WALTON COUNTY, GEORGIA
SCHOOL DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE
FISCAL YEAR ENDED JUNE 30, 2021

Prepared by:
Walton County School District
Finance Department
Monroe, Georgia

WALTON COUNTY SCHOOL DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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INTRODUCTORY SECTION

WALTON COUNTY BOARD OF EDUCATION

200 Double Springs Church Road, Monroe, Georgia 30656, Telephone 770-266-4520

www.walton.k12.ga.us

Dr. Nathan Franklin
Superintendent

Rusty Linder
Assistant Superintendent

George Underwood
Assistant Superintendent

BOARD MEMBERS

Coleman Landers
Chairman

Simoan Capers Baker
Vice-Chair

David Breedlove
Karen Brown
Tom Gibson
John Jessup
Diane Turner

April 28, 2022

To the Members of the Walton County Board of Education and Citizens of Walton County Georgia:

We are pleased to submit to you the annual comprehensive financial report (ACFR) of the Walton County School District (District) for the fiscal year ended June 30, 2021. This report conforms to generally accepted accounting principles as applicable to governmental entities. The Department of Finance prepared this report. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District's administration and is presented for your review.

We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activity have been included. A comprehensive framework of internal control is in place to give reasonable assurance that the financial statements are free of any material misstatements.

Readers of this report are encouraged to consider the information presented here in conjunction with additional information presented in the Management's Discussion and Analysis beginning on page four of this report.

PROFILE OF THE SCHOOL DISTRICT

Walton County School District is one of two school districts located in Walton County, Georgia. The District serves the entire county area with the exception of the City of Social Circle, which has its own independent school district. It provides a program of public education from pre-k through grade twelve. The purpose and responsibility of the District is to provide a thorough and efficient educational system for the children enrolled in public schools within its boundaries whereby each student has access to programs and services that are appropriate to his or her educational needs.

The District is governed by a Board of Education consisting of seven members elected from seven county posts. Members serve four-year terms and each year appoints a chairperson and vice-chairperson. The Board appoints a Superintendent to oversee the day-to-day administration of the School District.

"In Pursuit of Excellence."

Equal Opportunity Employer

The Walton County Board of Education approved Dr. Nathan Franklin as the superintendent of the Walton County School District effective July 1, 2016. Dr. Franklin began his teaching career in 1996 at his alma mater, Dacula High School in Gwinnett County. He later went on to teach and coach at Norcross High School before becoming an associate principal and athletic director. Dr. Franklin came to Walton County as an assistant principal at Loganville High School in 2007. In November 2007, shortly after joining Loganville High School, Dr. Franklin was named the school's principal. He transitioned from school to district level administration in May 2012 becoming the assistant superintendent of facilities, maintenance and operations where he remained until becoming superintendent.

Dr. Franklin has earned five degrees: an associate's degree in science from Spartanburg Methodist College, a bachelor's degree in mathematics education from the University of Georgia, a master's in mathematics education from Piedmont College, in addition to both a specialist in administration and leadership and a doctorate in executive leadership from Lincoln Memorial University.

Through his involvement with a variety of professional organizations, Dr. Franklin connects with education professionals on local, state and national levels. During his tenure as an assistant superintendent and principal, he worked with the Council of Education Facility Planners International (CEFPI), Georgia Association of School Facilities Administrators (GASFA), Professional Association of Georgia Educators (PAGE), National Association of Secondary School Principals (NASSP) and the Georgia Association of Secondary School Principals (GASSP). He currently serves as a member of the Georgia School Superintendents Association (GSSA), The National School Superintendents Association (AASA), the Northeast Georgia Regional Service Agency (NEGA RESA). He currently sits on the GSSA Board of Directors and Georgia School Boards Association Risk Management Fund Board of Trustees. In addition, he is a Leadership Georgia Alumni (2019) and GSSA Bill Barr Leadership Award recipient (2021).

In addition to his professional experience, Dr. Franklin has extensive coaching experience having served as a wrestling, baseball, golf and football coach. He is an active member in the Walton community serving on a wide-range of committees and boards including United Way of Walton County, Walton County Chamber of Commerce Board of Directors, Walton County Board of Health, Foothills Education Charter High School Board of Control, Kiwanis of Loganville, The Cross Loganville, Walton County Chamber of Commerce Education Committee, Walton County Community Development Board and Leadership Walton Alumni Association.

He and his wife, Julie, along with their three children, Ryan, Will and Anna, make their home in Monroe, Ga.

WALTON COUNTY SCHOOL DISTRICT ACADEMIC HIGHLIGHTS (2021)

Due to the COVID-19 pandemic, the State Board of Education temporarily approved to lower the EOC course grade weight to .01%. As a result, participation rates were lower in Walton County and across the state. Additionally, the Climate and CCRPI accountability ratings and scores were not calculated.

Georgia Milestones

End-of-Grade (EOG) Assessments

- English/Language Arts proficiency rates met or exceeded the State's performance in grades 3-5 and 8 with 5th grade being the highest at eight percentage points.
- Mathematics proficiency rates exceeded the State's performance in all grade levels 3-8 with 5th grade being the highest at 12 percentage points. Performances in grades 3-6 also exceeded the RESA with 5th grade being the highest at five percentage points.
- The Science assessment was only administered in grades 5 and 8, and the proficiency rates exceeded both the RESA and State rates. Grade 5 exceeded by three and seven percentage points, respectively. Grade 8 exceeded the RESA and State by 17 and 15 percentage points, respectively.
- The Social Studies assessment was only administered in grade 8, and the proficiency rate exceeded both the RESA and State rates at one and seven percentage points, respectively.
- The percent of EOG students reading on or above grade level exceeded the State's performance in grades 3-5 with the 4th and 5th grades exceeding by six percentage points each. Performances in grades 4 and 5 also exceeded the RESA by four percentage points.

High School End-of-Course (EOC) Assessments

- The percent of WCSD students performing at the Proficient and Distinguished Learner levels were above the State in all subjects.
- The American Literature proficiency rate exceeded the RESA and State by six and 14 percentage points, respectively.
- The Algebra performance exceeded both the RESA and State by four and 11 percentage points.
- Biology performance outpaced the State by one percentage point.
- US History performance was greater than the State by 12 percentage points.
- The percent of American Literature EOC students reading on or above grade level was greater than the RESA by three percentage points and the State by 11 percentage points. Those that are reading "above" the Lexile stretch band also outperformed the RESA and State by three and nine percentage points, respectively.

ACCESS for ELL

- Elementary level: For the fourth consecutive year, the district continued to post high English Learner progress toward English language proficiency-93.31 percent.

Beyond the Core

- Nearly 91 percent of students in grades K-5 earned a passing grade in a fine arts course.
- Nearly 87 percent of middle school students earned a passing grade in a fine arts, world language, PE/health, or career exploratory course.

Attendance

- During the 2020-21 pandemic school year, elementary attendance was still nearly 85 percent and both middle and high were nearly 70 percent.

Graduation Rate

- The 2021 WCSD graduation rate is the highest rate ever (92.7%).
- The rate exceeded the State's rate for the 11th consecutive year (and by more than nine points in 2021).
- For the 4th consecutive year, all three high schools had rates above the State.
- All Walton County subgroups exceeded the State subgroup rates in 2021.
- Walton County English Learners (91.7%) exceeded the State English Learner rate by 25.8 percentage points.
- For the first time in district history, all three high schools earned a graduation rate of better than 90 percent (Loganville High School 93.2%, Monroe Area High School 92.2%, and Walnut Grove High School 92.5%).

ECONOMIC CONDITION AND OUTLOOK

The District is located in the north central quadrant of Georgia, approximately 45 miles east of Atlanta and 27 miles west of Athens. The County comprises an area of approximately 330 square miles (88th in size out of 159 counties in Georgia) with an estimated census population of 97,375. The county seat is the City of Monroe.

The District expects state funding, as well as property tax revenue, to increase in the upcoming years.

LONG-TERM FINANCIAL PLANNING

The current Education Local Option Sales Tax (ELOST) began January 1, 2018 and runs through December 31, 2022. The District plans capital improvements as future capital needs arise due to increased student population and facility repair and maintenance needs. Specific capital expenditure plans are formalized in conjunction with ELOST and anticipated annual receipts of capital outlay funds from the state of Georgia Department of Education.

In November, 2021, the citizens of Walton County voted to renew the current Education Local Option Sales Tax (ELOST).

OTHER INFORMATION

Independent Audit: The financial statements have been audited by Mauldin & Jenkins, LLC, whose opinion is expressed on page 1. The District complies with the requirements of the Single Audit Act and associated reports and schedules are presented in the last section of this report.

Acknowledgments: We wish to express our appreciation to the entire staff of the Department of Finance, whose dedicated efforts have enabled this report to be prepared on a timely basis. The active involvement and professional support of Mauldin & Jenkins, LLC Director, Josh Carroll and his auditing staff has been instrumental in the prompt completion of the associated audit of this report.

In closing, sincere gratitude is expressed to the Board of Education for their leadership and dedication to Walton County School District, its taxpayers, employees, and most importantly, its students. To the citizens of the Walton County School District, please accept our gratitude for your support of our successful school district.

Respectfully submitted,

Nathan Franklin

Nathan Franklin, Ed.D.
Superintendent

Robin D Bryant

Robin Bryant
Chief Financial Officer

WALTON COUNTY SCHOOL DISTRICT
SUPERINTENDENT'S CABINET
JUNE 30, 2021

Dr. Nathan Franklin	Superintendent
Chip Underwood	Assistant Superintendent Facilities, Maintenance, and Operations
Robin Bryant	Chief Financial Officer
Rusty Linder	Assistant Superintendent Curriculum and Instruction
Dr. Lance Young	Chief Human Resource Officer

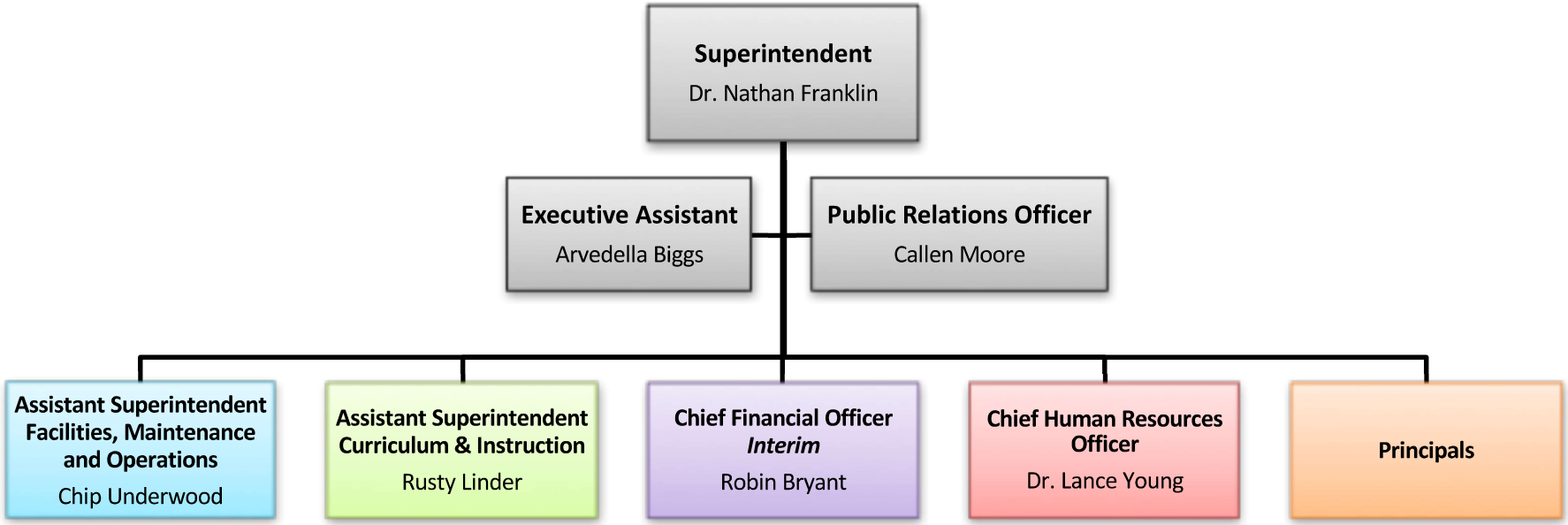
WALTON COUNTY SCHOOL DISTRICT
FUNCTION AND COMPOSITION
JUNE 30, 2021

All matters relating to education and operations in Walton County School District are governed and controlled by the Board of Education as provided by Georgia law. The Board has the responsibility to maintain a uniform system of public schools providing quality education for all young people of Walton County. With the advice of the Superintendent, the Board must determine the policies and prescribe the rules and regulations for the management and administration of the school system.

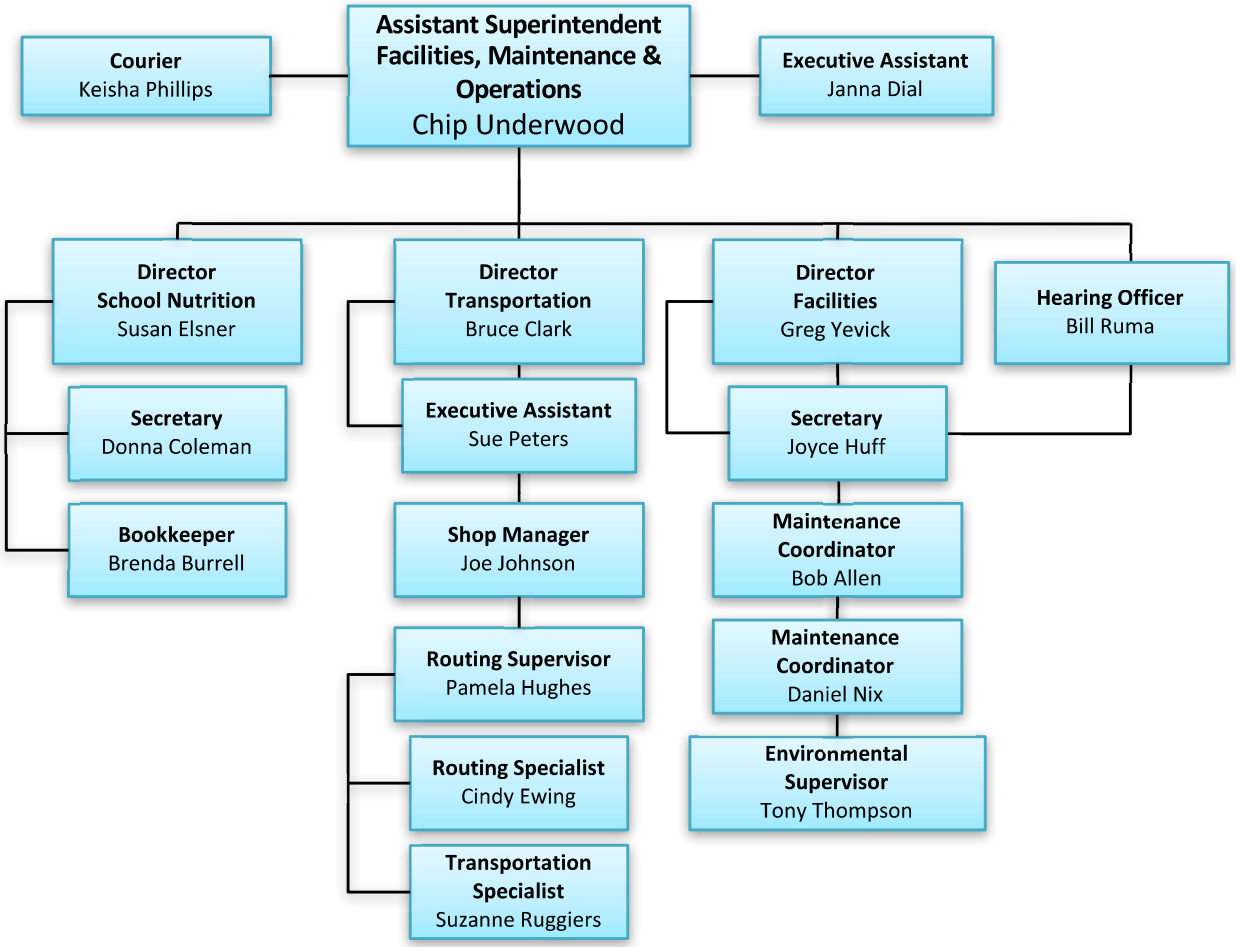
Generally, the board holds public meetings twice a month to conduct normal business with special sessions as needed. The Board is composed of seven members who are each elected for four years from one of seven geographical districts in the county. The Board elects a Chairman and Vice-Chairman from the seven members to govern the body for a one year period. As of June 30, 2021 the members of the Board and years of expiration of their terms are as follows:

