TWIGGS COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2021

TWIGGS COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2021

Issued by: Ken Fowler, Chairperson of the Board of Commissioners

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Financial Section

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Independent Auditor's Report

To the Honorable Chairman and
Members of the Board of Commissioners
Twiggs County, Georgia

Report on the Audit of the Financial Statements

Opinions

We have audited 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 Twiggs County, Georgia, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Twiggs 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 accompanying financial statements 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 Twiggs County, Georgia, as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows 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 Development Authority of the City of Jeffersonville and Twiggs County, Georgia and the Twiggs County Board of Health, which represent 100 percent of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Development Authority of the City of Jeffersonville and Twiggs County, Georgia and the Twiggs County Board of Health, is 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Twiggs 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

Twiggs County, Georgia's 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 Twiggs 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 GAAS and *Government 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 GAAS and *Government 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 Twiggs 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 Twiggs 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

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 37 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Management has omitted 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Twiggs County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

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

Nichols, Cauley & Associates, LLC

Dublin, Georgia
May 8, 2024

Basic Financial Statements

TWIGGS COUNTY, GEORGIA

EXHIBIT 1

STATEMENT OF NET POSITION
DECEMBER 31, 2021

	Primary Government			Component Unit	
	Governmental Activities	Business-type Activities	Total	Development Authority	Health Department
ASSETS					
Cash and cash equivalents	$ 7,826,033	$ 19,468	$ 7,845,501	$ 519,419	$ 444,196
Investments	41,985	-	41,985	-	-
Receivables, net of allowances for uncollectible:					
Taxes	911,229	-	911,229	-	-
Accounts	-	5,608	5,608	-	-
Intergovernmental	406,207	-	406,207	-	-
Other	13,080	-	13,080	95,000	-
Internal balances	-	-	-	-	-
Prepaid expenditures	89,822	-	89,822	-	-
Inventories	-	-	-	-	-
Capital assets:					
Land and other non-depreciable assets	854,281	6,412	860,693	2,995,298	-
Other capital assets, net of depreciation	6,156,213	7,014,582	13,170,795	219,259	26,282
Total assets	16,298,850	7,046,070	23,344,920	3,828,976	470,478
DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	191,096
LIABILITIES					
Accounts payable	94,076	575	94,651	-	89
Accrued expenses	187,316	4,266	191,582	1,519	3,116
Customer deposits	-	28,747	28,747	1,000	-
Unearned revenue	771,640	-	771,640	-	-
Noncurrent liabilities:					
Due within one year					
Long -term obligations	220,685	115,902	336,587	-	-
Landfill post closure care	12,039	-	12,039	-	-
Due in more than one year:					
Long-term obligations	346,997	941,623	1,288,620	-	8,466
Net pension liability	-	-	-	-	249,989
Net OPEB liability	-	-	-	-	47,612
Total liabilities	1,632,753	1,091,113	2,723,866	2,519	309,272
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	86,737
NET POSITION					
Net investment in capital assets	6,535,618	5,965,901	12,501,519	3,214,557	26,282
Restriced for:					
Capital projects	1,864,322	-	1,864,322	-	-
Special programs	872,267	-	872,267	-	-
Community development	-	-	-	-	-
Public Safety	-	-	-	-	-
Capital Projects	-	-	-	-	-
Economic development	-	-	-	-	-
Special Programs	-	-	-	-	-
Unrestricted	5,393,890	(10,944)	5,382,946	611,900	239,283
Total net position	$ 14,666,097	$ 5,954,957	$20,621,054	$ 3,826,457	$ 265,565

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 2

STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

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: Primary Government: Governmental Activities	Primary Government: Business-type Activity	Primary Government: Total	Component Unit: Development Authority	Component Unit: Health Department
Primary Government									
Governmental Activities:									
General government	$ 3,009,205	$ 2,315,946	$ -	$ -	$ (693,259)	$ -	$ (693,259)	$ -	$ -
Judicial	-		-	-	-	-	-	-	-
Public safety	4,873,693	162,659	-	108,809	(4,602,225)	-	(4,602,225)	-	-
Public works	1,950,674	-	-	377,925	(1,572,749)	-	(1,572,749)	-	-
Health and welfare	229,125	-	-	-	(229,125)	-	(229,125)	-	-
Culture and recreation	82,547	-	-	-	(82,547)	-	(82,547)	-	-
Economic development	126,419	-	-	100,000	(26,419)	-	(26,419)	-	-
Interest	11,398	-	-	-	(11,398)	-	(11,398)	-	-
Total governmental activities	10,283,061	2,478,605	-	586,734	(7,217,722)	-	(7,217,722)	-	-
Business-type Activity -									
Water	382,763	125,507	-	-	-	(257,256)	(257,256)	-	-
Total primary government	$ 10,665,824	$ 2,604,112	$ -	$ 586,734	(7,217,722)	(257,256)	(7,474,978)	-	-
Component Unit									
Twiggs County Development Authority	$ 163,415	$ 70,513	$ 45,000	$ 192,000	-	-	-	144,098	-
Twiggs County Health Department	400,041	103,642	337,668	-	-	-	-	-	41,269
Total component unit	$ 563,456	$ 174,155	$ 382,668	$ 192,000	-	-	-	144,098	41,269
General revenues:									
Property taxes					5,942,551	-	5,942,551	-	-
Local option sales tax					524,845	-	524,845	-	-
Special purpose local option sales tax					690,324	-	690,324	-	-
Insurance company premium tax					589,935	-	589,935	-	-
Other taxes					614,058	-	614,058	-	-
Unrestricted investment earnings					1,171	-	1,171	315	798
Miscellaneous					199,729	-	199,729	19,670	-
Transfers					(200,026)	200,026	-	-	-
Total general revenues and transfers					8,414,880	200,026	8,614,906	19,985	798
Change in net position					1,197,158	(57,230)	1,139,928	164,083	42,067
Net position - beginning					17,548,117	5,595,383	23,143,500	-	223,498
Change from blended to discrete presentation					(3,662,374)	-	(3,662,374)	3,662,374	-
Prior period adjustment *					(416,804)	416,804	-	-	-
Net position - beginning, as restated					13,468,939	6,012,187	19,481,126	3,662,374	223,498
Net position - ending					$ 14,666,097	$ 5,954,957	$ 20,621,054	$ 3,826,457	$ 265,565

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 3

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	General	ARPA	2019 SPLOST	Non - Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$4,779,400	$ 771,640	$ 999,611	$ 1,275,382	$ 7,826,033
Investments	-	-	-	41,985	41,985
Receivables, net of allowances for uncollectibles:					
Taxes	911,229	-	-	-	911,229
Intergovernmental	340,051	-	66,156	-	406,207
Note	-	-	-	-	-
Other	11,816	-	-	1,264	13,080
Due from other funds	-	-	4,343	397,311	401,654
Prepaid expenditures	89,822	-	-	-	89,822
Inventories	-	-	-	-	-
Total assets	$6,132,318	$ 771,640	$ 1,070,110	$ 1,715,942	$ 9,690,010
LIABILITIES					
Liabilities:					
Accounts payable	$ 78,090	$ -	$ -	$ 15,986	$ 94,076
Accrued expenses	172,327	-	-	14,989	187,316
Deposits	-	-	-	-	-
Due to other governments	-	-	-	-	-
Due to other funds	397,311	-	-	4,343	401,654
Unearned revenues	-	771,640	-	-	771,640
Total liabilities	647,728	771,640	-	35,318	1,454,686
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues	659,484	-	-	-	659,484
FUND BALANCES					
Nonspendable:					
Prepaid expenditures	89,822	-	-	-	89,822
Restricted:					
Capital projects	-	-	1,070,110	794,212	1,864,322
Special programs	-	-	-	872,267	872,267
Committed for law enforcement activities	-	-	-	10,737	10,737
Assigned for capital projects	-	-	-	3,408	3,408
Unassigned	4,735,284	-	-	-	4,735,284
Total fund balances	4,825,106	-	1,070,110	1,680,624	7,575,840
Total liabilities, deferred inflows of resources and fund balances	$6,132,318	$ 771,640	$ 1,070,110	$ 1,715,942	$ 9,690,010

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 4

RECONCILIATION OF NET POSITION –
GOVERNMENTAL FUNDS IN THE STATEMENT OF NET POSITION
TO TOTAL FUND BALANCE – GOVERNMENTAL FUNDS ON THE BALANCE SHEET
DECEMBER 31, 2021

