPENDENT AUDITORS' 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 and Management
of Telfair County, Georgia
McRae, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Telfair County, Georgia, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Telfair County, Georgia's basic financial statements and have issued our report thereon dated September 12, 2023. Our report includes a reference to other auditors who audited the financial statements of the Telfair County Department of Leisure Services, the Telfair County Hospital Authority, the Development Authority of Telfair County or the Telfair County Board of Health, as described in our report on Telfair County, Georgia'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 Telfair County, Georgia'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 Telfair County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Telfair County, Georgia'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items [2022-001, 2022-002] that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Telfair County, Georgia'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings as items [IC 2022-003 and IC 2022-004].

Telfair County, Georgia's Response to Findings

Telfair County, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Telfair County, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Tifton, Georgia
September 12, 2023

TELFAIR COUNTY, GEORGIA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2022

SECTION II - FINANCIAL STATEMENT FINDINGS AND RESPONSES

Findings noted on the 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

Material Weaknesses

2022-001 Segregation of Duties

Criteria:
Duties should be segregated between employees so that the responsibility for authorizing transactions, recording transactions, and maintaining custody of assets are assigned to different personnel.

Condition:
Telfair County, Georgia is a small local government and has a limited amount of resources and employees. Therefore, the County does not have an adequate number of employees to provide for the proper segregation of duties.

Cause of Condition:
Since the County is a small local government, it is not financially feasible for the County to hire additional employees to provide for an adequate segregation of duties.

Effect of Condition:
The County's internal control structure does not contain adequate safeguarding controls provided by segregation of duties that would provide for the prevention or timely detection of unauthorized transactions and unauthorized access to assets that could result in losses that are material to the financial statements.

Recommendation:
The Board of Commissioners and elected officials of the constitutional offices should develop a plan to improve the lack of segregation of duties in each office. The assignment of responsibilities should be developed to provide adequate segregation of duties. The manpower resources in each constitutional office, the administrative office, financial office, and other offices could be utilized.

Response of Management:
Management concurs with the finding and is continually working to improve controls to mitigate the risks associated with this condition.

SECTION II - FINANCIAL STATEMENT FINDINGS AND RESPONSES (CONTINUED)

Material Weaknesses (Continued)

2022-002 Pension liabilities – census data

Criteria:
Internal controls should be in place to ensure that census data and the related defined benefit plan liabilities are accurate.

Condition:
Defined benefit plan liabilities related to the County's defined benefit pension plan were not recorded accurately at year-end.

Cause of Condition:
Proposed audit adjustments to defined benefit plan liabilities were necessary to record the estimated difference.

Effect of Condition:
Audit adjustments to defined benefit plan liabilities were required because misstatements were not detected in the reporting of the aforementioned items.

Recommendation:
Management should develop and implement procedures to ensure that defined benefit plan liabilities are reported completely and accurately.

Response of Management:
Management concurs with the finding. We will work to ensure that defined benefit plan liabilities are reported accurately in the future.

SECTION II - FINANCIAL STATEMENT FINDINGS AND RESPONSES (CONTINUED)

Instances of Noncompliance

2022-003 Data Collection Form Submission

Criteria:
Sub-section 200.512 of the Uniform Guidance requires the reporting package and Data Collection Form to be submitted to the Federal Audit Clearinghouse the earlier of 30 days after the reports are received from the auditor or nine months after the end of the fiscal year.

Condition:
The Data Collection Form was not submitted to the Federal Audit Clearinghouse within nine months after the end of the fiscal year.

Cause of Condition:
The County did not have a policy in place to ensure timely submission of the Data Collection Form to the Federal Audit Clearinghouse.

Effect of Condition:
The County was not in compliance with sub-section 200.512 of the Uniform Guidance.

Recommendation:
Management should adopt a policy to ensure that all applicable deadlines for the Data Collection Form submission are adhered to.

Response of Management:
Management concurs with this finding and will develop policies to improve Data Collection Form completion timing and the required Data Collection Form submissions going forward.

SECTION II - FINANCIAL STATEMENT FINDINGS AND RESPONSES (CONTINUED)

Instances of Noncompliance (Continued)

2022-004 Financial Assurance Mechanism Form Submission

Criteria:
The Georgia Department of Natural Resources, Environmental Protection Division, pursuant to the financial assurance provisions of the Municipal Solid Waste Landfill Criteria under Subtitle D of the Resource Conservation and Recovery Act requires the Financial Assurance Mechanism Form to be submitted to the State of Georgia by December 30, 2022.

Condition:
The Financial Assurance Mechanism Form was not submitted to the State of Georgia by December 30, 2022.

Cause of Condition:
The County did not have a policy in place to ensure timely submission of the Financial Assurance Mechanism Form to the State of Georgia.

Effect of Condition:
The County was not in compliance with the financial assurance provisions of the Municipal Solid Waste Landfill Criteria under Subtitle D of the Resource Conservation and Recovery Act.

Recommendation:
Management should adopt a policy to ensure that all applicable deadlines for the Financial Assurance Mechanism Form submission are adhered to.

Response of Management:
Management concurs with this finding and will develop policies to ensure timely filings of the Financial Assurance Mechanism Form going forward.

TELFAIR COUNTY, GEORGIA
SUMMARY SCHEDULE OF PRIOR YEAR FINANCIAL STATEMENT FINDINGS
YEAR ENDED JUNE 30, 2021

Findings	Status
2021-001	See finding 2022-001
2021-002	Resolved

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