Title	Name	Term Expires
Chair	Mrs. Diane Turner	December 31, 2022
Vice-Chair	Mr. Coleman Landers	December 31, 2024
Board Member	Mr. David Breedlove	December 31, 2024
Board Member	Mr. John Jessup	December 31, 2024
Board Member	Mrs. Simoan Capers Baker	December 31, 2022
Board Member	Mrs. Karen Brown	December 31, 2022
Board Member	Mr. Tom Gibson	December 31, 2022

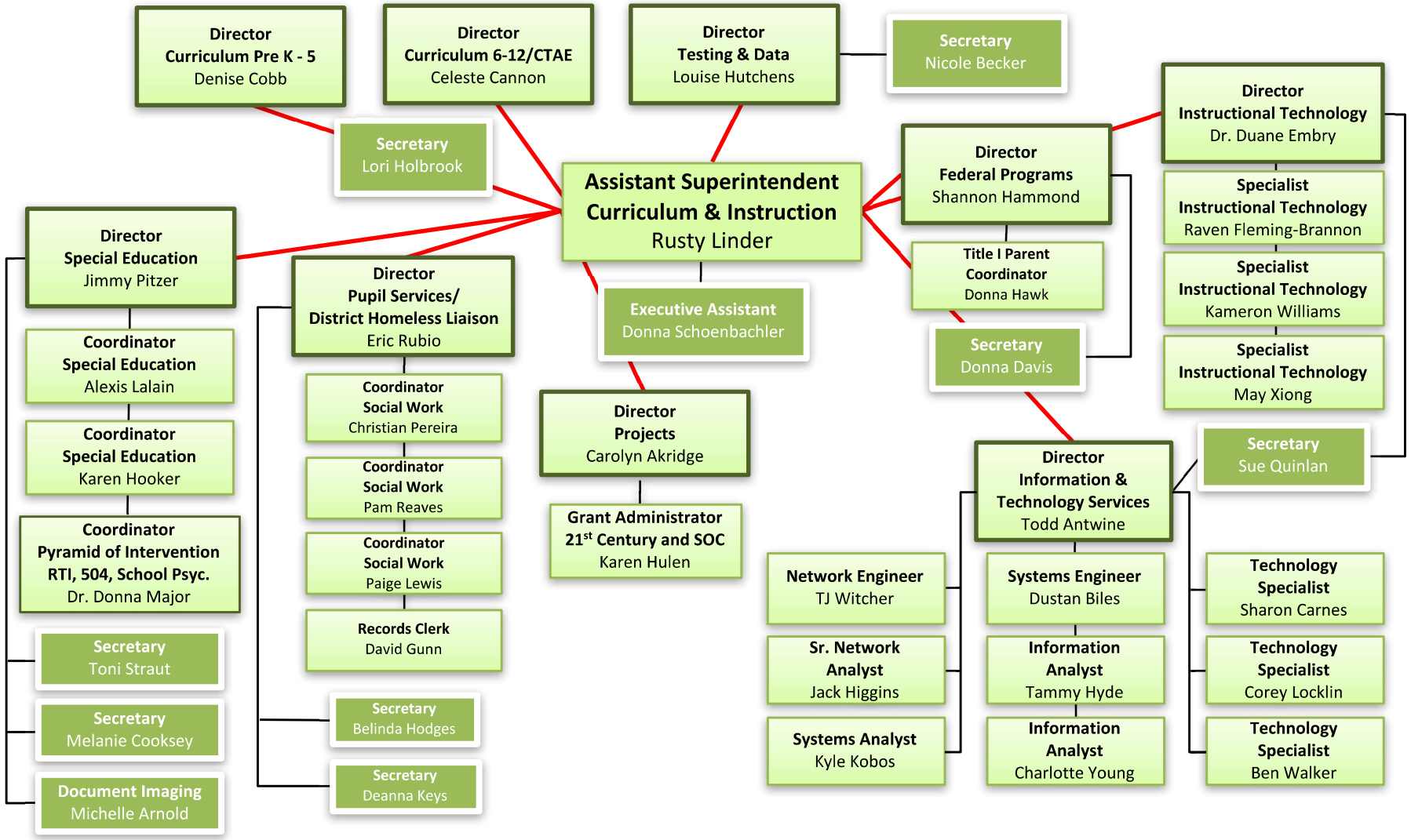
District Organizational Chart
2020-2021



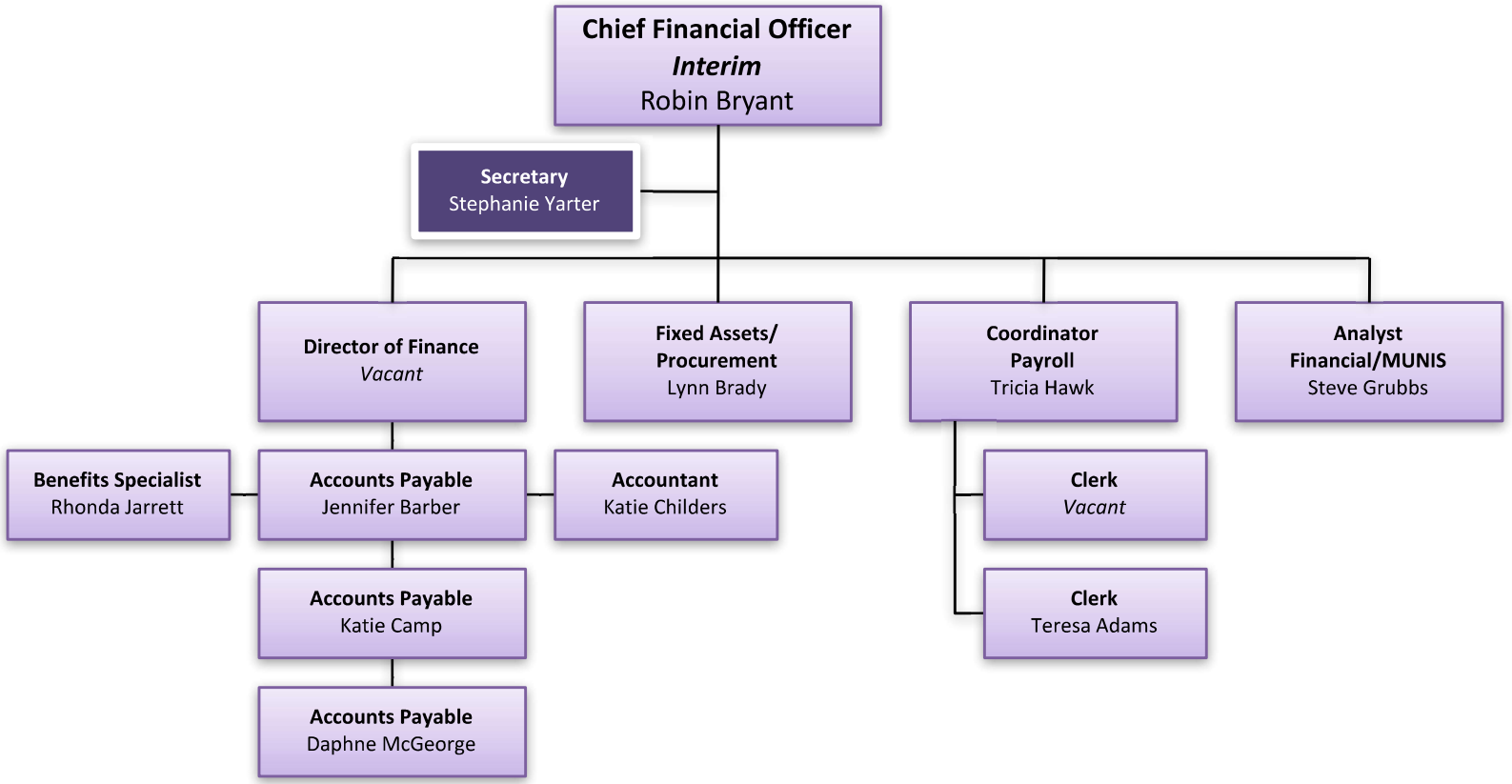
Facilities, Maintenance & Operations
2020-2021



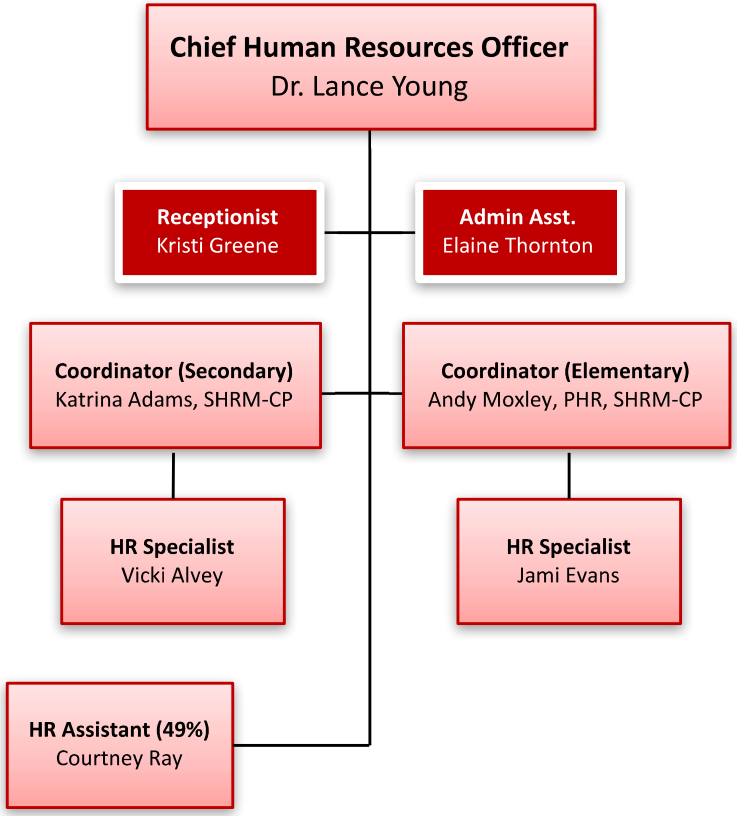
Curriculum & Instruction
2020-2021



Finance
2020-2021



Human Resources
2020-2021



FINANCIAL SECTION

MAULDIN & JENKINS
CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Superintendent and Members of
the Walton County Board of Education
Monroe, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Walton County Board of Education** (the "District") as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2021, and the respective changes in financial position, and where applicable, cash flows thereof and the budgetary comparison for the General Fund and Grants Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 14, the Walton County Board of Education implemented Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities,* as of July 1, 2020. This standard significantly changed the accounting for the Walton County Board of Education's fiduciary activities. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of Proportionate Share of Net Pension Liability – TRS, the Schedule of Contributions – TRS, the Schedule of Proportionate Share of Net Pension Liability – PSERS, the Schedule of Proportionate Share of Net OPEB Liability – School OPEB Fund, and the Schedule of Contributions – School OPEB Fund (as listed in the table of contents) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund statements and schedules, the schedule of expenditures of special purpose local option sales tax proceeds, and the accompanying schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Additionally, the introductory and statistical sections are presented for purposes of additional analysis and are also not a required part of the basic financial statements.

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

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

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
April 28, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

WALTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

INTRODUCTION

Our discussion and analysis of the Walton County School District's (School District)'s financial performance provides an overview of the School District's financial activities for the fiscal year ended June 30, 2021. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2021 are as follows:

- On the District-wide financial statements, the assets and deferred outflows of resources of the School District's governmental activities exceeded liabilities and deferred inflows of resources by approximately $74.6 million, while the assets and deferred outflows of resources of the business-type activities were $294,863 more than liabilities and deferred inflows of resources. For governmental activities there is a deficit unrestricted net position of $176.7 million.

- The School District had $169.6 million in expenses relating to governmental activities and $1.2 million in expenses for business-type activities; only approximately $106.5 million of the governmental activities' expenses are offset by program specific charges for services, grants, and contributions, while $1.2 million of the business-type expenses are offset by charges for services. General revenues (primarily property and sales taxes) of approximately $84 million were provided for the governmental activities' programs.

- As stated above, general revenues accounted for approximately $84 million or 43.8% of all revenues totaling $191.7 million. Program specific revenues in the form of charges for services, grants and contributions accounted for the rest.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts: management's discussion and analysis, the basic financial statements, and required supplementary information. The basic financial statements include two levels of statements that present different views of the School District. These include the district-wide and fund financial statements.

The district-wide financial statements include the Statement of Net Position and Statement of Activities. These statements provide information about the governmental and business-type activities of the School District presenting both short-term and long-term information about the School District's overall financial status.

The fund financial statements focus on individual parts of the School District, reporting the School District's operation in more detail. The Governmental Funds statements disclose how basic services are financed in the short-term as well as what remains for future spending. The fund financial statements reflect the School District's most significant funds. In the case of the Walton County School District, the

General Fund, the District-wide Capital Projects Fund, the Debt Service Fund, and the Grants Fund are the most significant funds.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements. Additionally, other supplementary information (not required) is also presented that further supplements understanding of the financial statements.

District-Wide Statements

The District-wide financial statements are basically a consolidation of the entire District's operating funds into two columns, one called governmental activities and the other business-type activities. In reviewing the District-wide financial statements, a reader might ask the question, are we in a better financial position than last year. The Statement of Net Position and the Statement of Activities provides the basis for answering this question. These financial statements include all District's assets, deferred outflows of resources, deferred inflows of resources, and liabilities and uses the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and any changes in net position. The change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the results of many factors, including those not under the School District's control, such as the property tax base, facility conditions, required educational programs and other factors.

The Statement of Net Position and the Statement of Activities reflects the School District's governmental activities and the business-type activities.

Fund Financial Statements

The School District uses many funds to account for a multitude of financial transactions during the fiscal year. However, the fund financial statements presented in this report provide detail information about only the School District's significant or major funds.

Governmental Funds - Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using the modified accrual method of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are reconciled to the

financial statements. The basic governmental fund financial statements can be found on pages 16-18 of this report.

Proprietary Fund - When the School District charges customers for the services it provides-whether to outside customers or to other units of the School District, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the School District's enterprise fund (a type of proprietary fund) is the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. The School District's Fuel Center Fund, is used to account for the operations of the School District's fuel center, and is included in the proprietary fund group as an enterprise fund. The proprietary fund statements begin on page 21.

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FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for this fiscal year.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total Government	
	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2020
Assets						
Current and Other Assets	$ 86,721,999	$ 67,577,443	$ 320,512	$ 299,235	$ 87,042,511	$ 67,876,678
Capital Assets, Net	260,672,615	252,422,898	-	-	260,672,615	252,422,898
Total Assets	347,394,614	320,000,341	320,512	299,235	347,715,126	320,299,576
Deferred Outflows of Resources						
Deferred Charge on Refunding	1,758,297	2,180,289	-	-	1,758,297	2,180,289
Pension Items	41,728,486	38,126,077	-	-	41,728,486	38,126,077
OPEB Items	23,488,500	8,734,886	-	-	23,488,500	8,734,886
Total Deferred Outflows of Resources	66,975,283	49,041,252	-	-	66,975,283	49,041,252
Liabilities						
Current and Other Liabilities	31,890,700	32,875,534	25,649	43,854	31,916,349	32,919,388
Long-Term Liabilities	284,795,016	256,674,179	-	-	284,795,016	256,674,179
Total Liabilities	316,685,716	289,549,713	25,649	43,854	316,711,365	289,593,567
Deferred Inflows of Resources						
Pension Items	113,624	3,289,253	-	-	113,624	3,289,253
OPEB Items	22,972,649	23,356,000	-	-	22,972,649	23,356,000
Total Deferred Inflows of Resources	23,086,273	26,645,253	-	-	23,086,273	26,645,253
Net Position						
Net Investment in Capital Assets	232,466,643	219,317,110	-	-	232,466,643	219,317,110
Restricted	18,788,006	15,902,771	-	-	18,788,006	15,902,771
Unrestricted	(176,656,741)	(182,373,254)	294,863	255,381	(176,361,878)	(182,117,873)
Total Net Position	$ 74,597,908	$ 52,846,627	$ 294,863	$ 255,381	$ 74,892,771	$ 53,102,008

Table 2 shows the Changes in Net Position for this fiscal year.