Fund balance - total governmental funds	$ 7,575,840
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	7,010,494
Other long - term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	659,484
Some long - term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences	(92,806)
Landfill postclosure costs	(12,039)
Capital leases payable	(213,247)
Net position of governmental activities	$14,666,097

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 5

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	General	ARPA	2019 SPLOST	Non - Major Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 7,750,223	$ -	$ 690,324	$ -	$ 8,440,547
Licenses and permits	50,171	-	-	-	50,171
Intergovernmental	108,809	16,968	-	460,651	586,428
Charges for services	1,307,804	-	-	145,633	1,453,437
Fines and forfeitures	798,870	-	-	176,127	974,997
Investment income	817	-	70	590	1,477
Other revenues	151,192	-	-	39,767	190,959
Total revenues	10,167,886	16,968	690,394	822,768	11,698,016
EXPENDITURES					
Current:					
General government	2,867,506	216	-	7,558	2,875,280
Public safety	4,288,918	-	-	625,774	4,914,692
Public works	1,237,655	-	-	775,351	2,013,006
Health and welfare	228,256	-	-	-	228,256
Culture and recreation	39,043	-	1,988	28,782	69,813
Economic development	90,126	-	-	-	90,126
Intergovernmental payments	-	-	68,762	-	68,762
Debt Service:					
Principal payments	-	-	-	155,464	155,464
Interest payments	-	-	-	11,398	11,398
Total expenditures	8,751,504	216	70,750	1,604,327	10,426,797
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,416,382	16,752	619,644	(781,559)	1,271,219
OTHER FINANCING SOURCES (USES)					
Transfer in	-	-	-	852,298	852,298
Transfer out	(528,903)	(16,752)	-	(506,669)	(1,052,324)
Proceeds from sale of capital assets	8,769	-	-	-	8,769
Insurance proceeds	52,293	-	-	-	52,293
Proceeds from issuance of debt	-	-	-	274,000	274,000
Total other financing sources (uses)	(467,841)	(16,752)	-	619,629	135,036
NET CHANGES IN FUND BALANCE	948,541	-	619,644	(161,930)	1,406,255
FUND BALANCES, BEGINNING	4,443,536	-	450,466	1,692,387	6,586,389
Prior period adjustment *	(566,971)	-	-	150,167	(416,804)
Fund balances (deficits) - beginning - as restated	3,876,565	-	450,466	1,842,554	6,169,585
FUND BALANCES, ENDING	$ 4,825,106	$ -	$ 1,070,110	$ 1,680,624	$ 7,575,840

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 6

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2021

Net change in fund balances - Total Governmental Funds	$1,406,255
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Position as follows -	
Capital outlay	523,061
Depreciation expenses on governmental capital assets are included in the governmental activities column in the Statement of Activities but are not shown in the governmental funds	(638,553)
The issuance of long-term debt provides current financial resources to governmental funds but has no effect on net position- capital leases.	(274,000)
Revenues in the statement of activities that do not provide financial resources are not reported as revenues in the funds. The amount of deferred revenues recognized as revenue in the statement of activities changed as follows -	
Property taxes	(78,834)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Notes payable	12,371
Capital leases	143,093
Compensated absences	78,194
Change in net position of governmental activities	$1,197,158

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 7

STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2021

	Enterprise Water Fund
ASSETS	
Current Assets:	
Cash	$ 19,468
Accounts receivable, net of allowance	5,608
Total current assets	25,076
Capital Assets:	
Land	6,412
Distribution system	9,056,348
Total	9,062,760
Less - accumulated depreciation	(2,041,766)
Total capital assets	7,020,994
Total assets	7,046,070
LIABILITIES	
Current Liabilities:	
Accounts payable	575
Current portion of long-term debt	113,470
Due to other funds	-
Accrued expenses	4,266
Customer deposits	28,747
Compensated absences payable	2,432
Total current liabilities	149,490
Noncurrent Liability:	
Note payable - non-current portion	941,623
Total liabilities	1,091,113
NET POSITION	
Net investment in capital assets	5,965,901
Unrestricted	(10,944)
Total net position	$ 5,954,957

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 8

STATEMENT OF CHANGES IN NET POSITION
PROPRIETARY FUND
YEAR ENDED DECEMBER 31, 2021

	Enterprise Water Fund
OPERATING REVENUE	
Water and sewer sales	$ 125,507
OPERATING EXPENSES	
Salaries	71,100
Payroll taxes	2,793
Utilities	12,303
Professional fees	2,220
Dues and subscriptions	210
Repairs and maintenance	70,600
Travel and training	1,690
Miscellaneous expense	25,510
Depreciation expense	182,682
Total operating expenses	369,108
OPERATING LOSS	(243,601)
NON-OPERATING REVENUE (EXPENSES)	
Interest expense	(13,655)
Total non-operating revenue (expense)	(13,655)
Loss before transfers	(257,256)
TRANSFERS	
Transfer in	200,026
Total transfers	200,026
Change in Net Position	(57,230)
TOTAL NET POSITION, BEGINNING	5,595,383
Correction of an error	416,804
Fund Balance, Beginning - as restated	6,012,187
TOTAL NET POSITION, ENDING	$ 5,954,957

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 9

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED DECEMBER 31, 2021

	Enterprise Water Fund
OPERATING ACTIVITIES	
Receipts from customers	$ 122,929
Payments to others	(1,142)
Payments to suppliers	(114,429)
Payments to employees	(73,825)
Net cash used in operating activities	(66,467)
NONCAPITAL FINANCING ACTIVITIES	
Transfers in	200,026
CAPITAL AND RELATED FINANCING ACTIVITIES	
Principal payments on capital debt	(112,791)
Interest payments on capital debt	(13,655)
Net cash used in capital and related financing activities	(126,446)
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,113
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	12,355
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 19,468
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES	
Operating loss	$ (243,601)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:	
Depreciation	182,682
Net change in assets and liabilities attributable to operations:	
Accounts receivable	(2,578)
Accounts payable	(5,806)
Due from other funds	1,125
Accrued expenses	1,775
Customer deposits	1,724
Compensated absences payable	(1,788)
Net cash used in operating activities	$ (66,467)

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 10

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2021

	Custodial Funds
ASSETS	
Cash and cash equivalents	$ 388,024
Taxes receivable	1,214,214
Total assets	1,602,238
LIABILITIES	
Due to others	221,821
Total liabilites	221,821
NET POSITION	
Restricted for individuals, organizations, and other governments	$ 1,380,417

The Accompanying Notes to the Financial Statements are an integral part of this statement

TWIGGS COUNTY, GEORGIA

EXHIBIT 11

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	Custodial Funds
ADDITIONS	
Taxes collected for other governments	$ 12,926,183
Fines and fees collected	1,336,460
Total additions	14,262,643
DEDUCTIONS	
Payments of taxes to other governments	13,058,918
Fines and fees disbursed	1,339,792
Total deductions	14,398,710
Change in net position	(136,067)
Net position - beginning of the year	1,516,484
Net position - end of the year	$ 1,380,417

The Accompanying Notes to the Financial Statements are an integral part of this statement

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Twiggs County, Georgia (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to Government units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements. The more significant accounting policies established in GAAP and used by the County are described below.

Reporting Entity

The County is a local municipality governed by an elected five-member board of commissioners. As required by generally accepted accounting principles, these financial statements present the Government and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the County's operations and so data from these units are combined with data of the primary government. Currently, the County has one blended component unit. The component unit column in the government-wide financial statements (see note below for description) includes the financial data of the County's one discretely presented component unit. The discretely presented component unit is reported in a separate column to emphasize it is legally separate from the County.

Component Units and Related Entities

Discretely Presented Component Units:

Development Authority of the City of Jeffersonville and Twiggs County, Georgia – The Development Authority of the City of Jeffersonville and Twiggs County, Georgia's (the Authority) purpose is to promote trade, commerce, industry, and employment opportunities in the County. The Authority is a legally separate corporation governed by a seven member Board of Directors, four of which are appointed by the Twiggs County Board of Commissioners. In 2005, the Authority issued bonds in the amount of $2,287,000 for the Industrial Park Project. As part of the issuance, the County entered into an intergovernmental agreement with the Authority, whereby the County made quarterly payments sufficient to meet debt service requirements through 2020, and thus the Authority was treated as a blended component unit in the County's financial statements during that time. The County paid this debt in full during the fiscal year ended December 31, 2020, and as a result, the Authority is treated as a discretely presented component unit for the fiscal year ended December 31, 2021.