Table 2
Change in Net Position

	Governmental Activities		Business-type Activities		Total Government	
	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2020
Revenues						
Program Revenues:						
Charges for Services and Sales	$ 1,070,111	$ 2,156,958	$ 1,220,150	$ 1,245,243	$ 2,290,261	$ 3,402,201
Operating Grants and Contributions	102,899,460	94,468,856	-	-	102,899,460	94,468,856
Capital Grants and Contributions	2,529,859	3,853,345	-	-	2,529,859	3,853,345
Total Program Revenues	106,499,430	100,479,159	1,220,150	1,245,243	107,719,580	101,724,402
General Revenues:						
Taxes						
Property Taxes for Maintenance and Operations	56,783,542	51,263,019	-	-	56,783,542	51,263,019
Property Taxes for Debt Service	6,332,315	5,930,872	-	-	6,332,315	5,930,872
Special Purpose Local Option Sales Tax	15,508,194	12,450,574	-	-	15,508,194	12,450,574
Other Tax	2,270,674	1,601,942	-	-	2,270,674	1,601,942
Grants and contributions	424,355	269,039	-	-	424,355	269,039
Miscellaneous	2,691,852	2,712,161	-	-	2,691,852	2,712,161
Total General Revenues	84,010,932	74,227,607	-	-	84,010,932	74,227,607
Total Revenues	190,510,362	174,706,766	1,220,150	1,245,243	191,730,512	175,952,009
Program Expenses:						
Instruction	107,017,899	108,516,504	-	-	107,017,899	108,516,504
Support Services:						
Pupil Services	9,221,426	6,642,418	-	-	9,221,426	6,642,418
Improvement of Instructional Services	5,081,043	5,052,000	-	-	5,081,043	5,052,000
Educational Media Services	2,811,406	2,076,135	-	-	2,811,406	2,076,135
General Administration	1,956,747	2,086,730	-	-	1,956,747	2,086,730
School Administration	9,663,489	9,622,321	-	-	9,663,489	9,622,321
Business Administration	2,311,296	1,448,352	-	-	2,311,296	1,448,352
Maintenance and Operation of Plant	11,823,071	11,766,247	-	-	11,823,071	11,766,247
Student Transportation Services	8,945,028	8,386,854	-	-	8,945,028	8,386,854
Central Support Services	1,191,206	1,204,368	-	-	1,191,206	1,204,368
Other Support Services	1,263,587	903,155	-	-	1,263,587	903,155
Operations of Non-Instructional Services						
Miscellaneous Non-Instructional Services	467,873	552,159	-	-	467,873	552,159
Food Services	6,667,996	6,333,079	-	-	6,667,996	6,333,079
Fuel center services	-	-	1,180,668	1,163,056	1,180,668	1,163,056
Interest on Long-Term Debt	1,157,267	1,288,360	-	-	1,157,267	1,288,360
Total Expenses	169,579,334	165,878,682	1,180,668	1,163,056	170,760,002	167,041,738
Transfers	-	-	-	-	-	-
Change in Net Position	20,931,028	8,828,084	39,482	82,187	20,970,510	8,910,271
Net Position, Beginning of the Year, restated	53,666,880	44,018,543	255,381	173,194	53,922,261	44,191,737
Net Position, End of the Year	$ 74,597,908	$ 52,846,627	$ 294,863	$ 255,381	$ 74,892,771	$ 53,102,008

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting these services. Table 3 shows, for governmental activities, the total cost of services and the net cost of services. Net cost of services can be defined as the total cost less fees generated by the activities and intergovernmental revenue provided for specific programs. The net cost reflects the financial burden on the School District's taxpayers by each activity.

Table 3
Total Cost and Net Cost of Services - Fiscal Year 2021

	Governmental Activities		Business-Type Activities	
	Total Cost	Net Cost	Total Cost	Net Cost
Instruction	$ 107,017,899	$ (34,683,401)	$ -	$ -
Support Services:				
Pupil Services	9,221,426	(7,337,739)	-	-
Improvement of Instructional Services	5,081,043	(2,191,323)	-	-
Educational Media Services	2,811,406	(828,230)	-	-
General Administration	1,956,747	1,026,124	-	-
School Administration	9,663,489	(5,931,709)	-	-
Business Administration	2,311,296	(2,272,374)	-	-
Maintenance and Operation of Plant	11,823,071	(2,747,706)	-	-
Student Transportation Services	8,945,028	(4,521,961)	-	-
Central Support Services	1,191,206	(1,159,766)	-	-
Other Support Services	1,263,587	(1,232,100)	-	-
Operations of Non-Instructional Services:				
Miscellaneous Non-Instructional Services	467,873	(458,956)	-	-
Food Services	6,667,996	416,504	-	-
Interest on Long-Term Debt	1,157,267	(1,157,267)	-	-
Fuel Center Services	-	-	1,180,668	39,482
Total Expenses	$ 169,579,334	$ (63,079,904)	$ 1,180,668	$ 39,482

Table 3
Total Cost and Net Cost of Services - Fiscal Year 2020

	Governmental Activities		Business-Type Activities	
	Total Cost	Net Cost	Total Cost	Net Cost
Instruction	$ 108,516,504	$ (34,691,725)	$ -	$ -
Support Services:				
Pupil Services	6,642,418	(5,676,271)	-	-
Improvement of Instructional Services	5,052,000	(2,014,933)	-	-
Educational Media Services	2,076,135	(50,488)	-	-
General Administration	2,086,730	1,501,880	-	-
School Administration	9,622,321	(9,255,791)	-	-
Business Administration	1,448,352	(1,424,180)	-	-
Maintenance and Operation of Plant	11,766,247	(6,979,159)	-	-
Student Transportation Services	8,386,854	(5,737,302)	-	-
Central Support Services	1,204,368	(1,187,516)	-	-
Other Support Services	903,155	(865,232)	-	-
Operations of Non-Instructional Services:				
Miscellaneous Non-Instructional Services	552,159	2,630,196	-	-
Food Services	6,333,079	(360,642)	-	-
Interest on Long-Term Debt	1,288,360	(1,288,360)	-	-
Fuel Center Services	-	-	1,163,056	82,187
Total Expenses	$ 165,878,682	$ (65,399,523)	$ 1,163,056	$ 82,187

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The School District's governmental funds are accounted for using the modified accrual basis of accounting. The governmental funds had total revenues and other financing sources of approximately $192.4 million and total expenditures and other financing uses of approximately $171.8 million.

General Fund

The School District's budget is prepared according to Georgia Law. The most significant budgeted fund is the General Fund. During the course of fiscal year 2021, the School District amended its General Fund budgeted as needed. For the General Fund, the actual revenues of approximately $134.4 million came over the final budgeted amounts of approximately $130.2 million by approximately $4.2 million. This difference was primarily due to State and Federal grants, local revenue and taxes obtained throughout the year. The final actual expenditures of approximately $116.5 million came under the final budgeted amount of approximately $129.7 million by approximately $13.2 million.

The fund balance of the School District's General Fund increased by $16.8 million or 65.3%, during the 2021 fiscal year. This increase was due to the QBE midyear adjustment from the state and other additional funding.

District-wide Capital Projects

The fund balance of the District-wide Capital Project Fund increased by $2.5 million, during the 2021 fiscal year. This was attributed to increased ELOST collections due to the strong economy.

Debt Service

The fund balance of the Debt Service Fund decreased by $280,699 during the 2020 fiscal year.

Grants Fund Service

The Grants Fund administered $27,031,624 of federal, state and local grants compared to $12,086,431 in the prior year. The increase in activity was primarily due to COVID-19 and related grant funding. balance

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At fiscal year ended June 30, 2021, the School District had approximately $260.7 million invested in capital assets, all in governmental activities. Table 4 reflects a summary of these balances net of accumulated depreciation.

Table 4
Capital Assets
(Net of Depreciation)

	Governmental Activities Fiscal Year 2021	Governmental Activities Fiscal Year 2020
Land	$ 16,547,869	$ 16,547,869
Construction in Progress	25,856,341	14,177,181
Buildings and Improvements	214,550,480	218,016,631
Equipment	3,717,925	3,681,217
Total	$260,672,615	$252,422,898

Additional information on the School District's Capital Assets can be found in Note 6.

Debt

At fiscal year ended June 30, 2021, the School District had approximately $291.9 million in long-term liabilities outstanding. Table 5 summarizes the School District's debt for general obligation bonds and premium on bonds sold.

Table 5
Debt at June 30

	Governmental Activities Fiscal Year 2021	Governmental Activities Fiscal Year 2020
General Obligation Bonds	$ 27,390,000	$ 32,130,000
Bond Premium	1,651,339	2,335,981
Capital Leases	-	81,900
Net Pension Liability	150,768,914	133,986,359
Net OPEB Liability	109,893,155	92,882,715
Claims Payable	1,232,254	922,408
Compensated Absences	951,545	1,130,250
Total	$291,887,207	$263,469,713

Additional information on the School District's Debt can be found in Note 9.

CURRENT ISSUES

Currently known facts, decisions or conditions that are expected to have a significant effect on financial positions or results of operations:

- Capital Improvements - The School District plans capital improvements as future capital needs arise due to increased student population and facility repair and maintenance needs. Renovations and additions are completed at Loganville High School and Bay Creek Elementary renovations will be completed in October 2021. Renovations at Walnut Grove Elementary School are expected to began the summer of 2021. Specific capital expenditure plans are formalized in conjunction with Educational Local Option Sales Tax (ELOST) and anticipated annual receipts of capital outlay funds from the Georgia Department of Education. The School District regularly monitors anticipated capital outlay needs. The current ELOST began January 1, 2018 and will end December 31, 2022. In November 2021, the citizens of Walton County voted to renew the current Education Local Option Sales Tax (ELOST).

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Harry S. Lee, Chief Financial Officer, at Walton County School District, 200 Double Springs Church Road, Monroe, Georgia 30656. You may also email your question to Ms. Bryant at rbryant@walton.k12.ga.us.

BASIC FINANCIAL STATEMENTS

WALTON COUNTY SCHOOL DISTRICT

STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 69,492,394	$ 130,873	$ 69,623,267
Receivables:			
Accounts	20,095	134,108	154,203
Intergovernmental	15,636,853	-	15,636,853
Taxes, net of allowances	1,370,272	-	1,370,272
Inventory	175,090	55,531	230,621
Prepaid items	27,295	-	27,295
Capital assets (non-depreciable)	42,404,210	-	42,404,210
Capital assets (net of accumulated depreciation)	218,268,405	-	218,268,405
Total assets	347,394,614	320,512	347,715,126
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	1,758,297	-	1,758,297
Deferred outflows - pension items	41,728,486	-	41,728,486
Deferred outflows - OPEB items	23,488,500	-	23,488,500
Total deferred outflows of resources	66,975,283	-	66,975,283
LIABILITIES			
Accounts payable	6,418,030	25,649	6,443,679
Salaries and benefits payable	16,876,268	-	16,876,268
Contracts payable	922,930	-	922,930
Accrued interest payable	581,281	-	581,281
Accrued claims payable	1,232,254	-	1,232,254
Bonds payable due within one year	4,975,000	-	4,975,000
Bonds payable due in more than one year	24,066,339	-	24,066,339
Net pension liability	150,768,914	-	150,768,914
Net OPEB liability	109,893,155	-	109,893,155
Compensated absences, due within one year	884,937	-	884,937
Compensated absences, due in more than one year	66,608	-	66,608
Total liabilities	316,685,716	25,649	316,711,365
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows - pension items	113,624	-	113,624
Deferred inflows - OPEB items	22,972,649	-	22,972,649
Total deferred inflows of resources	23,086,273	-	23,086,273
NET POSITION			
Net investment in capital assets	232,466,643	-	232,466,643
Restricted for:			
Capital projects	10,742,448	-	10,742,448
Debt service	6,824,597	-	6,824,597
Scholarships	8,528	-	8,528
School nutrition	1,212,433	-	1,212,433
Unrestricted (deficit)	(176,656,741)	294,863	(176,361,878)
Total net position	$ 74,597,908	$ 294,863	$ 74,892,771

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

WALTON COUNTY SCHOOL DISTRICT

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Business-type Activities	Net (Expenses) Revenues and Changes in Net Position: Total
Governmental activities:							
Instruction	$ 107,017,899	$ 414,495	$ 71,899,736	$ 20,267	$ (34,683,401)	$ -	$ (34,683,401)
Support services:							
Pupil services	9,221,426	-	1,883,687	-	(7,337,739)	-	(7,337,739)
Improvement of instructional services	5,081,043	-	2,889,720	-	(2,191,323)	-	(2,191,323)
Educational media services	2,811,406	-	1,983,176	-	(828,230)	-	(828,230)
General administration	1,956,747	-	2,982,871	-	1,026,124	-	1,026,124
School administration	9,663,489	-	3,731,780	-	(5,931,709)	-	(5,931,709)
Business administration	2,311,296	-	38,922	-	(2,272,374)	-	(2,272,374)
Maintenance and operation of plant	11,823,071	53,849	7,285,707	1,735,809	(2,747,706)	-	(2,747,706)
Student transportation services	8,945,028	-	3,656,304	766,763	(4,521,961)	-	(4,521,961)
Central support services	1,191,206	-	31,440	-	(1,159,766)	-	(1,159,766)
Other support services	1,263,587	-	31,487	-	(1,232,100)	-	(1,232,100)
Operations of non-instructional services:							
Enterprise operations	467,873	8,917	-	-	(458,956)	-	(458,956)
Food services operation	6,667,996	592,850	6,484,630	7,020	416,504	-	416,504
Interest on long-term debt	1,157,267	-	-	-	(1,157,267)	-	(1,157,267)
Total governmental activities	169,579,334	1,070,111	102,899,460	2,529,859	(63,079,904)	-	(63,079,904)
Business-type activities:							
Fuel center services	1,180,668	1,220,150	-	-	-	39,482	39,482
Total business-type activities	1,180,668	1,220,150	-	-	-	39,482	39,482
Total	$ 170,760,002	$ 2,290,261	$ 102,899,460	$ 2,529,859	(63,079,904)	39,482	(63,040,422)
General revenues:							
Property taxes, levied for general purposes					56,783,542	-	56,783,542
Property taxes, levied for debt service					6,332,315	-	6,332,315
Sales taxes					15,508,194	-	15,508,194
Other taxes					2,270,674	-	2,270,674
Grants and contributions not restricted to specific programs					424,355	-	424,355
Unrestricted investment earnings					18,534	-	18,534
Other					2,673,318	-	2,673,318
Total general revenues					84,010,932	-	84,010,932
Change in net position					20,931,028	39,482	20,970,510
Net position, beginning of fiscal year, restated					53,666,880	255,381	53,922,261
Net position, end of fiscal year					$ 74,597,908	$ 294,863	$ 74,892,771

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

WALTON COUNTY SCHOOL DISTRICT

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

ASSETS	General	District-Wide Capital Projects	Debt Service	Grants	Nonmajor Governmental Funds	Total Governmental Funds
Cash and cash equivalents	$ 48,309,993	$ 12,813,893	$ 6,748,212	$ 22,699	$ 1,597,597	$ 69,492,394
Receivables:						
Accounts	19,111	-	-	-	984	20,095
Intergovernmental	10,857,220	1,334,232	-	3,438,426	6,975	15,636,853
Taxes, net of allowances	1,293,887	-	76,385	-	-	1,370,272
Due from other funds	238,513	-	-	-	-	238,513
Inventory	-	-	-	-	175,090	175,090
Prepaid items	27,295	-	-	-	-	27,295
Total assets	$ 60,746,019	$ 14,148,125	$ 6,824,597	3,461,125	$ 1,780,646	$ 86,960,512
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 2,842,605	$ 3,405,677	$ -	$ 168,245	$ 1,503	$ 6,418,030
Contracts payable	-	922,930	-		-	922,930
Salaries and benefits payable	15,326,503	-	-	1,163,453	386,312	16,876,268
Due to other funds	-	-	-	238,513	-	238,513
Total liabilities	18,169,108	4,328,607	-	1,570,211	387,815	24,455,741
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues - property taxes	137,204	-	21,554	-	-	158,758
Total deferred inflows of resources	137,204	-	21,554	-	-	158,758
FUND BALANCES						
Nonspendable:						
Inventory	-	-	-	-	175,090	175,090
Prepaid items	27,295	-	-	-	-	27,295
Restricted for:						
Capital projects	-	9,819,518	-	-	-	9,819,518
Debt service	-	-	6,803,043	-	-	6,803,043
Scholarships	-	-	-	3,220	5,308	8,528
School nutrition	-	-	-	-	1,212,433	1,212,433
Assigned for:						
School use	-	-	-	1,887,694	-	1,887,694
Unassigned:	42,412,412	-	-	-	-	42,412,412
Total fund balances	42,439,707	9,819,518	6,803,043	1,890,914	1,392,831	62,346,013
Total liabilities, deferred inflows of resources, and fund balances	$ 60,746,019	$ 14,148,125	$ 6,824,597	$ 3,461,125	$ 1,780,646	

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 governmental funds.	
Cost	322,256,648
Less accumulated depreciation	(61,584,033)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred inflows of resources in the governmental funds.	
Property taxes	158,758
The net pension liability is not due and payable in the current period and is therefore not reported in governmental funds, along with related amounts.	
Net pension liability	(150,768,914)
Deferred outflows of resources - pension items	41,728,486
Deferred inflows of resources - pension items	(113,624)
The net OPEB liability is not due and payable in the current period and is therefore not reported in governmental funds, along with related amounts.	
Net OPEB liability	(109,893,155)
Deferred outflows of resources - OPEB items	23,488,500
Deferred inflows of resources - OPEB items	(22,972,649)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Bonds	(27,390,000)
Bonds premium, net of amortization	(1,651,339)
Deferred charge on refunding	1,758,297
Claims payable	(1,232,254)
Accrued interest	(581,281)
Compensated absences	(951,545)
Net position of governmental activities	$ 74,597,908

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

WALTON COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General	District-Wide Capital Projects	Debt Service	Grants	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
State funds	$ 74,330,797	$ 1,116,374	$ -	$ 2,096,482	$ 186,829	$ 77,730,482
Federal funds	136,828	-	-	22,709,164	6,116,103	28,962,095
Local and other funds	59,906,115	15,558,011	6,335,021	2,225,978	613,631	84,638,756
Total revenues	134,373,740	16,674,385	6,335,021	27,031,624	6,916,563	191,331,333
EXPENDITURES						
Current:						
Instruction	79,475,474	797,595	-	16,821,674	-	97,094,743
Support services:						
Pupil services	4,344,689	-	-	1,322,486	4,998	5,672,173
Improvement of instructional services	3,255,462	-	-	1,466,266	-	4,721,728
Educational media services	1,904,424	-	-	623,795	-	2,528,219
General administration	1,796,009	-	-	124,990	-	1,920,999
School administration	9,435,906	-	-	136,381	-	9,572,287
Business administration	1,387,288	-	-	10,090	-	1,397,378
Maintenance and operation of plant	7,799,474	-	-	3,153,720	-	10,953,194
Student transportation services	5,770,304	-	-	2,261,648	-	8,031,952
Central support services	1,162,360	-	-	11,595	-	1,173,955
Other support services	118,854	-	-	1,040,471	-	1,159,325
Food services operation	68,999	-	-	120,047	6,262,104	6,451,150
Enterprise operations	-	-	-	467,605	-	467,605
Capital outlay	-	13,274,178	-	-	-	13,274,178
Debt service:						
Principal retirement	-	81,900	4,740,000	-	-	4,821,900
Interest	-	-	1,518,667	-	-	1,518,667
Total expenditures	116,519,243	14,153,673	6,258,667	27,560,768	6,267,102	170,759,453
Excess (deficiency) of revenues over (under) expenditures	17,854,497	2,520,712	76,354	(529,144)	649,461	20,571,880
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	689,078	400,000	1,089,078
Transfers out	(1,089,078)	-	-	-	-	(1,089,078)
Total other financing sources (uses)	(1,089,078)	-	-	689,078	400,000	-
Net change in fund balances	16,765,419	2,520,712	76,354	159,934	1,049,461	20,571,880
FUND BALANCE, beginning of fiscal year, restated	25,674,288	7,298,806	6,726,689	1,730,980	343,370	41,774,133
FUND BALANCE, end of fiscal year	$ 42,439,707	$ 9,819,518	$ 6,803,043	$ 1,890,914	$ 1,392,831	$ 62,346,013

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

WALTON COUNTY SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Amounts reported for governmental activities in the statement of activities are different because:			
Net change in fund balances - total governmental funds			$ 20,571,880
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlays exceeded depreciation is as follows:			
	Capital outlay	$ 12,383,912	
	Depreciation expense	(4,134,195)	8,249,717
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.			
	Property taxes		(30,269)
	Sales taxes		(1,034,567)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.			
	Principal payments - bonds	$ 4,740,000	
	Principal payments - financed purchases	81,900	
	Bond premium amortization expense	684,642	
	Amortization on deferred charge on refunded general obligation debt	(421,992)	5,084,550
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.			
	Change in compensated absences	$ 178,805	
	Claims payable	(309,846)	
	Pension expense	(10,004,517)	
	OPEB expense	(1,873,475)	
	Change in accrued interest	98,750	(11,910,283)
Change in net position of governmental activities			$ 20,931,028

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

WALTON COUNTY SCHOOL DISTRICT

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
State sources	$ 68,416,671	$ 68,660,096	$ 74,330,797	$ 5,670,701
Federal sources	-	63,369	136,828	73,459
Local sources and other funds	61,422,145	61,482,405	59,906,115	(1,576,290)
Total revenues	129,838,816	130,205,870	134,373,740	4,167,870
EXPENDITURES				
Current:				
Instruction	89,983,871	90,032,457	79,475,474	10,556,983
Support services:				
Pupil services	3,848,465	4,027,396	4,344,689	(317,293)
Improvement of instructional services	3,405,679	3,404,679	3,255,462	149,217
Educational media services	1,960,177	1,960,177	1,904,424	55,753
General administration	1,858,889	1,875,889	1,796,009	79,880
School administration	9,495,685	9,495,157	9,435,906	59,251
Business administration	1,346,221	1,346,221	1,387,288	(41,067)
Maintenance and operation of plant	8,561,861	8,696,426	7,799,474	896,952
Student transportation services	7,324,135	7,561,357	5,770,304	1,791,053
Central support services	1,153,160	1,153,160	1,162,360	(9,200)
Other support services	61,440	61,440	118,854	(57,414)
School nutrition services	59,134	59,134	68,999	(9,865)
Total expenditures	129,058,717	129,673,493	116,519,243	13,154,250
Excess of revenues over expenditures	780,099	532,377	17,854,497	17,322,120
OTHER FINANCING USES				
Transfers out	(1,437,933)	(1,609,748)	(1,089,078)	520,670
Total other financing uses	(1,437,933)	(1,609,748)	(1,089,078)	520,670
Net change in fund balances	(657,834)	(1,077,371)	16,765,419	17,842,790
FUND BALANCE, beginning of fiscal year	25,674,288	25,674,288	25,674,288	-
FUND BALANCE, end of fiscal year	$ 25,016,454	$ 24,596,917	$ 42,439,707	$ 17,842,790

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

WALTON COUNTY SCHOOL DISTRICT

GRANTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
State sources	$ 2,511,766	$ 2,511,766	$ 2,096,482	$ (415,284)
Federal sources	39,780,428	39,780,428	22,709,164	(17,071,264)
Local sources	801,359	801,359	2,225,978	1,424,619
Total revenues	43,093,553	43,093,553	27,031,624	(16,061,929)
EXPENDITURES				
Current:				
Instruction	18,432,787	18,432,787	16,821,674	1,611,113
Support services:				
Pupil services	4,468,370	4,468,370	1,322,486	3,145,884
Improvement of instructional services	1,439,018	1,439,018	1,466,266	(27,248)
Educational media services	1,175,023	1,175,023	623,795	551,228
General administration	1,073,417	1,073,417	124,990	948,427
School administration	847,203	847,203	136,381	710,822
Business administration	10,145	10,145	10,090	55
Maintenance and operation of plant	3,591,595	3,591,595	3,153,720	437,875
Student transportation services	3,785,237	3,785,237	2,261,648	1,523,589
Central support services	164,977	164,977	11,595	153,382
Other support services	9,140,740	9,140,740	1,040,471	8,100,269
Food services	240,387	240,387	120,047	120,340
Enterprise operations	74,581	74,581	467,605	(393,024)
Total expenditures	44,443,480	44,443,480	27,560,768	16,882,712
Deficiency of revenues over expenditures	(1,349,927)	(1,349,927)	(529,144)	820,783
OTHER FINANCING SOURCES				
Transfers in	275,967	210,967	689,078	478,111
Total other financing sources	275,967	210,967	689,078	478,111
Net change in fund balances	(1,073,960)	(1,138,960)	159,934	1,298,894
FUND BALANCE, beginning of year	1,730,980	1,730,980	1,730,980	-
FUND BALANCE, end of year	$ 657,020	$ 592,020	$ 1,890,914	$ 1,298,894

WALTON COUNTY SCHOOL DISTRICT

STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2021

	Non-major Enterprise Fund Fuel Fund
ASSETS	
Cash and cash equivalents	$ 130,873
Intergovernmental receivable	134,108
Inventory	55,531
Total assets	320,512
LIABILITIES	
Accounts payable	25,649
Total liabilities	25,649
NET POSITION	
Unrestricted net position	$ 294,863

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

WALTON COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Non-major Enterprise Fund Fuel Fund
OPERATING REVENUES	
Charges for services:	
Charges to other funds	$ 619,668
Charges to other entities	600,482
Total revenues	1,220,150
OPERATING EXPENSES	
Fuel center operations	1,180,668
Total expenses	1,180,668
Change in net position	39,482
NET POSITION, beginning of fiscal year	255,381
NET POSITION, end of fiscal year	$ 294,863

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

WALTON COUNTY SCHOOL DISTRICT

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Non-major Enterprise Fund Fuel Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 1,174,535
Payments to suppliers and service providers	(1,213,797)
Payments to employees	(8,265)
Net cash used in operating activities	(47,527)
Net change in cash	(47,527)
CASH	
Beginning of the year	178,400
End of the year	$ 130,873
Reconciliation of operating income to net cash used in operating activities:	
Operating income	$ 39,482
Adjustments to reconcile operating income to net cash used in operating activities:	
Increase in accounts receivable	(45,615)
Increase in inventory	(23,189)
Decrease in accounts payable	(18,205)
Net cash used in operating activities	$ (47,527)

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

NOTES TO BASIC FINANCIAL STATEMENTS

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Walton County School District (the "School District") was established under the laws of the State of Georgia and operates under the guidance of a school board (the "Board of Education") elected by the voters and a Superintendent appointed by the Walton County School District. The School District is organized as a separate legal entity and has the power to levy taxes and issue bonds. Its budget is not subject to approval by any other entity. Accordingly, the School District is a primary government and consists of all the organizations that compose its legal entity.

Basis of Presentation

The School District's basic financial statements are collectively comprised of the District-wide financial statements, fund financial statements and notes to the basic financial statements of the Walton County School District.

District-wide Statements:
The Statement of Net Position and the Statement of Activities display information about the financial activities of the overall School District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions are reported separately from Business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the School District's governmental activities, as well as the business-type activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses (expenses of the School District related to the administration and support of the School District's programs, such as office and maintenance personnel and accounting) are not allocated to programs.

- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

In the Statement of Net Position, equity is reported as net position and consists of amounts invested in capital assets, net of related debt, amounts restricted by outside parties for specific purposes and unrestricted amounts. The net investment in capital assets is calculated as follow:

Capital assets, net of depreciation	$	260,672,615
Less:		
Bonds payable		(29,041,339)
Contracts (retainage) payable		(922,930)
Plus deferred charge on refunding		1,758,297
	$	232,466,643

Fund Financial Statements:
The fund financial statements provide information about the School District's funds, including fiduciary funds. Eliminations have been made to minimize the double counting of internal activities. Separate statements for each category (governmental and proprietary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column.

The School District reports the following major governmental funds:

- *General Fund* is the School District's primary operating fund. It accounts for all financial resources of the School District, except those resources required to be accounted for in another fund.

- *District-Wide Capital Projects Fund* accounts for financial resources including Special Purpose Local Option Sales Tax (SPLOST), Bond Proceeds and grants from Georgia State Financing and Investment Commission to be used for the acquisition, construction or renovation of major capital facilities.

- *Debt Service Fund* accounts for taxes (property and sales) legally restricted for the payment of general long-term principal, interest and paying agent's fees.

- *Grants Fund* accounts for various Federal, State, and Local grant monies received by the District in which the revenues are legally restricted by external parties.

The School District reports the following fund types:

- *Special Revenue Funds* account for revenues and the related expenditures from restricted or committed sources, such as federal and state grants or restricted donations made to the School District.

- *Enterprise funds* account for operations that provide services to other departments and other governmental entities on a cost reimbursement basis. The School District uses an enterprise fund to account for the School District’s fuel center as the primary users are external entities.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting/Measurement Focus

The basis of accounting determines when transactions are reported on the financial statements. The District-wide governmental, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the School District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, sales taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from sales taxes is recognized in the fiscal year in which the underlying transaction (sale) takes place. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The School District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property taxes and sales taxes are recognized as revenue in the period for which they were levied, if they are collected within sixty days of year end. All other revenues reported in the governmental funds are considered to be available if they are collected within one year after year-end. Property taxes, sales taxes, intergovernmental revenues, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Revenue from grants and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting/Measurement Focus (Continued)

The State of Georgia reimburses the School District for teachers' salaries and operating costs through the Quality Basic Education (QBE) Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally teachers are contracted for the school year (July 1 – June 30) and paid over a twelve month contract period, generally September 1 through August 31. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the School District over the same twelve month period in which teachers are paid, funding the academic school year expenditures. At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent year are accrued as the State of Georgia has only postponed the final payment of their share of the cost until the subsequent appropriations for cash management purposes. By June 30 of each year, the State of Georgia has a signed appropriation that includes this final amount, which represents the State of Georgia's intent to fund this final payment. Based on guidance in Government Accounting Standards Board (GASB) Statement No. 33, paragraph 74, the State of Georgia recognizes its QBE liability for the July and August salaries at June 30, and the School District recognizes the same QBE as a receivable and revenue, consistent with symmetrical recognition.

The School District funds certain programs by a combination of specific cost-reimbursement grants, categorical grants, and general revenues. Thus, when program costs are incurred, there are both restricted and unrestricted net position available to finance the program. It is the School District's policy to first apply grant resources to such programs, followed by cost-reimbursement grants, then general revenues.

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

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

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition in authorized financial institutions. The Official Code of Georgia Annotated Section 45-8-14 authorizes the School District to deposit its funds in one or more solvent banks or insured Federal Savings and Loan Associations.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1 per share. The pool also adjusts the fair value of its investments to fair market value as of year-end and the District's investment in Georgia Fund 1 is reported at fair value. The regulatory oversight agency for Georgia Fund 1 is the State Treasurer of the State of Georgia. As of June 30, 2021, the District considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

Receivables

Receivables consist of amounts due from property and sales taxes, grant reimbursements due on Federal, State or other grants for expenditures made but not reimbursed and other receivables disclosed from information available. Receivables are recorded when either the asset or revenue recognition criteria has been met.

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

Advances between funds, as reported in the fund financial statements, represent long-term borrowing arrangements with established repayment schedules, and are offset by non-spendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

The Walton County Tax Commissioner approved the property tax levy for the 2020 tax digest year (calendar year) on August 11, 2020 (levy date). Taxes were due on November 15, 2020 (lien date). Taxes collected within the current fiscal year or within 60 days after year-end on the 2020 tax digest are reported as revenue in the governmental funds for fiscal year 2021. The Walton County Tax Commissioner bills and collects the property taxes for the School District, withholds 2.5% of taxes collected as a fee for tax collection and remits the balance of taxes collected to the School District.

The Georgia Constitution, Article VIII, Section VI, Paragraph I requires the board of education of each school system to annually certify to its fiscal authority or authorities a school tax not greater than 20 mills per dollar for the support and maintenance of education (operations). The Walton County School District is in compliance with this law. Tax millage rates levied for the 2020 tax year (calendar year) for the Walton County School District were as follows (a mill equals $1 per thousand dollars of assessed value):

School Operations	19.1 mills
School Bonds	2.3 mills
Total	21.4 mills

Sales Taxes

Special Purpose Local Option Sales Tax, at the fund reporting level, during the year amounted to $15,508,194 and is to be used for capital outlay for educational purposes or debt service. This sales tax was authorized by local referendum and the sales tax must be re-authorized at least every five years.

Inventories

On the basic financial statements, inventories of donated food commodities used in the preparation of meals are reported at their Federally assigned value and purchased food inventories are reported at cost (first-in, first-out). The School District uses the consumption method to account for inventories whereby donated food commodities are recorded as an asset and as revenue when received, and expenses/expenditures are recorded as the inventory items are used. Purchased foods are recorded as an asset when purchased and expenses/expenditures are recorded as the inventory items are used.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The prepaid items are recognized on the consumption method.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets purchased, including capital outlay costs, are recorded as expenditures in the fund financial statements at the time of purchase (including ancillary charges). On the District-wide financial statements, all purchased capital assets are valued at cost where historical records are available and at estimated historical cost based on appraisals or deflated current replacement cost where no historical records exist.

Donated capital assets are recorded at estimated acquisition value on the date donated. Disposals are deleted at depreciated recorded cost. The cost of normal maintenance and repairs that do not add to the value of assets or materially extend the useful lives of the assets is not capitalized. Depreciation is computed using the straight-line method. The School District does not capitalize book collections or works of art.