Twiggs County Health Department - The Twiggs County Board of Health (the Department) provides various health services for citizens in Twiggs County under a contract with the Georgia Department of Public Health (DPH). Under this contractual agreement, DPH provides certain administrative and other services to the Department in addition to the grant-in-aid funding. These services are funded through other governmental entities or directly by DPH. Based on the contract with DPH, capital assets cannot be disposed of without approval of DPH. In the event the Department were to dissolve, all capital assets would return to DPH or to the donating agency. Substantially all of the Department's capital assets are titled to DPH.

It is the goal of the Twiggs County Board of Health to provide health services for the citizens of Twiggs County within the guidelines established by the Georgia Department of Public Health. The Department is responsible for health programs designed for prevention, early detection, treatment and referral.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

The component unit maintains a June 30 fiscal year, and the financial statements as of and for the year ended June 30, 2021, are included in the reporting entity's 2021 financial statements. Complete financial statements can be obtained at the entity's administrative office.

Twiggs County Health Department
26 Main Street
Jeffersonville, Georgia 31044

Excluded from the reporting entity:

Because it is operated as an agency controlled and/or funded by other government agencies, the Twiggs County Library is not included in the County's reporting entity.

Government-wide and Fund Financial Statements

The basic financial statements include both government-wide and fund financial statements. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

Governmental activities have been consolidated in the government-wide financial statements. Total governmental funds have been combined with general fixed assets and long term liabilities. The effect of interfund activity has been removed from the government-wide financial statements. Due to/from other funds have been eliminated as well as transfers between funds.

Separate financial statements are provided for governmental funds, proprietary funds and custodial funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Non-major funds are summarized into a single column.

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner in which these funds are budgeted. This presentation is deemed most appropriate to: (a) demonstrate legal and covenant compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the County's actual experience conforms to the budget or fiscal plan. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they will be collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, local option sales taxes, other taxes and 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements, reconciliation is presented following each statement. The reconciliation briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

The County uses the following fund types:

1. Governmental Funds

The focus of governmental fund measurement (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the County:

a. 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. The General Fund is a major fund.

b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The major fund (ARPA) accounts for all Local Fiscal Recovery Funds received by the local government through the American Rescue Plan Act of 2021 (ARPA). This Special Revenue Fund is reserved exclusively for the accounting of these recovery funds, in accordance with guidance from the United States Department of the Treasury.

c. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Business-type/Proprietary Funds). The major fund (2019 SPLOST) is used to account for Special Purpose Local Options Sales Tax funds that are legally restricted to expenditure for capital improvement projects within the County.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

2. Proprietary Funds

Proprietary Funds are reported using the economic resources measurement focus. The GAAP applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the County:

a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity: (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) has a pricing policy designed for the fees and charges to recover similar cost. The major fund (Water Fund) accounts for business-type activities for the provision of water and sewer services to businesses and residents of the County. All activities necessary to provide such services are accounted for in the fund, including, but not limited to, administration, operation, financing and related debt services, and billing and collections.

3. Custodial Funds

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are interfund services provided and used are eliminated in the process of consolidation. Elimination of these charges would distort the direct costs and program revenue for the various functions concerned.

Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments - Cash includes amounts in both interest-bearing and non-interest-bearing demand deposits. State statutes authorize the County to invest in obligations of the U.S. Treasury, obligations of the State of Georgia or any other states, obligations fully insured or guaranteed by the United States government or governmental agency, Local Government Investment Pool, commercial paper, corporate bonds, obligations of other political subdivisions of the State of Georgia and repurchase agreements. Any bank deposit in excess of the total FDIC insured amount must be secured by an equivalent amount of State or U.S. obligations.

   For purposes of the statement of cash flows, the proprietary fund considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents.

2. Receivables and Payables - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The current portion of these interfund receivables and payables are classified as "due from other funds" or "due to other funds" in the governmental funds.

   Non-current portions of long-term interfund loans receivable/payable are reported as “advances to other funds” or “advances from other funds”. Advances receivable in the Governmental funds are offset equally by a fund balance reserve account, which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation and are not expendable available financial resources.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to approximately 19 percent of outstanding property taxes at December 31, 2021. Property taxes are levied as of January 1 on property values assessed as of the same date.

3. Prepaid Items - For prepaid expenditures in the government-wide and fund financial statements, the County reports the expenditures during the benefiting period.

4. Capital Assets – Capital assets, which include property, plant equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than $1,000 and an estimated useful life in excess of two years. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their acquisition value on the date received. General infrastructure assets acquired prior to January 1, 2004 are not reported in the basic financial statements.

   The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

   Major outlays for capital assets and improvements are capitalized as projects are constructed. GASB statement 37 prohibits the capitalization of interest on assets constructed for use in governmental activities. However, interest from debt not considered to be general long-term debt may be included as part of the cost of assets constructed for business-type activities. The total interest expense incurred by the County during the current fiscal year was $24,031. None of this amount was included as part of the cost of capital assets under construction in connection with public building construction projects.

   Property, plant and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

Assets	Years	Capitalization Threshold
Buildings	50	$ 15,000
Improvements	20	5,000
Machinery and equipment	3 - 10	1,000
Water system lines	30 - 50	1,500
Infrastructure	30	10,000

5. Compensated Absences – Annual leave is awarded as follows:
   - After one (1) year of service – five (5) working days
   - After three (3) years of service – ten (10) working days
   - After eight (8) years of service – fifteen (15) working days
   - After fifteen (15) years of service – twenty (20) working days.

   Funeral leave is available at up to three (3) days for immediate family only. Military leave for military service is allowed but employee shall not be compensated for such absence. Civil leave is allowed with pay for service as a juror, or other duty required by law.

   Sick leave shall be allowed to all eligible employees for employee sickness, disability, or for medical, dental, or eye examination treatment that cannot be scheduled outside of normal working hours. Accrual

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

shall be at the rate of one (1) full day (eight hours) per month, for a total of twelve such days per year. Sick leave can be carried over to a subsequent year at 100% of the total accumulated hours with no limitation. If an employee should retire with the County, the employee's total accrued sick leave may, at the employee's option, be credited to years of service in lieu of receiving 50% cash payment.

6. Long-term Obligations - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as an outflow of resources in the reporting period in which they are incurred.

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

7. Unearned Revenue – Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

8. Deferred Outflows/Inflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The County has no items that fall under this financial statement element.

   In addition to liabilities, the statement of net position reports 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 reports one of these items, unavailable revenue, which is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

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

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

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners through the adoption of a resolution. Only the Board of Commissioners 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 purposes, but are neither restricted nor committed. Through resolution, the Board of Commissioners can authorize a designee to assign fund balance.

Unassigned – Fund balances are reported as unassigned when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

The County uses restricted amounts to be spent first when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balances, such as grant agreements that require a dollar match. Additionally, the County would then use committed, assigned and lastly unassigned amounts from the unrestricted fund balance when expending funds.

The County does not have a formal minimum fund balance policy; however, the Board of Commissioners address various targeted reserve positions and the Finance Department calculates targets and actual and reports the results to the Board of Commissioners on an annual basis.

Net Position

Net investment in capital assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction or improvement of the assets.

Restricted net position – This amount is restricted by external creditors, grantors, contributors or laws or regulations of other governments.

Unrestricted net position – This amount is all net position that do not meet the definition of "net investment in capital assets" or "restricted net position."

9. Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Liquidity Risk

Liquidity risk is the risk of not having sufficient liquid financial resources to meet obligations when they fall due. The County faces significant risks threatening its ability to generate cash from revenues sufficient to pay operating expenditures and debt service. Some of the County's largest revenue streams, property taxes, sales taxes and grants are especially susceptible during times of major economic downturns and period of low growth.

Compliance Risk

The County and its component units participate in a number of federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs prior to and/or including the year ended December 31, 2021 have not been conducted and/or completed. Accordingly, the funds compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures that may be disallowed by the grant requirements will be established at some future date.