Capitalization thresholds and estimated useful lives of capital assets reported in the District-wide statements are as follows:

	Capitalization Policy	Estimated Useful Life
Land	$1,000	N/A
Land Improvements	$50,000	20 to 80 years
Buildings and Improvements	$100,000	15 to 80 years
Equipment	$35,000	5 to 50 years
Intangible Assets, software	$100,000	5 to 10 years

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 (expense) until then. The Governmental Activities report five types of deferred outflows of resources related to the reporting of the net pension liability and net OPEB liability. Governmental Activities report (1) the deferred outflow of resources for the School District's actual contributions to the pension and OPEB plan during the fiscal year ended June 30, 2021 which will be recognized in fiscal year 2022; (2) a deferred outflow of resources for experience gains or losses related to the pension plan which will be amortized over the remaining service period; (3) a deferred outflow of resources for the changes in actuarial assumptions related to the pension and OPEB plan which will be amortized over the remaining service period; (4) a deferred outflow of resources for the net difference between projected and actual investment earnings on the pension and OPEB assets which will be amortized over a five year period and (5) a deferred outflow of resources for the difference between the School District's actual contributions towards the pension and OPEB plan and the School District's proportionate share of contributions, which will be amortized over the remaining service period. Another item reported at the governmental activities level is the deferred charge on refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The School District has one type of deferred inflow under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. The School District has three items that qualify for reporting in this category which occurs only in the governmental activities. Governmental Activities report (1) a deferred inflow of resources for the difference between the School District's actual contributions towards the pension and OPEB plan and the School District's proportionate share of contributions, which will be amortized over the remaining service period; and (2) a deferred inflow of resources for experience gains or losses from periodic studies by the actuary related to the OPEB plan, which will be amortized over the remaining service period; and (3) a deferred inflow of resources for the changes in actuarial assumptions related to the OPEB plan which will be amortized over the remaining service period.

Compensated Absences

It is the School District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for non-vesting accumulated rights to receive sick pay benefits since the School District does not have a policy to pay any amounts when employees separate from service with the School District. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Georgia School Employees Postemployment Benefit Fund (School OPEB Fund) and additions to/deductions from the School OPEB Fund's fiduciary net position have been determined on the same basis as they are reported by the School OPEB Fund. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Retirement System of Georgia (TRS) and additions to/deductions from TRS's fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the Public School Employees Retirement System (PSERS) and additions to/deductions from PSERS's fiduciary net position have been determined on the same basis as they are reported by PSERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Obligation Bonds

The School District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund existing general obligation bonds. Bond issuance costs are recognized in the financial statements during the fiscal year bonds are issued. General obligation bonds are direct obligations and pledge the full faith and credit of the government.

In the fund financial statements, the face amount of debt issued and any related premiums, is reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities 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. Deferred loss on refunding is reported as a deferred outflow of resources and is amortized over the shorter of the original amortization period remaining from the refunded bonds or the life of the refunding bonds.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, deferred inflows of resources, and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- ***Nonspendable*** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- ***Restricted*** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District 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 Education through the adoption of a resolution. Only the Board of Education may modify or rescind the commitment, also through a resolution.
- ***Assigned*** – Fund balances are reported as assigned when amounts are constrained by the School District's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Education has authorized the Superintendent or his or her designee to assign fund balances.
- ***Unassigned*** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The School District reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

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

- Committed
- Assigned
- Unassigned

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Equity (Continued)

Net Position – Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in reporting which utilizes the economy resources measurement focus. Net investment capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the School District has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

Note 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The School District adopts an annual budget for its General Fund. The budget is prepared in accordance with provisions of the Quality Basic Education Act, OCGA Section 20-2-167 and in accordance with U.S. generally accepted accounting principles. After the Board of Education has tentatively adopted the budget, such budget is advertised at least one time in a local newspaper of general circulation. At the next regular meeting of the Board of Education after advertisement, the budget is revised as necessary and adopted as the final budget. The following functions had excesses of actual expenditures over appropriations in the amount shown for the fiscal year ended June 30, 2021.

General Fund		
Pupil services	$	317,293
Business Administration		41,067
Central support services		9,200
Other support services		57,414
School nutrition services		9,865
Grants Fund		
Improvement of instructional services		27,248
Enterprise operations		393,024

Note 3: DEPOSITS AND INVESTMENTS

Deposits

State statutes require all deposits and investments (other than federal or state government instruments) to be covered by depository insurance or pledged securities. Amounts that exceed standard depository insurance limits are required to be collateralized either (1) individually by the financial institutions through pledged obligations of the U.S. Government, obligations backed by the full faith and credit of the U.S. Government, obligations of the State of Georgia or other states, or obligations of counties, municipalities, or public authorities of the State of Georgia, or (2) participation in the State of Georgia Secure Deposit Program. As of June 30, 2021, the financial institution holding all of the School District's deposits is a participant of the State of Georgia Secure Deposit Program, which is administered by the Office of the State Treasurer, requires participating banks holding deposits of public funds to pledge collateral at varying rates depending on tier assigned by the State. As of June 30, 2021, all of the School District's bank balances were insured and/or collateralized as defined by GASB and required by State Statutes.

Custodial credit risk - deposits

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the School District will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. Government, or bonds of public authorities, counties, or municipalities. As of June 30, 2021, the School District's cash accounts and investments were properly collateralized as required by State statutes.

At June 30, 2021, all investments of the School District, totaling $47,896,999, were invested in Georgia Fund 1, the local government investment pool administered by the State of Georgia. The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the School District does not disclose investments in the Georgia Fund 1 within the fair value hierarchy.

Credit risk

Georgia Fund 1, created by OCGA 36-83-8, is a stable asset value investment pool which follows Standard and Poor's criteria for AAAf rated money market funds. Regulatory oversight of the fund is provided by the Georgia Office of the State Treasurer. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1 per share value). The District reports its investment in Georgia Fund 1 as a cash equivalent as of June 30, 2021. As of June 30, 2021 Georgia Fund 1 has a 36 day weighted average maturity.

Note 4: RECEIVABLES

Receivables at June 30, 2021, for the School District's individual major funds and aggregate nonmajor funds, including any applicable allowances for uncollectible accounts are as follows:

	General	District-Wide Capital Projects	Debt Service	Grants	Nonmajor Governmental
Receivables:					
Intergovernmental	$ 10,857,220	$ 1,334,232	$ -	$ 3,438,426	$ 6,975
Taxes	1,361,986	-	80,406	-	-
Accounts	19,111	-	-	-	984
Total receivables	12,238,317	1,334,232	80,406	3,438,426	7,959
Less allowance for uncollectible	68,099	-	4,021	-	-
Net total receivable	$ 12,170,218	$ 1,334,232	$ 76,385	$ 3,438,426	$ 7,959

Note 5: NON-MONETARY TRANSACTIONS

The School District receives food commodities from the United States Department of Agriculture (USDA) for school breakfast and lunch programs. Commodities usage is recorded at their federally assigned value of $452,171 for the year ended June 30, 2021.

Note 6: CAPITAL ASSETS

The following is a summary of changes in the capital assets during the fiscal year:

	Balance June 30, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Capital assets not being depreciated					
Land and improvements	$ 16,547,869	$ -	$ -	$ -	$ 16,547,869
Construction in progress	14,177,181	11,679,160	-	-	25,856,341
Total capital assets not being depreciated	30,725,050	11,679,160	-	-	42,404,210
Capital assets being depreciated					
Buildings and improvements	261,921,325	-	-	-	261,921,325
Equipment	17,226,361	704,752	-	-	17,931,113
Total capital assets being depreciated	279,147,686	704,752	-	-	279,852,438
Less accumulated depreciation for					
Buildings and improvements	43,904,694	3,466,151	-	-	47,370,845
Equipment	13,545,144	668,044	-	-	14,213,188
Total accumulated depreciation	57,449,838	4,134,195	-	-	61,584,033
Total capital assets being depreciated, net	221,697,848	(3,429,443)	-	-	218,268,405
Total governmental activities capital assets, net	$ 252,422,898	$ 8,249,717	$ -	$ -	$ 260,672,615

Current year depreciation expense by function is as follows:

Instruction	$ 3,550,199
Support Services:	
Maintenance and operation of plant	6,205
Student transportation services	551,793
School food services	25,998
Food services operations	$ 4,134,195

Note 7: INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The composition of interfund balances as of June 30, 2021 is as follows:

Receivable fund	Payable fund	Amount
General Fund	Grants Fund	$ 238,513

Interfund transfers, the purpose of which is to supplement the operations of the funds, for the year ended June 30, 2021, consisted of the following:

Transfers from	Transfers to	Amount
General Fund	Grants Fund	$ 689,078
General Fund	Nonmajor governmental funds	400,000
		1,089,078

Note 8: RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; job related illness or injuries to employees; and acts of God. The School District has obtained commercial insurance for risk of loss associated with torts, assets, errors or omissions and job related illness or injuries to employees, and acts of God. The School District has neither significantly reduced coverage for these risks nor incurred losses (settlements) which exceeded the School District's insurance coverage in any of the past three years.

The School District has established a limited risk management program for workers' compensation claims. A premium is charged when needed by the General Fund to each user program on the basis of the percentage of that program's payroll to total payroll in order to cover estimated claims budgeted by management based on known claims and prior experience. The School District accounts for claims with expenses/expenditures and liability being reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated, as well as an estimated incurred but unreported amount of claims. An excess coverage insurance policy covers individual claims in excess of $300,000 loss per occurrence, up to the statutory limit.

Note 8: RISK MANAGEMENT (Continued)

Changes in the workers' compensation claims liability during the last two fiscal years is as follows:

	Beginning of Year Liability	Claims and Changes in Estimates	Claims Paid	End of Year Liability	Due Within One Year
2020	$ 664,753	$ 1,097,928	$ 840,273	$ 922,408	$ 922,408
2021	922,408	1,094,480	784,634	1,232,254	1,232,254

The School District is self-insured with regard to unemployment compensation claims. The School District accounts for claims within the General Fund with expense/expenditures and liability being reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated.

Changes in the unemployment compensation claims liability during the prior fiscal year were as follows:

	Beginning of Year	Claims and Changes in Estimates	Claims Paid	End of Year
2020	$ -	$ 3,144	$ 3,144	$ -
2021	-	40,032	40,032	-

The School District has purchased a surety bond to provide additional insurance coverage for the Superintendent in the amount of $100,000.

Note 9: LONG-TERM DEBT

The School District issued Series 2012 General Obligation Bonds during fiscal year 2012 as a partial refunding of the Series 2005A General Obligation Bonds. The original deferred charge on refunding was $5,626,556 and the economic gain was $3,402,593. General Obligation Bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
General Obligation – Refunding - Series 2005A	2.00% - 5.25%	$ 27,390,000

Note 9: LONG-TERM DEBT (Continued)

At June 30, 2021, payments due by fiscal year which includes principal and interest, for these items are as follows:

	General Obligation Debt		
	Principal	Interest	Total
Year Ending June 30			
2022	$ 4,975,000	$ 1,270,700	$ 6,245,700
2023	5,210,000	1,018,575	6,228,575
2024	5,450,000	747,763	6,197,763
2025	5,730,000	458,007	6,188,007
2026	6,025,000	155,657	6,180,657
Total Principal and Interest	$ 27,390,000	$ 3,650,702	$ 31,040,702

The changes in long-term obligations during the fiscal year ended June 30, 2021, were as follows:

	Beginning Balance	Increases	Deductions	Ending Balance	Due within one year
General Obligation Bonds	$ 32,130,000	$ -	$ (4,740,000)	$ 27,390,000	$ 4,975,000
Premium on bonds	2,335,981	-	(684,642)	1,651,339	-
Net bonds	34,465,981	-	(5,424,642)	29,041,339	4,975,000
Financed purchases	81,900	-	(81,900)	-	-
Net pension liability	133,986,359	35,042,273	(18,259,718)	150,768,914	-
Net OPEB liability	92,882,715	23,012,077	(6,001,637)	109,893,155	-
Claims payable	922,408	1,094,480	(784,634)	1,232,254	1,232,254
Compensated absences	1,130,350	238,140	(416,945)	951,545	884,937
Total long-term liabilities	$ 263,469,713	$ 59,386,970	$ (30,969,476)	$ 291,887,207	$ 7,092,191

Compensated absences, claims payable, the net pension liability, and the net OPEB liability are liquidated by the General Fund.

Note 10: ON-BEHALF PAYMENTS

The School District has recognized revenues and costs in the amount of $340,079 for retirement contributions paid on the School District's behalf by the following State Agencies. In fiscal year 2021, the Georgia Department of Education paid the Teachers Retirement System (TRS) for Teachers Retirement in the amount of $42,227 and the Office of Treasury and Fiscal Services paid to the Public School Employees Retirement System (PSERS) for the Public School Employees Retirement Employer's Cost in the amount of $297,852.

Note 11: CONTINGENCIES

The School District is a defendant in various legal proceedings pertaining to matters incidental to the performance of routine School District operations. The ultimate disposition of these proceedings is not presently determinable, but is not believed to be material to the basic financial statements.

The School District participates in numerous State and Federal grant programs, which are governed by various rules and regulations of the grantor agencies.

Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any amounts received may be required and the collectability of any related receivable at year-end may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

The School District has entered into various construction contracts. At year end, the uncompleted and unpaid portion of these contracts totaled $5,040,622.

Note 12: RETIREMENT PLANS

TEACHERS RETIREMENT SYSTEM OF GEORGIA (TRS)

Plan description: All teachers of the School District as defined in §47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) and certain other support personnel as defined by §47-3-63 are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the *O.C.G.A.* assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Benefits provided: TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

Contributions: Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2020. The school district's contractually required contribution rate for the year ended June 30, 2021 was 19.06% of annual school district payroll. District contributions to TRS were $15,529,383 for the year ended June 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for support provided to the District by the State of Georgia for certain public school support personnel. The amount recognized by the District as its proportionate share of the net pension liability, the related State of Georgia support, and the total portion of the net pension liability that was associated with the District were as follows:

Board's proportionate share of the net pension liability	$ 150,768,914
State of Georgia's proportionate share of the net pension liability associated with the Board	398,483
Total	$ 151,167,397

Note 12: RETIREMENT PLANS (Continued)

TEACHERS RETIREMENT SYSTEM OF GEORGIA (TRS) (Continued)

The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2019. An expected total pension liability as of June 30, 2020 was determined using standard roll-forward techniques. The District's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2020. At June 30, 2020, the District's proportion was 0.622397%, which was a decrease of 0.000717% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of $25,548,722 and revenue/expense of $114,986 for support provided by the State of Georgia for certain support personnel. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	$ 3,631,294	$ -
Changes in proportion and differences between District contributions and proportionate share of contributions	472,404	113,624
Net difference between expected and actual experience	6,566,033	-
Changes in assumption	15,529,372	-
District contributions subsequent to the measurement date	15,529,383	-
Total	$ 41,728,486	$ 113,624

District contributions subsequent to the measurement date of $15,529,383 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2022	$ 5,608,648
2023	8,501,140
2024	8,529,904
2025	3,445,787
Total	$ 26,085,479

Note 12: RETIREMENT PLANS (Continued)

TEACHERS RETIREMENT SYSTEM OF GEORGIA (TRS) (Continued)

Actuarial assumptions: The total pension liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00 – 8.75%, average, including inflation
Investment rate of return	7.25%, net of pension plan investment expense, including inflation
Postretirement benefit Increase	1.50% semi-annually

Postretirement mortality rates were based on the RP-2000 Blue-Collar Mortality Table projected to 2025 with projection scale BB (set forward 3 years for males and 2 years for females) for the period after service retirements and for dependent beneficiaries. The RP-2000 Disabled Mortality projected to 2025 with projection scale BB (set forward 5 years for both males and females) was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the System. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9-11% less than the actual number of deaths that occurred during the study period for healthy retirees and 9-11% less than expected under the selected table for disabled retirees. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 – June 30, 2018, with the exception of the long-term assumed rate of return on assets (discount rate) which was changed from 7.50% to 7.25%, and the assumed annual rate of inflation which was changed from 2.75% to 2.50%, effective with the June 30, 2018 valuation.

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Note 12: RETIREMENT PLANS (Continued)

TEACHERS RETIREMENT SYSTEM OF GEORGIA (TRS) (Continued)

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	(0.10)%
Domestic large equities	51.00	8.90
Domestic small equities	1.50	13.20
International developed market equities	12.40	8.90
International emerging market equities	5.10	10.90
Total	100.00%	

* Rates shown are net of the 2.50% assumed rate of inflation

Discount rate: The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Note 12: RETIREMENT PLANS (Continued)

TEACHERS RETIREMENT SYSTEM OF GEORGIA (TRS) (Continued)

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate: The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current discount rate (7.25%)	1% Increase (8.25%)
District's proportionate share of the net pension liability	$ 239,083,507	$ 150,768,914	$ 78,376,270

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publically available at www.trsga.com/publications.

Payables to the pension plan

As of June 30, 2021 the District is reporting $2,302,617 in accrued benefits payable for the Teachers Retirement System Plan.

GENERAL INFORMATION ABOUT THE PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM (PSERS)

Plan description: PSERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly in 1969 for the purpose of providing retirement allowances for public school employees who are not eligible for membership in the Teachers Retirement System of Georgia. The ERS Board of Trustees, plus two additional trustees, administers PSERS. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. PSERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/financials.

Benefits provided: A member may retire and elect to receive normal monthly retirement benefits after completion of ten years of creditable service and attainment of age 65. A member may choose to receive reduced benefits after age 60 and upon completion of ten years of service.

Note 12: RETIREMENT PLANS (Continued)

GENERAL INFORMATION ABOUT THE PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM (PSERS) (Continued)

Upon retirement, the member will receive a monthly benefit of $15.50, multiplied by the number of years of creditable service. Death and disability benefits are also available through PSERS. Additionally, PSERS may make periodic cost-of-living adjustments to the monthly benefits. Upon termination of employment, member contributions with accumulated interest are refundable upon request by the member. However, if an otherwise vested member terminates and withdraws his/her member contribution, the member forfeits all rights to retirement benefits.

Contributions: The general assembly makes an annual appropriation to cover the employer contribution to PSERS on behalf of local school employees (bus drivers, cafeteria workers, and maintenance staff). The annual employer contribution required by statute is actuarially determined and paid directly to PSERS by the State Treasurer in accordance with O.C.G.A. §47-4-29(a) and 60(b). Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Individuals who became members prior to July 1, 2012 contribute $4 per month for nine months each fiscal year. Individuals who became members on or after July 1, 2012 contribute $10 per month for nine months each fiscal year. The State of Georgia, although not the employer of PSERS members, is required by statute to make employer contributions actuarially determined and approved and certified by the PSERS Board of Trustees.

Pension Liabilities and Pension Expense: At June 30, 2021, the District did not have a liability for a proportionate share of the net pension liability because of the related State of Georgia support. The amount of the State's proportionate share of the net pension liability associated with the District is as follows:

State of Georgia's proportionate share of the Net Pension Liability associated with the District	$ 1,783,253

The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2019. An expected total pension liability as of June 30, 2020 was determined using standard roll-forward techniques. The State's proportion of the net pension liability associated with the District was based on actuarially determined contributions paid by the State during the fiscal year ended June 30, 2020.

For the year ended June 30, 2021, the District recognized pension expense of $358,851 and revenue of $358,851 for support provided by the State of Georgia.

Note 12: RETIREMENT PLANS (Continued)

GENERAL INFORMATION ABOUT THE PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM (PSERS) (Continued)

***Actuarial assumptions*:** The total pension liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increase	N/A
Investment rate of return	7.30%, net of pension plan investment expense, including inflation
Post-retirement benefit increase	1.50% semi annually

Postretirement mortality rates were based on the RP-2000 Blue-Collar Mortality Table projected to 2025 with projection scale BB (set forward 3 years for males and 2 years for females) for the period after service retirements and for dependent beneficiaries. The RP-2000 Disabled Mortality projected to 2025 with projection scale BB (set forward 5 years for both males and females) was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the System. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9-11% less than the actual number of deaths that occurred during the study period for healthy retirees and 9-11% less than expected under the selected table for disabled retirees. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014.

Note 12: RETIREMENT PLANS (Continued)

GENERAL INFORMATION ABOUT THE PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM (PSERS) (Continued)

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	(0.10)%
Domestic large equities	46.20	8.90
Domestic small equities	1.30	13.20
International developed market equities	12.40	8.90
International emerging market equities	5.10	10.90
Alternatives	5.00	12.00
Total	100.00%	

* Rates shown are net of the 2.75% assumed rate of inflation

Discount rate: The discount rate used to measure the total pension liability was 7.30%. The projection of cash flows used to determine the discount rate assumed that Plan member contributions will be made at the current contribution rate and that employer and nonemployer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Note 13: POSTEMPLOYMENT BENEFITS

GEORGIA SCHOOL PERSONNEL EMPLOYEES POSTEMPLOYMENT HEALTH BENEFIT (OPEB) FUND

Plan Description: The District participates in the State of Georgia School Employees Postemployment Benefit Fund (the "School OPEB Fund") which is another postemployment benefit (OPEB) plan administered by the State of Georgia Department of Community Health (DCH). Certified teachers and non-certified employees of the District as defined in §20-2-875 of the Official Code of Georgia Annotated (O.C.G.A.) are provided OPEB through the School OPEB Fund - a cost-sharing multiple-employer defined benefit postemployment healthcare plan, reported as an employee trust fund of the State of Georgia and administered by a Board of Community Health (DCH Board). Title 20 of the O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the DCH Board. The School OPEB Fund is included in the State of Georgia Annual Comprehensive Financial Report which is publicly available and can be obtained at https://sao.georgia.gov/statewide-reporting/ACFR.

Benefits: The School OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for public school teachers, including librarians, other certified employees of public schools, regional educational service agencies, and non-certified public school employees. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employees' Retirement System (ERS), Georgia Judicial Retirement System (JRS), Legislative Retirement System (LRS), Teachers Retirement System (TRS) or Public School Employees Retirement System (PSERS). If elected, dependent coverage starts on the same day as retiree coverage. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement (HRA), Health Maintenance Organization (HMO) and a High Deductible Health Plan (HDHP). The School OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the School OPEB Fund is permitted.

Contributions: As established by the Board of Community Health, the School OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Contributions required and made to the School OPEB Fund from the District were $2,790,796 for the year ended June 30, 2021. Active employees are not required to contribute to the School OPEB Fund.

NOTE 13: POSTEMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2021, the District reported a liability of $109,893,155 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2020. The total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of June 30, 2019. An expected total OPEB liability as of June 30, 2020 was determined using standard roll-forward techniques. The District's proportion of the net OPEB liability was actuarially determined based on employer contributions to the School OPEB Fund during the fiscal year ended June 30, 2020. At June 30, 2020, the District's proportion was 0.748200%, which was a decrease of 0.008658% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized OPEB expense of $4,664,271. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on OPEB plan investments	$ 286,423	$ -
Changes in proportion and differences between Board contributions and proportionate share of contributions	2,237,394	1,197,601
Changes in plan assumptions	18,173,887	9,778,127
Differences between expected and actual experience	-	11,996,921
District contributions subsequent to the measurement date	2,790,796	-
Total	$ 23,488,500	$ 22,972,649

District contributions subsequent to the measurement date of $2,790,796 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30:	
2022	(1,885,122)
2023	(1,892,809)
2024	(1,266,238)
2025	444,980
2026	1,725,123
2027	599,121
Total	$ (2,274,945)

NOTE 13: POSTEMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial assumptions: The total OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2020:

Inflation	2.50%
Salary Increases	TRS – 3.00-8.75%, including inflation PSERS – N/A
Long-term expected rate of return	7.30%, compounded annually, net of investment expense, and including inflation
Municipal bond index rate	2.21%
Healthcare cost trend rate:	
Pre-Medicare eligible	7.00%
Medicare eligible	5.25%
Ultimate trend rate	
Pre-Medicare eligible	4.50%
Medicare eligible	4.50%
Year of ultimate trend rate	
Pre-Medicare eligible	2029
Medicare eligible	2023

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale BB as follows:

- For TRS Members: The Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree Mortality Table projected generationally with the MP-2019 projection scale (set forward one year and adjusted 106%) is used for death prior to retirement and for service retirements and beneficiaries. The Pub-2010 Teachers Mortality Table for Disabled Retirees projected generationally with the MP-2019 Projection scale (set forward one year and adjusted 106%) is used for disability retirements. For both, rates of improvement were reduced by 20% for all years prior to the ultimate rate.

NOTE 13: POSTEMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

- For PSERS Members: The RP-2000 Blue-Collar Mortality Table projected to 2025 with projection scale BB (set forward three years for males and two years for females) is used for the period after service retirement and for beneficiaries of deceased members. The RP-2000 Disabled Mortality projected to 2025 with projection scale BB (set forward five years for both males and females) is used for the period after disability retirement. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB. There is a margin for future mortality improvement in the tables used by the plan.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the pension systems, which covered the period ending July 1, 2013 – June 30, 2018, with the exception of the assumed annual rate of inflation which was changed from 2.75% to 2.50%, effective with the June 30, 2018 valuation.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2019 valuation were based on a review of recent plan experience done concurrently with the June 30, 2019 valuation.

Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the Board and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return
Fixed Income	30.00%	0.53%
Equities	70.00%	9.20%
Total	100.00%	

NOTE 13: POSTEMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Discount rate: The discount rate has changed since the prior measurement date from 3.58% to 2.22%. In order to measure the total OPEB liability for the School OPEB Fund, a single equivalent interest rate of 2.22% was used as the discount rate. This is comprised mainly of the yield or index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA or higher (2.21% per the Bond Buyers Index). The projection of cash flows used to determine the discount rate assumed that contributions from members and from the employer will be made at the current level as averaged over the last five years, adjusted for annual projected changes in headcount. Projected future benefit payments for all current plan members were projected through 2118. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make OPEB payments for inactive employees through year 2026. Therefore, the calculated discount rate of 2.22% was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate: The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 2.22%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.22%) or 1-percentage-point higher (3.22%) than the current rate:

	1% Decrease (1.22%)	Current discount rate (2.22%)	1% Increase (3.22%)
District's proportionate share of the net OPEB liability	$ 129,106,327	$ 109,893,155	$ 94,527,984

NOTE 13: POSTEMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the healthcare cost trend rate: The following presents the District's proportionate share of the net OPEB liability calculated using the healthcare cost trend rates of 5.25% to 7.00%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.25% to 6.00%) or 1-percentage-point higher (6.25% to 8.00%) than the current rates:

	1% Decrease (4.25% to 6.00%)	Current discount rate (5.25% to 7.00%)	1% Increase (6.25% to 8.00%)
District's proportionate share of the net OPEB liability	$ 91,497,098	$ 109,893,155	$ 133,710,706

NOTE 14: CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, the School District is required to reevaluate its accounting treatment of fiduciary activities. The new standard requires the School District to determine which funds are fiducary under the new definitions of GASB Statement No. 84. Therefore, in conjunction with the implementation of GASB Statement No. 84, the following restatement was required to the beginning net position of Governmental Activities to properly report the student activity accounts. A restatement of beginning fund balance in the Grants Fund was also required as noted below:

	Governmental Activities
Net Position - beginning, as previously reported	$ 52,846,627
Recognition of the beginning net position of the former Agency Funds now reported in the Governmental Activities	820,253
Net Position - beginning, as restated	$ 53,666,880

	Grant Fund
Fund balance - beginning, as previously reported	$ 910,727
Recognition of the beginning fund balance of the former Agency Funds now reported in the Grants Fund	820,253
Fund balance - beginning, as restated	$ 1,730,980

REQUIRED SUPPLEMENTARY INFORMATION

WALTON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABLITY
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability	**0.622397%**	0.623114%	0.622811%	0.619127%	0.614507%	0.615728%	0.617561%	0.634289%
District's proportionate share of the net pension liability	**$ 150,768,914**	$ 133,986,359	$ 115,607,062	$ 115,066,660	$ 126,779,646	$ 93,738,474	$ 78,020,687	$ 110,524,097
State of Georgia's proportionate share of the net pension liability associated with the District	**398,483**	365,761	311,287	837,268	1,512,880	1,070,400	817,778	1,231,591
Total	**$ 151,167,397**	$ 134,352,120	$ 115,918,349	$ 115,903,928	$ 128,292,526	$ 94,808,874	$ 78,838,465	$ 111,755,688
District's covered-employee payroll	**$ 80,174,319**	$ 75,987,666	$ 77,126,080	$ 73,144,534	$ 67,689,783	$ 64,994,525	$ 63,003,518	$ 64,492,091
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	**188.05%**	176.33%	149.89%	157.31%	187.30%	144.23%	123.84%	171.38%
Plan fiduciary net position as a percentage of the total pension liability	**77.01%**	78.56%	80.27%	79.33%	76.06%	81.44%	84.03%	Not available

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

WALTON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contributions	**$ 15,529,383**	$ 16,948,851	$ 15,883,303	$ 12,964,894	$ 10,437,725	$ 9,659,332	$ 8,686,388	$ 7,801,302
Contributions in relation to the contractually required contributions	**15,529,383**	16,948,851	15,883,303	12,964,894	10,437,725	9,659,332	8,546,780	7,736,832
Contribution deficiency (excess)	**$ -**	$ -	$ -	$ -	$ -	$ -	$ 139,608	$ 64,470
District's covered-employee payroll	**81,476,301**	80,174,319	75,987,666	77,126,080	73,144,534	67,689,783	64,994,525	63,003,518
Contributions as a percentage of covered-employee payroll	**19.06%**	21.14%	20.90%	16.810%	14.270%	14.270%	13.150%	12.280%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

WALTON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABLITY
PUBLIC SCHOOLS EMPLOYERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	**0.000%**	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
District's proportionate share of the net pension liability	**$ -**	$ -	$ -	$ -	$ -	$ -	$ -
State of Georgia's proportionate share of the net pension liability associated with the District	**1,783,253**	1,636,795	1,555,269	1,372,321	1,768,056	1,126,990	1,003,435
Total	**$ 1,783,253**	$ 1,636,795	$ 1,555,269	$ 1,372,321	$ 1,768,056	$ 1,126,990	$ 1,003,435
District's covered-employee payroll	**$ 22,580**	$ 23,812	$ 22,678	$ 21,661	$ 20,522	$ 19,578	$ 16,034
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	**N/A**	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	**84.45%**	85.02%	85.26%	85.69%	81.00%	87.00%	88.29%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

WALTON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET OPEB LIABLITY
OTHER POST-EMPLOYMENT BENEFITS
FOR THE FISCAL YEAR ENDED JUNE 30

	2021	2020	2019	2018
District's proportion of the net OPEB liability	**0.748200%**	0.756858%	0.741828%	0.733693%
District's proportionate share of the net OPEB liability	**$ 109,893,155**	$ 92,882,715	$ 94,284,062	$ 103,083,572
Total	**$ 109,893,155**	$ 92,882,715	$ 94,284,062	$ 103,083,572
District's covered-employee payroll	**$ 73,330,191**	$ 71,809,954	$ 68,415,198	$ 81,733,238
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	**149.86%**	129.35%	137.81%	126.12%
Plan fiduciary net position as a percentage of the total OPEB liability	**3.99%**	4.63%	2.93%	1.61%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

WALTON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
OTHER POST-EMPLOYMENT BENEFITS
FOR THE FISCAL YEAR ENDED JUNE 30

	2021	2020	2019	2018
Contractually required contributions	**$ 2,790,796**	$ 2,530,237	$ 4,076,202	$ 3,844,826
Contributions in relation to the contractually required contributions	**2,790,796**	2,530,237	4,076,202	3,844,826
Contribution deficiency (excess)	**$ -**	$ -	$ -	$ -
District's covered-employee payroll	**74,262,485**	73,330,191	$ 71,809,954	68,415,198
Contributions as a percentage of covered-employee payroll	**3.758%**	3.450%	5.676%	5.620%

Teachers Retirement System of Georgia:

Changes of assumptions **:** In 2010 and later, the expectation of retired life mortality was changed to the RP 2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

On November 18, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal and salary increases. The expectation of retired life mortality was changed to RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males).

Effective with the June 30, 2018 valuation, the long-term assumed rate of return on assets (discount rate) was changed from 7.5% to 7.25%, and the assumed annual rate of inflation was changed from 2.75% to 2.50%.

In 2019 and later, the expectation of retired life mortality was changed to the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality table from the RP-2000 Mortality Tables. In 2019, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience.

Public Schools Employees Retirement System of Georgia:

Changes of assumptions **:** In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience.

On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement and withdrawal. The expectation of retired life mortality was changed to the RP-2000 Blue Collar Mortality Table projected to 2025 with projection scale BB (set forward 3 years for males and 2 years for females).

School OPEB Fund:

Changes of benefit terms **:** In the June 30, 2010 actuarial valuation, there was a change of benefit terms to require Medicare eligible recipients to enroll in a Medicare Advantage plan to receive the State subsidy.

Changes in assumptions: In the June 30, 2012 actuarial valuation, a data audit was performed and data collection procedures and assumptions were changed.

In the June 30, 2015 actuarial valuation, decremental and underlying inflation assumptions were changed to reflect the Retirement Systems' experience studies.

In the revised June 30, 2017 actuarial valuation, there was a change relating to employee allocation. Employees were previously allocated based on their Retirement System membership, and currently employees are allocated based on their current employer payroll location.

The inflation assumption was lowered from 2.75% to 2.50% effective with the June 30, 2018 actuarial valuation.

In the June 30, 2019 actuarial valuation, decremental assumptions were changed to reflect the Teachers Retirement Systems experience study.