The County is subject to extensive State and Federal supervision and regulation, which are intended primarily for the protection of its citizens and the environment. In addition, the County is subject to changes in Federal and State laws, as well as changes in regulations, governmental policies and laws. The effect of any such potential changes cannot be predicted but could adversely affect the operations, profitability, cash flows, fund balances and liquidity of the County in the future.

The County is also subject to numerous employment laws and regulations. The County contracts with various individuals for services throughout the year. Should it be determined these individuals should be classified as employees at a future date, it could result in significant payroll taxes, penalties and/or interest.

Budgets and Budgetary Accounting

The annual budget is the financial plan for the operation of Twiggs County, Georgia for the ensuing annual period. The budget process provides for a professional management approach to the establishment of priorities and the implementation of work programs while providing an orderly means for control and evaluation of the financial posture of the County. Twiggs County budgets are adopted on a basis generally consistent with GAAP; except that encumbrances are treated as budgeted expenditures in the year the commitment to purchase is incurred. Annual appropriated budgets are adopted for the general fund and the special revenue funds.

All unencumbered appropriations lapse at fiscal year-end. Project-length financial plans are adopted for all capital projects funds.

The Twiggs County budget process usually begins prior to year-end with the department and agency heads submitting their departmental budgets. The County's finance department formulates and remits the budget to the budget committee, which is made up of all members of the Twiggs County Board of Commissioners. The Board of Commissioners conduct budget hearings with all departments and agencies. After review by the Board of Commissioners, a final budget is approved when the budget resolution is adopted.

The County Administrator is delegated by authority to transfer sums within departments. No increase in the departmental budget for the County may be made without the approval of the Board of Commissioners and amendment to the budget. Mid-year budget amendments are presented, where necessary, for adoption by the Board of Commissioners. The general fund is subject to budgetary control on a department basis.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY, continued

Unencumbered appropriations in the annual operating budget lapse at fiscal year-end while encumbered appropriations are paid from reserved fund balances. When the County's expenditures reach the authorization provided by the operating budget, the Board of Commissioners approves supplemental appropriations.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting--under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation--is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the goods or services are yet to be received.

Compliance With Legal Provisions
Deficit Fund Balances- There are no funds with deficits.

Excess of Expenditures over Appropriations in Individual Departments:

The following funds/departments had an excess of expenditures over appropriations:

GENERAL FUND	Expenditures	Appropriations	Expenditures Over Appropriations
Public safety	$ 4,288,918	$ 3,370,757	$ 918,161
Public works	1,237,655	1,181,526	56,129

NOTE 3. DETAILED NOTES ON ALL FUNDS

Deposits and Investments
Investments – The County owns two certificates of deposit with 12 month maturities totaling $41,985 as of December 31, 2021.

Custodial Credit Risk – Deposits – In the case of deposits, this is the risk that in the event of a bank failure, the County’s deposits may not be returned to it. Neither the County nor its components units, have a deposit policy for custodial credit risk. As of December 31, 2021, the County did not have a formal investment policy. Additional disclosures with regards to deposits and investments can be located in the Summary of Significant Accounting Policies under the Assets, Liabilities and Equity section.

Property Taxes
State law requires that property taxes be based on assessed value, which is 40% of fair market value. All real and personal property (including motor vehicles) are valued as of January 1 of each year and must be declared and reported on a return for tax purposes by May 1. With the exception of motor vehicles and the property of public utilities, which are valued by the State Revenue Department, the Board of Tax Assessors of Twiggs County makes all assessments.

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Upon completion of all assessments and tax returns, the information is turned over to the Twiggs County Tax Commissioner for compilation of the tax digest. The completed tax digest must be submitted to the State Revenue Commissioner for approval. The State Revenue Commissioner must ascertain that real property on the tax digest has been assessed at the state mandated forty percent (40%) of fair market value. If not, the commissioner may require an across the board percentage adjustment to all real property. The County Tax Commissioner distributes tax notices and collects tax payments. Motor vehicle taxes must be paid by the birth date of the owner of the vehicle. Property taxes are usually levied on or around July 15, of each year. Real and personal property taxes are usually due by November 15 and considered delinquent by November 16. Property taxes are attached as an enforceable lien on the day the taxes become delinquent. The total real and personal property tax levy is recorded as revenue in the fiscal year in which such amounts will be available (collected within 60 days of year-end) as net current assets. In the accompanying financial statements, the portion of the property tax levy for the tax year 2021 collected during the current year has been recognized as revenue.

The County enters into property tax abatement agreements with local businesses for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the County.

For the fiscal year ended December 31, 2021, the County abated property taxes of approximately $1,527,197 under this program.

Property taxes receivable at December 31, 2021, is composed of the following:

Year of Levy:	
2021	$ 656,808
2020	235,881
2019	121,374
2018	32,114
2017	23,601
Prior to 2016	49,689
Total	1,119,467
Less - allowance for uncollectible	(208,238)
Net receivable	$ 911,229

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Receivables

Primary Government

Receivables at December 31, 2021 for the County's individual major funds and non-major, funds in the aggregate, including applicable allowances for uncollectible accounts, are as follows:

Governmental Activities:	General	ARPA	2019 SPLOST	Nonmajor Governmental Funds	Total Governmental Total
Receivables:					
Taxes	$ 1,119,467	$ -	$ -	$ -	$ 1,119,467
Intergovernmental	340,051	-	66,156	-	406,207
Other	11,816	-	-	1,264	13,080
Gross receivables	1,471,334	-	66,156	1,264	1,538,754
Less: allowance for Uncollectibles	(208,238)	-	-	-	(208,238)
Net total receivables	$ 1,263,096	$ -	$ 66,156	$ 1,264	$ 1,330,516

Business - Type Activities:	Water Fund
Receivables - Accounts	$ 15,024
Gross receivables	15,024
Less: allowance for Uncollectibles	(9,416)
Net total receivables	$ 5,608

Discretely Presented Component Unit

Receivables for the Twiggs County Health Department and the Twiggs County Development Authority as of June 30, 2021, are as follows:

	Twiggs County Health Department	Twiggs County Development Authority
Receivables:		
Accounts	$ -	$ -
Other	-	95,000
Gross receivables	-	95,000
Less: allowance for Uncollectibles	-	-
Net total receivables	$ -	$ 95,000

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Capital Assets

Primary Government

Capital asset activity for the year ended December 31, 2021, was as follows:

	Beginning Balance	Increases	Decreases	Reclass	Ending Balance
Governmental Activities					
Capital assets not being depreciated:					
Land	$ 854,281	$ -	$ -	$ -	$ 854,281
Other capital assets:					
Infrastructure	788,830	-	-	-	788,830
Buildings	6,774,036	-	-	-	6,774,036
Improvements	181,860	-	-	-	181,860
Machinery and equipment	8,369,447	523,061	(186,730)	-	8,705,778
Total other capital assets at historical cost	16,114,173	523,061	(186,730)	-	16,450,504
Less accumulated depreciation:					
Infrastructure	(183,768)	(26,294)	-	-	(210,062)
Buildings	(3,481,574)	(160,185)	-	-	(3,641,759)
Improvements	(75,306)	(9,895)	-	-	(85,201)
Machinery and equipment	(6,101,820)	(442,179)	186,730	-	(6,357,269)
Subtotal	(9,842,468)	(638,553)	186,730	-	(10,294,291)
Other capital assets, net	6,271,705	(115,492)	-	-	6,156,213
Governmental activities capital assets, net	$ 7,125,986	$ (115,492)	$ -	$ -	$ 7,010,494

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

Governmental activities:	
General government	$ 181,909
Public safety	270,727
Public works	134,242
Health and welfare	2,648
Economic development	36,293
Culture and recreation	12,734
Total governmental activities depreciation expense	$ 638,553

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Business-type activities	Balance	Increases	Decreases	Balance
Capital asset not being depreciated -				
Land	$ 6,412	$ -	$ -	$ 6,412
Other capital asset -				
Improvements - water system	9,056,348	-	-	9,056,348
Less accumulated depreciation -				
Improvements - water system	(1,859,084)	(182,682)	-	(2,041,766)
Other capital asset, net	7,197,264	(182,682)	-	7,014,582
Business activities capital assets, net	$ 7,203,676	$ (182,682)	$ -	$ 7,020,994

Capital asset activity for the Twiggs County Health Department for the year ended June 30, 2021, was as follows:

	Balance	Increases	Decreases	Balance
Other capital assets:				
Machinery and equipment	$ 159,840	$ -	$ -	$ 159,840
Less accumulated depreciation for -				
Machinery and equipment	(124,195)	(9,363)	-	(133,558)
Other capital assets, net	35,645	(9,363)	-	26,282
Twiggs County Health Center capital assets, net	$ 35,645	$ (9,363)	$ -	$ 26,282

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Capital asset activity for the Twiggs County Development Authority for the year ended June 30, 2021, is as follows:

	Balance	Increases	Decreases	Balance
Capital assets not being depreciated:				
Land	$ 2,639,245	$ -	$ (180,330)	$ 2,458,915
Land improvements	536,383	-	-	536,383
Total capital assets not being depreciated	3,175,628	-	(180,330)	2,995,298
Capital asssets, depreciable				
Buildings	237,491	-	-	237,491
Building improvements	68,847	-	-	68,847
Total capital assets, depreciable	306,338	-	-	306,338
Less accumulated depreciation for:				
Buildings	(45,720)	(7,533)	-	(53,253)
Building improvements	(28,859)	(4,967)	-	(33,826)
Total accumulated depreciation	(74,579)	(12,500)	-	(87,079)
Total capital assets, depreciable, net	231,759	(12,500)	-	219,259
Total capital assets, net	$ 3,407,387	$ (12,500)	$ (180,330)	$ 3,214,557

Interfund Receivables, Payables, and Transfers

Generally, outstanding balances between funds reported as due to/from other funds include 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. The composition of interfund balances as of December 31, 2021, is as follows:

	Payable To:	
Payable From:	LMIG Fund	2019 SPLOST
Major Fund -		
General Fund	$ 397,311	$ -
Nonmajor Fund -		
2014 SPLOST	-	4,343
Total	$ 397,311	$ 4,343

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. Resources are accumulated in a fund or component unit to support and simplify the administration of various projects or programs.

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

A reconciliation of transfers in and transfers out is as follows:

	Transfers Out	Transfers In
General Fund	$ 528,903	$ -
ARPA	16,752	-
Confiscated Assets	28,386	
LMIG	478,283	-
2014 SPLOST	-	478,283
Water Fund	-	200,026
Sheriff's Programs Fund		28,386
Grant Fund	-	16,752
911 Surchage Fund	-	328,877
Total transfers	$ 1,052,324	$ 1,052,324

Intergovernmental Receivables
Amounts due from other Governmental entities at December 31, 2021, are as follows:

	State	Other	Total
General Fund	$ 50,279	$ 289,772	$ 340,051
2019 SPLOST	66,156	-	66,156
Total	$ 116,435	$ 289,772	$ 406,207

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Long - Term Obligations

Primary Government Long – Term Debt Payable

At December 31, 2021, long-term debt consisted of the following:

Payable from Governmental Activities:	Total	Current	Long-term
Notes Payable -			
USDA loan in the original amount of $274,000 for the E911 Dispatch System Monthly payments of $2,538 through 2031, interest at 2.125%	$ 261,629	$ 25,140	$ 236,489
Capital Lease Obligations:			
$116,756 to John Deere for equipment; interest at 3.75% due in quarterly installments of $11,222 to July 2022	22,533	22,533	-
$534,418 to BB&T for two excavators; interest at 2.77%; due in monthly installments of $7,019 to May 2024	190,714	80,206	110,508
Total Capital Leases Obligations	213,247	102,739	110,508
Total Governmental Activity Long-Term Debt	$ 474,876	$ 127,879	$ 346,997

Payable from Business - Type Activities:	Total	Current	Long-term
Notes Payable:			
$1,841,471 GEFA note payable; initial interest at 0.0%; due in monthly payments of $7,560. Transferred from General Fund along with related water system improvements on January 1, 2008. Maturity date is February 1, 2029.	$ 650,183	$ 90,724	$ 559,459
$520,000 GEFA note payable; initial interest at 3.03%; due in 239 monthly payments of $2,892 maturing in May 2036.	404,910	22,746	382,164
Total Business - Type Activities Long-Term Debt	$ 1,055,093	$ 113,470	$ 941,623

Long-term debt service requirements to maturity for the governmental activities debt are as follows:

Year Ending December 31	Notes Payable Principal	Notes Payable Interest	Capital Leases Principal	Capital Leases Interest
2022	$ 25,140	$ 5,316	$ 102,739	$ 4,609
2023	25,679	4,776	82,238	1,993
2024	26,231	4,225	28,270	219
2025	26,794	3,662	-	-
2026	27,369	3,087	-	-
2027 - 2031	130,416	6,440	-	-
Total	$ 261,629	$ 27,506	$ 213,247	$ 6,821

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Long-term debt service requirements to maturity for the business - type activities debt are as follows:

Year Ending December 31	Notes Payable Principal	Interest
2022	$ 113,470	$ 11,954
2023	114,169	11,255
2024	114,889	10,535
2025	115,632	9,792
2026	116,397	9,027
2027-2031	337,256	32,807
2032-2036	143,280	9,980
Total	$ 1,055,093	$ 95,350

Changes in Long-term Obligations

Long-term obligation activity for the year ended December 31, 2021, was as follows:

Long-term obligations:	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year	Amounts Due Within More Than One Year
Governmental Activities						
Notes payable	$ -	$ 274,000	$ 12,371	$ 261,629	$ 25,140	$ 236,489
Capital leases payable	356,340	-	143,093	213,247	102,739	110,508
Compensated absences payable	171,000	-	78,194	92,806	92,806	-
Total Governmental Activities	$ 527,340	$ 274,000	$ 233,658	$ 567,682	$ 220,685	$ 346,997

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year	Amounts Due Within More Than One Year
Business Type Activities						
Notes payable	$ 1,167,884	$ -	$ 112,791	$ 1,055,093	$ 113,470	$ 941,623
Compensated absences payable	4,220	-	1,788	2,432	2,432	-
Total Business Type Activities	$ 1,172,104	$ -	$ 114,579	$ 1,057,525	$ 115,902	$ 941,623

Notes payable and compensated absences are generally liquidated by the general fund and are therefore included in the above schedule. Capital lease obligations will be liquidated primarily by special purpose local option sales tax collected and from transfers from the General Fund.

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Twiggs County Health Department

Long-term obligation activity for the Twiggs County Health Department for the year ended June 30, 2021, was as follows:

Long-term obligation:	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year	Amounts Due Within More Than One Year
Public Health Center						
Net Pension Liability	$ 126,726	$ 123,263	$ -	$ 249,989	$ -	$ 249,989
Net OPEB Liability	30,773	16,839	-	47,612	-	47,612
Compensated absences payable	20,021	12,129	23,684	8,466	-	8,466
Total Long-Term Obligations	$ 177,520	$ 152,231	$ 23,684	$ 306,067	$ -	$ 306,067

Capital Leases

The County has entered into a lease agreement as lessee for financing the acquisition of public works equipment. This lease qualifies as a capital lease for accounting purposes (titles transfer at the end of the lease term) and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The following is an analysis of the equipment leased under the capital lease as of December 31, 2021:

	Governmental Activities
Asset -	
Equipment	$ 534,418
Less: Accumulated depreciation	(151,418)
Total	$ 383,000

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2021 were as follows:

Year Ending December 31,	Governmental Activities
Mininum lease payments:	
2022	$ 84,232
2023	84,231
2024	28,489
Less: amount representing interest	(6,238)
Present value of minimum lease payment	$ 190,714

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

The County has entered into a lease agreement as lessee for financing the acquisition of public works equipment. This lease qualifies as a capital lease for accounting purposes (bargain purchase option at end of lease) and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The following is an analysis of the equipment leased under the capital lease as of December 31, 2021:

	Activities
Asset -	
Equipment	$ 126,786
Less: Accumulated depreciation	(27,470)
Total	$ 99,316

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2021 were as follows:

Year Ending December 31,	Activities
Mininum lease payments:	
2022	$ 23,116
Less: amount representing interest	(583)
Present value of minimum lease payment	$ 22,533

NOTE 4. RETIREMENT PLAN

Retirement Plan – Deferred Compensation Plan – Twiggs County, Georgia
The County offers its employees a deferred compensation plan, created in accordance with Internal Revenue Code Section 457, the Twiggs County 457 Deferred Compensation Plan, The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Pursuant to changes in Internal Revenue Code Section 457, the plan has been amended to convert the deferred compensation plan to a trust. The defined contribution pension plan is administered by GEBCorp. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, all income attributable to those amounts, property, or rights are solely the property and rights of the trust, established for the exclusive benefit of the participants and their beneficiaries. The County has no liability for these assets and they are not subject to the claims of the County's general creditors. All contributions to this plan are voluntary employee contributions as well as a 1 percent of base pay contribution by the County for eligible employees. Plan provisions and contribution requirements are established by and may be amended by the County Board of Commissioners. During the year ended December 31, 2021, employee contributions amounted to $104,200. In addition, County contributions to the plan amounted to $0 during the year ended December 31, 2021.