OTHER SUPPLEMENTARY INFORMATION

WALTON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

ASSETS	School Nutrition	Scholarship Fund	Total Nonmajor Governmental Funds
Cash and cash equivalents	$ 1,592,289	$ 5,308	$ 1,597,597
Receivables:			
Accounts	984	-	984
Intergovernmental	6,975	-	6,975
Inventory	175,090	-	175,090
Total assets	$ 1,775,338	$ 5,308	$ 1,780,646
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 1,503	$ -	$ 1,503
Salaries and benefits payable	386,312	-	386,312
Total liabilities	387,815	-	387,815
FUND BALANCES			
Nonspendable:			
Inventory	175,090	-	175,090
Restricted for:			
Scholarships	-	5,308	5,308
School nutrition	1,212,433	-	1,212,433
Total fund balances	1,387,523	5,308	1,392,831
Total liabilities and fund balance	$ 1,775,338	$ 5,308	$ 1,780,646

WALTON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	School Nutrition	Scholarship Fund	Total Nonmajor Governmental Funds
REVENUES			
State funds	$ 186,829	$ -	$ 186,829
Federal funds	6,116,103	-	6,116,103
Local and other funds	613,631	-	613,631
Total revenues	6,916,563	-	6,916,563
EXPENDITURES			
Current:			
Support services:			
Pupil services	-	4,998	4,998
Food services operation	6,262,104	-	6,262,104
Total expenditures	6,262,104	4,998	6,267,102
Excess (deficiency) of revenues over (under) expenditures	654,459	(4,998)	649,461
OTHER FINANCING SOURCES			
Transfers in	400,000	-	400,000
Total other financing sources	400,000	-	400,000
Net change in fund balances	1,054,459	(4,998)	1,049,461
FUND BALANCE, beginning of year	333,064	10,306	343,370
FUND BALANCE, end of year	$ 1,387,523	$ 5,308	$ 1,392,831

WALTON COUNTY SCHOOL DISTRICT

SCHOOL NUTRITION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
State sources	$ 180,000	$ 180,000	$ 186,829	$ 6,829
Federal sources	4,630,500	4,630,500	6,116,103	1,485,603
Local sources and other funds	2,481,836	2,481,836	613,631	(1,868,205)
Total revenues	7,292,336	7,292,336	6,916,563	(375,773)
EXPENDITURES				
Food services operation	7,978,743	7,978,743	6,262,104	1,716,639
Total expenditures	7,978,743	7,978,743	6,262,104	1,716,639
Excess (deficiency) of revenues over (under) expenditures	(686,407)	(686,407)	654,459	1,340,866
OTHER FINANCING SOURCES				
Transfers in	-	469,000	400,000	(69,000)
Total other financing sources	-	469,000	400,000	(69,000)
Net change in fund balances	(686,407)	(217,407)	1,054,459	1,271,866
FUND BALANCE, beginning of year	333,064	333,064	333,064	-
FUND BALANCE (deficit), end of year	$ (353,343)	$ 115,657	$ 1,387,523	$ 1,271,866

WALTON COUNTY SCHOOL DISTRICT

SCHOLARHIP FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budget			Variance With
	Original	Final	Actual	Final Budget
EXPENDITURES				
Pupil services	$ 5,000	$ 5,000	$ 4,998	$ 2
Total expenditures	5,000	5,000	4,998	2
Net change in fund balances	(5,000)	(5,000)	(4,998)	2
FUND BALANCE, beginning of year	10,306	10,306	10,306	-
FUND BALANCE, end of year	$ 5,306	$ 5,306	$ 5,308	$ 2

WALTON COUNTY SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Project	Original Estimated Cost(1)	Current Estimated Cost(2)	Prior Years(3)	Current Year(3)	Total	Project Status
2018 SPLOST						
To pay the costs of retiring outstanding general obligation debt of the Walton School District previously incurred and issued with respect to capital outlay projects in the maximum principal and interest amount of $4,700,000 comprised of portions of the Walton County Board of Education's Series 2012 general obligation refunding bonds coming due in the years 2018 through 2023; capital outlay projects (the "Walton County Projects") in the Walnut Grove, Monroe, and Loganville clusters at an estimated cost of $55,084,000 consisting of adding to, renovating, repairing, improving, furnishing, and equipping existing school buildings and other buildings and facilities; the potential acquisition of land for future school sites; the potential construction of new school buildings and related facilities; the potential acquisition of land and/or construction of new facilities for fuel storage and dispensation; the acquisition of ownership interest in the Rutland psychoeducational center; the acquisition of school buses and/or other vehicles; making information technology improvements, including, but not limited to, one-to-one upgrades, projection, computer upgrades, instructional software, and infrastructure at all schools and selected other facilities; and replacing, purchasing, upgrading, or supplementing capital outlay equipment including, but not limited to, desks, chairs, copiers, tables, school buses, security, and safety equipment, signage, band instruments, playgrounds, and laboratory equipment; and paying expenses incident thereto.	$ 48,000,000	$ 48,000,000	$ 25,600,004	$ 14,071,773	$ 39,671,777	Ongoing
2013 SPLOST						
To pay the costs of acquiring, constructing and equipping a new elementary school; acquiring land for future school sites; acquiring, constructing, and equipping renovation of and improvements to Carver Middle School; acquiring, constructing, and equipping classroom additions at Youth Middle School; clearing, and paving space for bus parking area; acquiring buses; acquiring hard copy and electronic textbooks; acquiring and installing computers, tablets, and related technology and equipment; development of new physical education/athletic facilities; adding to, renovating, repairing, improving, furnishing and equipping existing educational, administrative and physical education/athletic buildings, properties, and facilities of the Walton County Board of Education.	$ 48,778,845	$ 48,263,616	$ 48,263,616	$ -	$ 48,263,616	Complete

Total non-SPLOST expenditures reported in District-wide Capital Projects Fund	$ 81,900
Total expenditures reported in District-wide Capital Projects Fund	$ 14,153,673

(1) The School District's original cost estimate as specified in the resolution calling for the imposition of the Local Option Sales Tax.

(2) The School District's current estimate of total cost for the projects. Includes all cost from project inception to completion.

(3) The voters of Walton County approved the imposition of a 1% sales tax to fund the above projects and retire associated debt. Amounts expended for these projects may include sales tax proceeds, state, local property taxes and/or other funds over the life of the projects.

STATISTICAL SECTION
(UNAUDITED)

The statistical section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial position.

Contents:

Financial Trends	These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.
Revenue Capacity	These schedules contain information to help the reader assess the School District's major revenue sources.
Debt Capacity	These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.
Demographic and Economic Information	These schedules offer demographic and economic indicators to help the reader Information understand the environment within which the School District's financial activities take place.
Operating Information	These schedules contain staffing, key operating statistics comparisons and capital asset data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.

WALTON COUNTY SCHOOL DISTRICT

NET POSITION BY ACTIVITY
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013	2014	2015	2016
Governmental activities					
Net investment in capital assets	$ 138,371,472	$ 134,460,205	$ 150,953,694	$ 172,542,358	$ 194,622,662
Restricted	23,246,686	26,865,281	32,509,686	17,591,655	7,474,759
Unrestricted (deficit)	15,813,607	18,232,053	15,833,305	(81,410,272)	(77,637,405)
Total governmental activities net position	$ 177,431,765	$ 179,557,539	$ 199,296,685	$ 108,723,741	$ 124,460,016
Business-type activities					
Net investment in capital assets	$ -	$ -	$ -	$ 232,466,643	$ -
Restricted	-	-	-	-	-
Unrestricted (deficit)	(20,810)	(23,532)	(3,532)	(17,064)	(16,017)
Total business-type activities net position	$ (20,810)	$ (23,532)	$ (3,532)	$ 232,449,579	$ (16,017)
Primary Government:					
Net investment in capital assets	$ 138,371,472	$ 134,460,205	$ 150,953,694	$ 172,542,358	$ 194,622,662
Restricted	23,246,686	26,865,281	32,509,686	17,591,655	7,474,759
Unrestricted (deficit)	15,792,797	18,208,521	15,829,773	(81,427,336)	(77,653,422)
Total primary government net position	$ 177,410,955	$ 179,534,007	$ 199,293,153	$ 108,706,677	$ 124,443,999

Data Source: School District's Audited Financial Statements for Each Fiscal Year

2017 - Restated	2018	2019	2020	2021
$ 195,233,699	$ 200,699,711	$ 207,964,193	$ 219,317,110	$ 232,466,643
12,287,422	12,529,426	12,795,561	15,902,771	18,788,006
(183,603,575)	(182,402,397)	(176,741,211)	(182,373,254)	(176,656,741)
$ 23,917,546	$ 30,826,740	$ 44,018,543	$ 52,846,627	$ 74,597,908
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
13,214	81,061	173,194	255,381	294,863
$ 13,214	$ 81,061	$ 173,194	$ 255,381	$ 294,863
$ 195,233,699	$ 200,699,711	$ 207,964,193	$ 219,317,110	$ 232,466,643
12,287,422	12,529,426	12,795,561	15,902,771	18,788,006
(183,590,361)	(182,321,336)	(176,568,017)	(182,117,873)	(176,361,878)
$ 23,930,760	$ 30,907,801	$ 44,191,737	$ 53,102,008	$ 74,892,771

WALTON COUNTY SCHOOL DISTRICT

CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013	2014	2015	2016
Expenses					
Primary government:					
Governmental activities:					
Instruction	$ 81,817,743	$ 81,225,126	$ 77,897,335	$ 79,535,796	$ 80,234,290
Pupil services	3,053,460	3,549,590	3,531,195	3,253,524	3,462,607
Improvement of instructional services	2,902,157	2,355,618	2,126,889	2,163,700	2,912,574
Educational media services	1,555,585	3,318,448	1,446,235	1,579,663	1,606,207
General administration	2,027,622	1,883,112	1,860,993	1,913,572	1,956,671
School administration	6,848,948	6,810,635	6,871,569	7,671,305	8,018,817
Business administration	605,601	975,744	1,001,391	691,065	794,895
Maintenance and operation of plant	8,260,897	8,133,576	9,738,928	8,500,009	10,934,230
Student transportation services	6,661,113	6,365,863	6,565,134	6,475,708	8,125,679
Central support services	788,711	813,496	885,515	1,123,261	1,206,428
Other support services	1,205,652	1,172,828	1,078,488	895,391	836,274
Miscellaneous non-instructional services	1,717,213	531,737	525,346	449,416	570,854
Enterprise operations	-	-	-	-	-
Food services operation	5,730,643	5,979,457	5,965,107	5,745,403	6,138,085
Interest on long-term debt	2,894,554	2,428,917	2,160,425	1,972,307	1,768,993
Total governmental activities expenses	126,069,899	125,544,147	121,654,550	121,970,120	128,566,604
Business-type activities:					
Fuel center services	-	1,625,446	1,601,301	1,336,207	997,236
Total primary government expenses	$ 126,069,899	$ 127,169,593	$ 123,255,851	$ 123,306,327	$ 129,563,840
Program revenues					
Primary government:					
Governmental activities:					
Charges for services	$ 1,429,016	$ 1,860,089	$ 1,754,309	$ 1,629,954	$ 1,856,073
Operating grants and contributions	66,068,011	68,079,421	78,835,132	76,180,553	82,041,809
Capital grants and contributions	4,340,926	1,234,941	4,312,398	231,660	1,788,368
Total governmental activities program revenues	71,837,953	71,174,451	84,901,839	78,042,167	85,686,250
Business-type activities:					
Charges for services	-	1,622,724	1,621,301	1,357,510	998,283
Total primary government program revenues	$ 71,837,953	$ 72,797,175	$ 86,523,140	$ 79,399,677	$ 86,684,533
Net (expense)revenue:					
Governmental activities	$ (54,231,946)	$ (54,369,696)	$ (36,752,711)	$ (43,927,953)	$ (42,880,354)
Business-type activities	-	(2,722)	20,000	21,303	1,047
Total primary government net expense	(54,231,946)	(54,372,418)	(36,732,711)	(43,906,650)	(42,879,307)
General revenues and other changes in net position					
Primary government:					
Governmental activities:					
Property taxes, levied for general purposes	39,657,841	37,256,209	37,650,133	37,575,192	39,252,269
Property taxes, levied for debt service	4,376,609	6,579,671	6,696,765	6,346,686	6,543,974
Sales taxes	8,445,336	8,521,104	8,392,089	8,772,177	8,684,767
Other taxes	873,929	998,741	878,935	883,494	959,265
Unrestricted investment earnings	79,787	28,248	23,455	31,513	67,130
Grants and contributions not restricted to specific programs	1,448,771	613,519	484,557	435,480	663,552
Other	3,997,703	2,497,978	2,365,923	2,062,897	2,445,671
Transfers to business-type activities	-	-	-	-	-
Transfers from government activities	-	-	-	-	-
Total governmental activities general revenues and other changes in net position	58,879,976	56,495,470	56,491,857	56,107,439	58,616,628
Change in net position					
Governmental activities	4,648,030	2,125,774	19,739,146	12,179,486	15,736,274
Business-type activities	-	(2,722)	20,000	21,303	1,047
Total primary government	$ 4,648,030	$ 2,123,052	$ 19,759,146	$ 12,200,789	$ 15,737,321
Net position, beginning of the year	173,279,135	177,927,165	179,534,007	199,293,153	108,706,678
Restatements to opening net position	-	(516,210)	-	(102,787,264)	-
Net position, end of the year	$ 177,927,165	$ 179,534,007	$ 199,293,153	$ 108,706,678	$ 124,443,999

Data Source: School District's Audited Financial Statements for Each Fiscal Year

(1) - Increase in operating grants is due to COVID-19 funding.

2017	2018	2019	2020	2021 (1)
$ 90,174,631	$ 95,393,210	$ 94,461,601	$ 108,516,504	$ 107,017,899
4,517,733	5,170,442	5,457,565	6,642,418	9,221,426
3,278,971	3,304,355	3,282,235	5,052,000	5,081,043
1,811,909	1,902,052	1,926,674	2,076,135	2,811,406
2,109,494	2,114,817	2,159,353	2,086,730	1,956,747
8,545,211	8,924,066	9,299,764	9,622,321	9,663,489
1,435,254	1,353,890	1,016,711	1,448,352	2,311,296
12,987,303	13,405,883	12,286,581	11,766,247	11,823,071
8,408,674	8,549,279	9,322,112	8,386,854	8,945,028
1,056,384	1,410,643	1,165,560	1,204,368	1,191,206
1,528,889	960,831	957,680	903,155	1,263,587
448,369	542,521	597,510	552,159	467,873
-	-	-	-	-
6,655,748	6,869,569	7,123,782	6,333,079	6,667,996
1,644,822	1,546,501	1,420,327	1,288,360	1,157,267
144,603,392	151,448,059	150,477,455	165,878,682	169,579,334
1,057,071	1,307,265	1,521,780	1,163,056	1,180,668
$ 145,660,463	$ 152,755,324	$ 151,999,235	$ 167,041,738	$ 170,760,002
$ 1,974,693	$ 2,127,955	$ 2,536,071	$ 2,156,958	$ 1,070,111
85,030,527	87,779,928	90,037,930	94,468,856	102,899,460
588,533	2,586,095	222,660	3,853,345	2,529,859
87,593,753	92,493,978	92,796,661	100,479,159	106,499,430
1,086,302	1,290,112	1,563,913	1,245,243	1,220,150
$ 88,680,055	$ 93,784,090	$ 94,360,574	$ 101,724,402	$ 107,719,580
$ (57,009,639)	$ (58,954,081)	$ (57,680,794)	$ (65,399,523)	$ (63,079,904)
29,231	(17,153)	42,133	82,187	39,482
(56,980,408)	(58,971,234)	(57,638,661)	(65,317,336)	(63,040,422)
41,426,932	44,609,933	47,707,398	51,263,019	56,783,542
6,648,205	6,628,446	6,286,095	5,930,872	6,332,315
9,029,118	9,546,127	11,566,697	12,450,574	15,508,194
1,237,787	1,226,218	1,175,833	1,601,942	2,270,674
97,424	272,414	466,852	283,439	18,534
618,309	470,285	511,799	269,039	424,355
2,610,035	3,194,852	3,207,923	2,428,722	2,673,318
-	(85,000)	(50,000)	-	-
-	85,000	50,000	-	-
61,667,810	65,948,275	70,922,597	74,227,607	84,010,932
4,658,171	6,994,194	13,241,803	8,828,084	20,931,028
29,231	(17,153)	42,133	82,187	39,482
$ 4,687,402	$ 6,977,041	$ 13,283,936	$ 8,910,271	$ 20,970,510
124,443,999	129,131,401	30,907,801	44,191,737	53,102,008
-	(105,200,641)	-	-	820,253
$ 129,131,401	$ 30,907,801	$ 44,191,737	$ 53,102,008	$ 74,892,771