NOTE 5. OTHER INFORMATION

Commitments
Reservations of fund balances of Governmental funds are established to either (1) satisfy legal covenants that require that a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriable for future expenditures. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 5. OTHER INFORMATION, continued

Grant Funds

The County participates in numerous grant programs on the federal and state level. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal Government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Government expects such amounts, if any, to be immaterial.

Litigation and Allegations

During the course of normal operations of the County, various claims, allegations and lawsuits arise. The County's legal counsel reports various cases pending against the County. Based upon the facts of the cases and the damages claimed, management does not expect potential liabilities as of December 31, 2021 to impair the County's financial position.

Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Government carries commercial insurance. The County pays for such claims as they become due. There are no unpaid claims as of December 31, 2021.

The County has joined together with other governments in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association of County Commissioners of Georgia (ACCG) Workers' Compensation Self Insurance Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments. As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The funds are to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Settled claims in the current year have not exceeded the coverage.

Claims and Judgments - Description

Significant losses experienced by the County are covered by commercial insurance for all risks. For insured risks there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or through prior years.

Conduit Debt

The Development Authority has issued Industrial Revenue bonds to provide assistance to private-sector industry for the acquisition and construction of commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the facilities. Neither the City of Jeffersonville nor the County is obligated in any manner for repayment of the bonds. The bonds constitute only limited obligations of the Issuer in that they are payable only from the revenues to be derived under Lease Agreements together with all other rents, revenues and receipts arising out of or in connection with the Issuer's ownership of the Project. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. Conduit debt outstanding as of December 31, 2021 was $338,332,275.

NOTE 5. OTHER INFORMATION, continued

Landfill Closure and Post-Closure Care Costs

The County's financial statements have not reflected a direct liability for landfill closure and post-closure care costs prior to December 31, 2005, because the County had operated its landfill through a joint venture. The Twiggs-Wilkinson Landfill Commission, Inc. (the Commission) was incorporated on November 23, 1998 as a Georgia Non-Profit Corporation. The Commission was formed by Twiggs County, Georgia and Wilkinson County, Georgia in a joint landfill agreement that was to be effective for ten years to provide a facility for the disposal of solid waste collected by both counties. A three-member board administered the operations of the Highway 80 Landfill currently in operation as well as post-closure care of the Highway 57 Landfill. The Twiggs County and Wilkinson County Board of Commissioners each appointed one member for two-year terms. The two members appointed by the Counties appointed a third independent member for two-year terms. The creation of the Commission did not divest either Twiggs County or Wilkinson County of the responsibility for the Landfill's operation or financial obligations.

During the year ended 1999, the Commission was notified that the Highway 57 Landfill site had been identified as a hazardous waste site. As such, the Commission was required to comply with prescribed procedures regarding clean-up and additional monitoring. The Landfill Agreement between Twiggs and Wilkinson County stated that any corrective action costs for the Highway 57 Landfill would be the responsibility of Twiggs and Wilkinson County.

State and federal laws and regulations require owners to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure costs will be paid only near or after the date that the landfill stops accepting waste, the Commission reports a portion of these closure and post-closure costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

Due to the competitive nature of the market which serves landfill monitoring and care and changes in inflation and technology, the estimated post-closure and closure care costs may fluctuate from year to year.

Under a purchase agreement with Wolf Creek Landfill, LLC, the Twiggs-Wilkinson Landfill Commission, Inc., was sold during August 2005. As of September 30, 2005, the Twiggs-Wilkinson Landfill Commission, Inc. was dissolved. As of September 30, 2005, the landfill post-closure care liability for the Highway 57 site was assumed equally by Wilkinson County and Twiggs County. A total of $12,039, which is considered due within one year, remains as a liability for post-closure care in the Governmental Activities Statement of Net Position as of December 31, 2021. The landfill closure and post-closure liability for the Highway 80 site was assumed by Wolf Creek Landfill, LLC. Twiggs County received $84,823 in host fees from the Landfill during the current year.

Joint Venture

Under Georgia law, Twiggs County, in conjunction with other cities and counties in the eleven county east Middle Georgia area, is a member of the Middle Georgia Regional Commission (MGRC) and is required to pay annual dues thereto. Membership in a Commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Commission in Georgia. The Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member Governments are liable for any debts or obligations of a Commission. Separate financial statements may be obtained from:

Middle Georgia Regional Commission
175 Emery Highway, Suite C
Macon, Georgia 31217

NOTE 6. CORRECTION OF AN ERROR

In prior years, the County recorded transfers from the General Fund to the Water Fund and to the E911 fund as interfund receivables. The County has no intention to reimburse the General Fund for these amounts and thus the fund balance and net position of the County has been restated to reflect this treatment. As these are interfund transactions, overall net position and fund balance did not change. However, beginning governmental activities net position was decreased by $416,804 and business-type activity net position was increased by $416,804 as a result of this change. Also, beginning fund balance in the General Fund was decreased by $566,971, beginning net position in the Water Fund was increased by $416,804, and beginning fund balance in the E911 fund was increased by $150,167.

Also, at December 31, 2020, ending net position was understated in the Tax Commissioner Fund. The understatement occurred because uncollected taxes as of December 31, 2020 were incorrectly recorded as a liability instead of net position. As a result of this change, beginning net position in the tax commissioner fund was increased by $1,346,949.

Required Supplementary Information

TWIGGS COUNTY, GEORGIA

EXHIBIT 12

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 2021

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUE				
Taxes	$ 6,826,000	$ 6,826,000	$ 7,750,223	$ 924,223
Licenses and permits	40,000	40,000	50,171	10,171
Intergovernmental	76,400	76,400	108,809	32,409
Charges for services	1,619,000	1,619,000	1,307,804	(311,196)
Fines and forfeitures	660,866	660,866	798,870	138,004
Investment income	-	-	817	817
Miscellaneous revenues	88,756	88,756	151,192	62,436
Total revenues	9,311,022	9,311,022	10,167,886	856,864
EXPENDITURES				
General government	4,368,264	4,368,264	2,867,506	1,500,758
Public safety	3,370,757	3,370,757	4,288,918	(918,161)
Public works	1,181,526	1,181,526	1,237,655	(56,129)
Public Health and welfare	275,660	275,660	228,256	47,404
Culture and recreation	120,530	120,530	39,043	81,487
Economic development	91,100	91,100	90,126	974
Total expenditures	9,407,837	9,407,837	8,751,504	656,333
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	(96,815)	(96,815)	1,416,382	1,513,197
Transfers out	-	-	(528,903)	(528,903)
Proceeds from sale of capital assets	5,000	5,000	8,769	3,769
Insurance proceeds	-	-	52,293	52,293
Total other financing sources (uses)	5,000	5,000	(467,841)	(472,841)
NET CHANGES IN FUND BALANCE	(91,815)	(91,815)	948,541	1,040,356
FUND BALANCE, BEGINNING	4,443,536	4,443,536	4,443,536	-
Prior period adjustment	(566,971)	(566,971)	(566,971)	-
Fund Balance (Deficit), Beginning, as restated	3,876,565	3,876,565	3,876,565	-
FUND BALANCES, ENDING	$ 3,784,750	$ 3,784,750	$ 4,825,106	$ 1,040,356

Other Supplementary Information

Non - Major Governmental Funds

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

- Sheriff's Commissary – To account for the activities of the inmate canteen operated by the Sheriff's Department.
- Sheriff's Programs – To account for special programs administered by the Sheriff's Department.
- Grant Fund – To account for grant funds that are legally restricted to expenditure for a particular purpose
- 911 Surcharge – To account for the activities of the 911 telephone operations center.
- Jail Fund – To account for activities of the County's jail.
- Law Library – To account for the law library fees included in all fines which are specifically designated for the County's law library.
- DARE Fund – To account for DARE funds that are legally restricted to expenditure for particular purposes.
- Confiscated Assets – To account for the revenues received that are designated for the purpose of enhancing law enforcement or capital outlay.

Capital Projects Funds are used to account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

- 2014 SPLOST – To account for the special purpose local option sales tax funds that are legally restricted for major capital projects.
- LMIG – To account for Local Maintenance and Improvement Grant (LMIG) funds that are legally restricted to expenditure for capital road projects within the County.
- Public Library Building – To account for the capital outlay and other transactions related to the construction of a new local public library building.

TWIGGS COUNTY, GEORGIA

EXHIBIT 13

COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Total Non - Major Special Revenue Governmental Funds	Total Non - Major Capital Projects Governmental Funds	Total Non - Major Governmental Funds
ASSETS			
Cash and cash equivalents	$ 867,574	$ 407,808	$ 1,275,382
Investments	41,985	-	41,985
Intergovernmental receivables	-	-	-
Receivables - other	1,264	-	1,264
Due from other funds	-	397,311	397,311
Total Assets	$ 910,823	$ 805,119	$ 1,715,942
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 12,830	$ 3,156	$ 15,986
Accrued expenses	14,989	-	14,989
Deposits	-	-	-
Due to other funds	-	4,343	4,343
Total liabilities	27,819	7,499	35,318
Fund Balances:			
Restricted:			
Capital projects	-	794,212	794,212
Special programs	872,267	-	872,267
Community development	-	-	-
Committed:			
Law enforcement activities	10,737	-	10,737
Assigned:			
Capital projects	-	3,408	3,408
Total fund balances	883,004	797,620	1,680,624
Total liabilities and fund balances	$ 910,823	$ 805,119	$ 1,715,942

TWIGGS COUNTY, GEORGIA

EXHIBIT 14

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON - MAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Total Non - Major Special Revenue Governmental Funds	Total Non - Major Capital Projects Governmental Funds	Total Non - Major Governmental Funds
Revenues:			
Intergovernmental	$ 100,000	$ 360,651	$ 460,651
Charges for services	145,633	-	145,633
Fines and forfeitures	176,127	-	176,127
Investment earnings	354	236	590
Other revenues	39,767	-	39,767
Total revenues	461,881	360,887	822,768
Expenditures:			
Current:			
General government	7,558	-	7,558
Public safety	625,774	-	625,774
Public works	-	775,351	775,351
Culture and recreation	-	28,782	28,782
Debt Service:			
Principal payments	12,371	143,093	155,464
Interest payments	2,857	8,541	11,398
Total expenditures	648,560	955,767	1,604,327
Excess (Deficiency) of Revenues Over (Under) Expenditures	(186,679)	(594,880)	(781,559)
Other Financing Sources (Uses):			
Transfer in	374,015	478,283	852,298
Transfer out	(28,386)	(478,283)	(506,669)
Proceeds from issuance of debt	274,000	-	274,000
Total Other Financing Sources (Uses)	619,629	-	619,629
Net Change in Fund Balances	432,950	(594,880)	(161,930)
Fund Balances, Beginning	299,887	1,392,500	1,692,387
Prior period adjustment	150,167	-	150,167
Fund Balance (Deficit), Beginning - as restated	450,054	1,392,500	1,842,554
Fund Balances, Ending	$ 883,004	$ 797,620	$ 1,680,624

TWIGGS COUNTY, GEORGIA

EXHIBIT 15

COMBINING BALANCE SHEET
NON - MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021

	Sheriff's Commissary	Sheriff's Programs	Grant Fund	911 Surcharge	Jail Fund	Law Library	DARE Fund	Confiscated Assets	Total Non - Major Special Revenue Governmental Funds
ASSETS									
Cash and cash equivalents	$ 18,739	$ 1,751	$ 333,465	$ 385,130	$ 44,569	$ 20,535	$ 30,632	$ 32,753	$ 867,574
Investments	-	-	-	-	-	41,985	-	-	41,985
Receivables - other	-	-	-	1,056	-	208	-	-	1,264
Total assets	$ 18,739	$ 1,751	$ 333,465	$ 386,186	$ 44,569	$ 62,728	$ 30,632	$ 32,753	$ 910,823
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	$ 9,753	$ -	$ -	$ 2,827	$ -	$ -	$ 250	$ -	$ 12,830
Accrued expenses	-	-	-	14,989	-	-	-	-	14,989
Total liabilities	9,753	-	-	17,816	-	-	250	-	27,819
Fund Balances:									
Restricted:									
Special programs	-	-	333,465	368,370	44,569	62,728	30,382	32,753	872,267
Committed:									
Law enforecement activities	8,986	1,751	-	-	-	-	-	-	10,737
Total fund balances	8,986	1,751	333,465	368,370	44,569	62,728	30,382	32,753	883,004
Total liabilities and fund balances	$ 18,739	$ 1,751	$ 333,465	$ 386,186	$ 44,569	$ 62,728	$ 30,632	$ 32,753	$ 910,823

TWIGGS COUNTY, GEORGIA

EXHIBIT 16

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON - MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Sheriff's Commissary	Sheriff's Programs	Grant Fund	911 Surcharge	Jail Fund	Law Library	DARE Fund	Confiscated Assets	Total Non - Major Special Revenue Governmental Funds
REVENUES									
Intergovernmental	$ -	$ -	$ 100,000	$ -	$ -	$ -	$ -	$ -	$ 100,000
Charges for services	-	-	-	145,633	-	-	-	-	145,633
Fines and forfeitures	-	-	-	-	60,636	13,468	32,500	69,523	176,127
Investment earnings	14	8	-	-	-	266	66	-	354
Other revenues	12,493	5,713	-	-	-	-	-	21,561	39,767
Total revenues	12,507	5,721	100,000	145,633	60,636	13,734	32,566	91,084	461,881
EXPENDITURES									
Current:									
General government	-	-	-	-	-	7,558	-	-	7,558
Public safety	6,055	32,356	42,059	392,177	43,884	-	29,331	79,912	625,774
Debt Service:									
Principal payments	-	-	12,371	-	-	-	-	-	12,371
Interest payments	-	-	2,857	-	-	-	-	-	2,857
Total expenditures	6,055	32,356	57,287	392,177	43,884	7,558	29,331	79,912	648,560
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,452	(26,635)	42,713	(246,544)	16,752	6,176	3,235	11,172	(186,679)
OTHER FINANCING SOURCES (USES)									
Transfer in	-	28,386	16,752	328,877	-	-	-	-	374,015
Transfer out	-	-	-	-	-	-	-	(28,386)	(28,386)
Proceeds from issuance of debt	-	-	274,000	-	-	-	-	-	274,000
Total Other Financing Sources (Uses)	-	28,386	290,752	328,877	-	-	-	(28,386)	619,629
NET CHANGE IN FUND BALANCE	6,452	1,751	333,465	82,333	16,752	6,176	3,235	(17,214)	432,950
FUND BALANCE, BEGINNING	2,534	-	-	135,870	27,817	56,552	27,147	49,967	299,887
Prior period adjustment	-	-	-	150,167	-	-	-	-	150,167
Fund Balance (Deficit), Beginning - as restated	2,534	-	-	286,037	27,817	56,552	27,147	49,967	450,054
FUND BALANCE, ENDING	$ 8,986	$ 1,751	$ 333,465	$ 368,370	$ 44,569	$ 62,728	$ 30,382	$ 32,753	$ 883,004

TWIGGS COUNTY, GEORGIA

EXHIBIT 17

COMBINING BALANCE SHEET
NON - MAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2021

	2014 SPLOST	LMIG	Public Library Building	Total Non - Major Capital Projects Governmental Funds
ASSETS				
Cash and cash equivalents	$ 10,840	$ 393,560	$ 3,408	$ 407,808
Due from other funds	-	397,311	-	397,311
Total assets	$ 10,840	$ 790,871	$ 3,408	$ 805,119
LIABILITIES				
Accounts payable	$ 3,156	$ -	$ -	$ 3,156
Due to other funds	4,343	-	-	4,343
Total liabilities	7,499	-	-	7,499
FUND BALANCE				
Restricted for capital projects	3,341	790,871	-	794,212
Assigned for capital projects	-	-	3,408	3,408
Total fund balances	3,341	790,871	3,408	797,620
Total liabilities and fund balances	$ 10,840	$ 790,871	$ 3,408	$ 805,119

TWIGGS COUNTY, GEORGIA

EXHIBIT 18

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON - MAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2021

	2014 SPLOST	LMIG	Public Library Building	Total Non - Major Capital Projects Governmental Funds
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	360,651	-	360,651
Investment income	236	-	-	236
Total revenues	236	360,651	-	360,887
EXPENDITURES				
Current:				
Public works	766,034	9,317	-	775,351
Culture and recreation	-	-	28,782	28,782
Debt Service:				
Principle payments	143,093	-	-	143,093
Interest payments	8,541	-	-	8,541
Total expenditures	917,668	9,317	28,782	955,767
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(917,432)	351,334	(28,782)	(594,880)
Other Financing Sources (Uses)				
Transfer in	478,283	-	-	478,283
Transfer out	-	(478,283)	-	(478,283)
Total Other Financing Sources (Uses)	478,283	(478,283)	-	-
Net Change in Fund Balances	(439,149)	(126,949)	(28,782)	(594,880)
FUND BALANCE, BEGINNING	442,490	917,820	32,190	1,392,500
FUND BALANCE, ENDING	$ 3,341	$ 790,871	$ 3,408	$ 797,620

Fiduciary Funds

Custodial Funds

- Tax Commissioner – To account for the collection and payment to the County and other taxing units of the property taxes levied, billed, and collected by the Tax Commissioner on behalf of the County and other taxing units.

- Clerk of Superior Court – To account for all monies received by the Clerk of Superior Court on behalf of individuals, private organizations, other governmental units, and other funds.

- Probate Court– To account for all monies received by the Probate Court on behalf of individuals, private organizations, other governmental units, and other funds.

- Magistrate Court – To account for all monies received by the Magistrate Court on behalf of individuals, private organizations, other governmental units, and other funds.

- Sheriff's Office – To account for all monies received by the Sheriff's Department on behalf of individuals, private organizations, other governmental units, and other funds.

TWIGGS COUNTY, GEORGIA

EXHIBIT 19

CUSTODIAL FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
YEAR ENDED DECEMBER 31, 2021

	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court	Sheriff's Office	Total
ASSETS						
Cash	$ 203,017	$ 84,807	$ 18,602	$ 3,077	$ 78,521	$ 388,024
Taxes receivable	1,214,214	-	-	-	-	1,214,214
Total assets	1,417,231	84,807	18,602	3,077	78,521	1,602,238
LIABILITIES						
Due to others	203,017	-	11,330	4,631	2,843	221,821
Total liabilites	203,017	-	11,330	4,631	2,843	221,821
NET POSITION						
Restricted for individuals, organizations, and other governments	$ 1,214,214	$ 84,807	$ 7,272	$ (1,554)	$ 75,678	$ 1,380,417

TWIGGS COUNTY, GEORGIA

EXHIBIT 20

CUSTODIAL FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED DECEMBER 31, 2021

	Tax Commissioner	Clerk of Superior Court	Probate Court	Magistrate Court	Sheriff's Office	Total
ADDITIONS						
Taxes collected	$ 12,926,183	$ -	$ -	$ -	$ -	$ 12,926,183
Fines and fee collected	-	343,976	887,149	58,607	46,728	1,336,460
Total additions	12,926,183	343,976	887,149	58,607	46,728	14,262,643
DEDUCTIONS						
Taxes disbursed	13,058,918	-	-	-	-	13,058,918
Fines and fees disbured	-	332,648	887,391	60,161	59,592	1,339,792
Total deductions	13,058,918	332,648	887,391	60,161	59,592	14,398,710
Net increase(decrease) in fiduciary net position	(132,735)	11,328	(242)	(1,554)	(12,864)	(136,067)
Net position - beginning of the year	-	73,479	7,514	-	88,542	169,535
Prior period adjustment *	1,346,949	-	-	-	-	1,346,949
Net position - beginning of the year - as restated	1,346,949	73,479	7,514	-	88,542	1,516,484
Net position - end of the year	$ 1,214,214	$ 84,807	$ 7,272	$ (1,554)	$ 75,678	$ 1,380,417

* See Note 6

Other Information

TWIGGS COUNTY, GEORGIA

EXHIBIT 21

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX
YEAR ENDED DECEMBER 31, 2021

Project Description Per SPLOST Referendum	Estimated Cost Original	Estimated Cost Current	Expenditures Prior Years	Expenditures Current Year	Expenditures Total
February 5, 2008 referendum:					
Improving Twiggs County roads			$ 1,477,217	$ -	$ 1,477,217
Retirement of road shops debt, and purchase of other road maintaining equipment as required			610,665	-	610,665
Improving the County's water system			18,665	-	18,665
Complete infrastructure and other objectives at County's Industrial Park			1,409,237	-	1,409,237
Repair roofs at Courthouse complex			62,166	-	62,166
Recreation and parks			26,239	-	26,239
Total	$ 6,000,000	$ 6,000,000	$ 3,604,189	$ -	$ 3,604,189
November 4, 2015 referendum:					
Distribution to Other Governments			$ 309,432	$ -	$ 309,432
Improving Twiggs County roads			1,701,465	766,034	2,467,499
Debt service for road equipment			436,032	151,634	587,666
Total	$ 6,000,000	$ 6,000,000	$ 2,446,929	$ 917,668	$ 3,364,597
November 5, 2019 referendum:					
Distribution to Other Governments			$ 45,031	$ 68,762	$ 113,793
Road, street and bridge capital projects			-	-	-
Public recreation capital projects			-	1,988	1,988
Total	$ 2,550,000	$ 2,550,000	$ 45,031	70,750	$ 115,781

Compliance Section

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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*

Independent Auditor's Report

To the Honorable Chairman and
Members of the Board of Commissioners
Twiggs County, Georgia

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Twiggs County, Georgia as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Twiggs County, Georgia's basic financial statements, and have issued our report thereon dated May 8, 2024. Our report includes a reference to other auditors who audited the financial statements of the Development Authority of the City of Jeffersonville and Twiggs County, Georgia and the Twiggs County Board of Health, as described in our report on Twiggs 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.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Twiggs 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 Twiggs County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Twiggs County, Georgia's internal control.

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and responses as item 2021-001 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying *schedule of findings and responses* as item 2021-002 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Twiggs 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*[4]

Twiggs County, Georgia's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Twiggs County, Georgia's response to the findings identified in our engagement and described in the accompanying *schedule of findings and responses*. Twiggs County, Georgia's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

Nichols, Cauley & Associates, LLC

Dublin, Georgia
May 8, 2024

Finding 2021-001

Material Weakness in Internal Control Over Financial Reporting – Control Environment/ Management Override of Controls

Criteria: Internal Controls should be in place to reduce the risk of material misstatement and fraud. They include a range of activities as diverse as approvals, authorizations, verifications, reconciliations, reviews of operating performance, security of assets, segregation of duties and internal audit. Additionally, controls should be in place to mitigate the override of controls by management or board members.

Condition: The County lacks certain internal controls to reduce the risk of material misstatement or misappropriation of assets.

Cause: The County's limited size and staffing resources have resulted in a lack of internal controls adequately designed or implemented.

Effect or Potential Effect: Failure to fully implement adequate internal controls can lead to misappropriation of assets or misstatements that are not detected during the normal course of business.

Recommendation: Management should perform thorough review of the County's internal control processes.

Responsible Official's Response: We concur with the recommendation. The Twiggs County Board of Commissioners will continue to evaluate, develop and implement improved internal controls in order to reduce the risk of misstatement and misappropriation of assets. These controls will include proper segregation of duties between recording, processing and reconciliation of cash and other general ledger accounts in order to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business

Finding 2021-002

Significant Deficiency in Internal Control Over Financial Reporting – Budgets

Criteria: The County should use fiscal control and accountability.

Condition: In the County's General Fund, actual expenditures exceeded budget appropriations in several departments.

Cause: County's expenditures exceeded appropriations in several different departments.

Effect: Fiscal control and accountability over departmental expenditures may be jeopardized.

Recommendation: The County should monitor the budget and amend it when appropriate.

Responsible Official's Response: The County will continue to review the budget as the budget year progresses to ensure that the budget is amended for changes that occur during the year.