WALTON COUNTY SCHOOL DISTRICT

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	$ -	$ -	$ 25,000	$ 28,603	$ 3,121,342	$ 37,222	$ 32,128	$ 41,775	$ 75,745	$ 27,295
Assigned	5,516,092	581,606	354,193	268,632	-	97,668	98,531	759,824	3,138,402	-
Unassigned	10,729,260	12,701,911	14,828,834	16,217,184	14,074,598	19,452,613	22,579,213	23,517,523	22,460,141	42,412,412
Total General Fund	$ 16,245,352	$ 13,283,517	$ 15,208,027	$ 16,514,419	$ 17,195,940	$ 19,587,503	$ 22,709,872	$ 24,319,122	$ 25,674,288	$ 42,439,707
All Other Governmental Funds										
Nonspendable	$ 119,146	$ 121,689	$ 174,216	$ 194,702	$ 93,376	$ 141,001	$ 142,859	$ 147,027	$ 267,335	$ 175,090
Restricted	23,316,875	26,671,500	24,705,570	17,450,984	7,381,710	12,224,984	12,490,803	12,745,472	14,105,748	17,843,522
Assigned	684,979	730,311	649,760	616,583	616,852	642,332	704,005	879,587	906,509	1,887,694
Unassigned	-	-	-	-	-	-	(25,556)	(169,357)	-	-
Total all other governmental funds	$ 24,121,000	$ 27,523,500	$ 25,529,546	$ 18,262,269	$ 8,091,938	$ 13,008,317	$ 13,312,111	$ 13,602,729	$ 15,279,592	$ 19,906,306

WALTON COUNTY SCHOOL DISTRICT

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 (1)
REVENUES										
State sources	$ 59,278,860	$57,180,864	$63,589,140	$72,643,071	$72,276,533	$ 73,173,235	$ 77,872,856	$ 77,211,555	$ 85,133,852	$ 77,730,482
Federal sources	12,521,262	12,702,896	12,382,717	11,584,573	11,838,414	12,396,563	12,619,422	13,327,850	12,119,191	28,962,095
Local and other sources	60,003,019	57,141,952	57,888,681	57,829,603	60,414,935	63,103,184	68,192,976	72,839,194	76,218,749	84,638,756
Total revenues	131,803,141	127,025,712	133,860,538	142,057,247	144,529,882	148,672,982	158,685,254	163,378,599	173,471,792	191,331,333
EXPENDITURES										
Current:										
Instruction	74,968,136	74,456,862	73,716,378	77,169,391	80,099,457	84,262,388	90,486,688	93,554,961	100,263,132	97,094,743
Support services:										
Pupil services	3,050,250	3,547,403	3,529,008	3,380,064	3,610,570	4,419,389	5,113,231	5,599,556	4,832,488	5,672,173
Improvement of instructional services	2,892,259	2,350,361	2,124,892	2,222,716	2,982,724	3,207,436	3,303,261	3,399,901	4,881,546	4,721,728
Educational media services	1,555,585	1,479,784	1,446,235	1,522,409	1,666,383	1,772,472	1,878,526	1,983,728	1,993,863	2,528,219
General administration	2,027,622	1,883,112	1,860,993	1,929,534	1,977,888	2,095,499	2,117,363	2,178,334	2,065,166	1,920,999
School administration	6,845,258	6,810,635	6,871,569	7,703,429	8,054,474	8,525,772	8,917,157	9,330,513	9,604,874	9,572,287
Business administration	911,980	975,744	1,001,391	1,049,730	1,149,431	1,230,959	1,263,795	1,330,907	1,367,501	1,397,378
Maintenance and operation of plant	8,190,138	8,085,363	8,164,451	8,501,272	9,031,618	9,478,266	10,116,381	10,491,889	11,275,040	10,953,194
Student transportation services	5,940,584	6,215,020	6,269,656	6,161,648	6,566,382	7,112,440	7,793,195	8,188,713	7,753,122	8,031,952
Central support services	777,415	813,496	885,515	1,140,261	1,225,239	1,045,992	1,208,398	1,179,056	1,192,687	1,173,955
Other support services	1,205,652	1,172,828	1,078,488	955,580	886,751	1,505,253	954,170	991,949	846,561	1,159,325
Enterprise operations	1,714,401	529,821	523,518	451,482	574,379	446,979	541,826	597,510	552,159	467,605
Food services operation	5,627,630	5,911,511	5,946,689	5,726,081	6,127,693	6,585,551	6,834,709	7,118,564	6,253,402	6,451,150
Capital outlay	9,474,487	6,252,975	13,875,736	23,471,610	23,564,994	5,775,283	8,249,132	9,133,974	11,299,599	13,274,178
Debt service:										
Principal retirement	1,575,465	3,624,276	3,767,953	3,920,823	4,088,453	4,103,030	4,219,880	4,373,000	4,509,695	4,821,900
Interest and fees	3,791,116	2,496,666	2,872,010	2,712,102	2,512,226	2,331,118	2,176,379	1,976,176	1,748,928	1,518,667
Total expenditures	130,547,978	126,605,857	133,934,482	148,018,132	154,118,662	143,897,827	155,174,091	161,428,731	170,439,763	170,759,453
Excess (deficiency) of revenues over (under) expenditures	1,255,163	419,855	(73,944)	(5,960,885)	(9,588,780)	4,775,155	3,511,163	1,949,868	3,032,029	20,571,880
OTHER FINANCING SOURCES (USES)										
Transfers in	13,596	17,498	150,916	22,247	4,179,264	2,399,468	292,131	517,980	1,284,777	1,089,078
Transfers out	(13,596)	(17,498)	(150,916)	(22,247)	(4,179,264)	(2,399,468)	(377,131)	(567,980)	(1,284,777)	(1,089,078)
Premium from the issuance of refunding bonds	10,131,954	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	(59,247,504)	-	-	-	-	-	-	-	-	-
Issuance of refunding bonds	49,085,000	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	4,500	-	99,970	2,532,787	-	-	-	-
Total other financing sources (uses)	(30,550)	-	4,500	-	99,970	2,532,787	(85,000)	(50,000)	-	-
Net change in fund balance	$ 1,224,613	$ 419,855	$ (69,444)	$ (5,960,885)	$ (9,488,810)	$ 7,307,942	$ 3,426,163	$ 1,899,868	$ 3,032,029	$ 20,571,880
Debt service as a percentage of noncapital expenditures	4.06%	4.94%	5.47%	5.47%	4.95%	4.55%	4.26%	4.12%	3.93%	4.02%

Data Source: Audited Financial Statements

(1) Increase in federal revenues is due to COVID-19 funding.

WALTON COUNTY SCHOOL DISTRICT

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(amounts expressed in thousands)

		Real Property				Personal Property			Less Exemptions:		Total Direct	Estimated Actual	Assessed Value as a
Fiscal Year	Tax Year	Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Motor Vehicles	Mobile Homes	Other (2)	Real Property	Personal Property	Tax Rate	Taxable Value	Percentage of Actual Value
2021	2020	$ 2,517,723	$ 116,857	$ 570,476	$ 97,595	$ 51,900	$ 8,384	$ 710	$ 805,891	$ 24,382	21.400	2,533,372	40.00%
2020	2019	2,310,513	110,110	544,812	95,651	57,873	8,080	938	717,264	24,248	20.900	2,386,465	40.00%
2019	2018	2,121,096	104,120	520,609	93,958	70,190	8,118	877	641,627	24,388	21.200	2,252,953	40.00%
2018	2017	1,969,888	215,653	491,101	94,280	90,447	8,280	1,024	378,765	236,697	21.200	2,255,211	40.00%
2017	2016	1,701,138	182,372	476,556	80,500	105,781	8,416	1,274	487,768	24,284	21.600	2,043,985	40.00%
2016	2015	1,538,761	169,906	460,795	82,051	141,045	8,638	900	426,043	24,522	22.600	1,951,531	40.00%
2015	2014	1,388,078	151,440	468,579	8,663	182,469	8,420	796	373,727	25,036	23.002	1,809,682	40.00%
2014	2013	1,323,189	152,813	414,184	81,456	217,857	10,049	809	349,656	25,540	23.502	1,825,161	40.00%
2013	2012	1,331,382	152,161	452,158	80,535	208,267	10,113	2,077	337,541	26,446	22.800	1,872,706	40.00%
2012	2011	1,524,102	251,819	458,172	78,711	208,445	10,459	1,533	408,744	27,112	21.800	2,097,385	40.00%

Source: Tax Assessor

(1) Includes Conservation Use, Preferential Property and Forest Land.

(2) Includes Timber, Airplanes, Boats, RV's, etc.

WALTON COUNTY SCHOOL DISTRICT

PROPERTY TAX RATES (DIRECT AND OVERLAPPING GOVERNMENTS)
Last Ten Fiscal Years
(Mills - rate per $1,000 of taxable assessed value)

	County	School District				Total
			Debt	Total		Direct &
Fiscal	Operating	Operating	Service	School		Overlapping
Year	Millage	Millage	Millage	Millage	State	Rates
2021	10.677	19.100	2.300	21.400	0.000	32.077
2020	10.905	18.600	2.300	20.900	0.000	31.805
2019	10.905	18.600	2.600	21.200	0.000	32.105
2018	10.905	18.600	2.600	21.200	0.000	32.105
2017	10.905	18.700	2.900	21.600	0.000	32.505
2016	11.855	19.250	3.350	22.600	0.050	34.505
2015	12.280	19.502	3.500	23.002	0.100	35.382
2014	12.410	19.802	3.700	23.502	0.150	36.062
2013	12.410	19.300	3.500	22.800	0.200	35.410
2012	12.175	19.600	2.200	21.800	0.250	34.225

Source: Tax Commissioner

Overlapping rates are those of local and county governments that apply to property owners within the County.

Not all potential overlapping rates apply to all County property owners (e.g., the rates for special districts apply only proportion of the government's property owners whose property is located within the geographic boundaries of the special district.)

WALTON COUNTY SCHOOL DISTRICT

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
June 30, 2021
(amounts expressed in thousands)

	2021			2012		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Hitachi Automotive Systems	$ 55,453	1	1.80%	$ 10,624	6	0.48%
Wal-Mart Stores East LP	32,393	2	1.05%			
Walton EMC	39,581	3	1.29%	31,891	1	1.44%
Takeda	21,734	4	0.71%			
Georgia Power Company	17,251	5	0.56%	10,442	7	0.47%
Transcontinental Pipeline	17,213	6	0.56%	12,159	5	0.55%
AT&T Mobility LLC	12,767	7	0.41%			
Walton County Power LLC	14,166	8	0.46%	22,406	2	1.01%
Pike Electric Inc	12,497	9	0.41%	6,171	10	0.28%
Oglethorpe Power Company	10,513	10	0.34%			
Silicon Ranch Corporation						
MPC Generating LLC				18,775	3	0.85%
Georgia Transmission				10,291	8	0.47%
Alexander Crossing Part				8,446	9	0.38%
Monroe HMA, Inc				12,522	4	0.57%
Totals	$ 233,568		7.59%	$ 143,727		6.50%

Source: Walton County Tax Commissioner

WALTON COUNTY SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Total Levy	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Tax Collections	% of Total Levy Collected	Outstanding Delinquent Taxes
		Amount	Percentage of Original Levy				
2021	$ 50,165	$ 50,039	99.75%	$ -	50,039	99.7%	$ 126
2020	47,010	44,602	94.88%	272	44,874	95.5%	2,136
2019	44,366	43,145	97.25%	406	43,551	98.2%	815
2018	42,018	41,106	97.83%	298	41,404	98.5%	614
2017	38,631	36,391	94.20%	297	36,688	95.0%	1,943
2016	38,840	35,788	92.14%	334	36,122	93.0%	2,718
2015	36,718	35,467	96.59%	412	35,879	97.7%	839
2014	36,142	35,370	97.86%	562	35,932	99.4%	210
2013	37,403	36,622	97.91%	775	37,397	99.98%	6
2012	36,157	34,119	94.36%	898	35,017	96.8%	1,140

Source: Walton County Tax Commissioner

WALTON COUNTY SCHOOL DISTRICT

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amounts)

Fiscal Year	Governmental Activities: General Obligation Bonds	Governmental Activities: Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2021	$ 29,041	$ -	$ 29,041	1.03%	307
2020	34,466	82	34,548	1.38%	369
2019	39,745	102	39,847	1.68%	423
2018	44,928	180	45,108	1.96%	492
2017	50,051	254	50,305	2.25%	558
2016	55,125	333	55,458	2.47%	627
2015	60,227	401	60,628	2.97%	698
2014	65,163	467	65,630	3.40%	783
2013	69,950	530	70,480	3.60%	825
2012	74,362	589	74,951	4.01%	895

Source: Details regarding the School District's outstanding debt can be found in the notes to the financial statements for each respective year.

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

WALTON COUNTY SCHOOL DISTRICT

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value (1) of Property	Per Capita (2)
2021	$ 29,041	$ 6,825	$ 22,216	0.88%	235
2020	34,466	6,751	27,715	1.16%	296
2019	39,745	7,057	32,688	1.45%	347
2018	44,928	6,997	37,931	1.68%	414
2017	50,051	6,655	43,396	2.12%	481
2016	55,125	6,324	48,801	2.50%	552
2015	60,227	6,248	53,979	2.98%	621
2014	65,163	6,271	58,892	3.23%	703
2013	69,950	6,003	63,947	3.41%	749
2012	74,362	5,466	68,896	3.28%	822

Source: Details regarding the School District's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) Population data can be found in the Schedule of Demographic and Economic Statistics.

WALTON COUNTY SCHOOL DISTRICT

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
as of June 30, 2021
(amounts expressed in thousands)

Jurisdiction	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Direct:			
General Obligation Bonds of School District	$ 29,041	100%	$ 29,041
Total direct debt	29,041		29,041
Overlapping:			
Walton County:			
Financed purchases	4,161	100%	4,161
Total overlapping debt	4,161		4,161
Total Direct and Overlapping	$ 33,202		$ 33,202

Sources: Assessed value data used to estimate applicable percentages provided by the State Department of Revenue. Debt outstanding provided by the School District.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the government's boundaries and dividing it by the County's total taxable assessed value.

WALTON COUNTY SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Assessed valuations: (1)										
Assessed value	$ 2,097,385	$ 1,872,706	$ 1,825,161	$ 1,809,682	$ 1,951,531	$ 2,043,985	$ 2,255,211	$ 2,252,953	$ 2,386,465	$ 2,533,372
Debt limit (10% of total assessed value)	247,748	187,271	182,516	180,968	195,153	204,399	225,521	225,295	238,647	253,337
Amount of debt applicable to limit:										
General obligation bonds	74,362	69,950	65,163	60,227	55,125	50,051	44,928	39,745	34,466	29,041
Less: Amount set aside for repayment of general obligation debt	(5,466)	(6,003)	(6,271)	(6,248)	(6,324)	(6,655)	(6,997)	(7,057)	(6,751)	(6,825)
Total net debt applicable to limit	68,896	63,947	58,892	53,979	48,801	43,396	37,931	32,688	27,715	22,216
Legal debt margin	$ 178,852	$ 123,324	$ 123,624	$ 126,989	$ 146,352	$ 161,003	$ 187,590	$ 192,607	$ 210,932	$ 231,121
Total net debt applicable to the limit as a percentage of debt limit	27.81%	34.15%	32.27%	29.83%	25.01%	21.23%	16.82%	14.51%	11.61%	8.77%

Source: (1) Walton County Tax Assessor
(2) School District's Audited Financial Statements for Each Respective Year

WALTON COUNTY SCHOOL DISTRICT

DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (2) (000's omitted)	Per Capita Personal Income (2)	Median Age (1)	School Enrollment (4)	Unemployment Rate (3)
2021	94,593	$ 2,807,520	$ 29,680	38.7	13,916	3.6%
2020	93,503	2,510,556	26,850	38.2	14,208	6.2%
2019	94,125	2,370,444	25,184	38.9	14,058	3.7%
2018	91,600	2,303,923	25,152	38.8	14,002	3.4%
2017	90,184	2,238,187	24,818	38.3	13,979	4.6%
2016	88,399	2,248,340	25,434	39.1	14,076	5.0%
2015	86,886	2,044,167	23,527	38.0	13,908	5.7%
2014	83,771	1,931,843	23,061	37.4	13,694	6.9%
2013	85,390	1,958,249	22,933	37.0	13,656	8.6%
2012	83,768	1,869,199	22,314	37.3	13,210	9.9%

Data Sources
(1) Bureau of the Census
(2) Bureau of Economic Analysis
(3) Federal Reserve Economic Data
(4) State Department of Education
Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

WALTON COUNTY SCHOOL DISTRICT

PRINCIPAL EMPLOYERS OF WALTON COUNTY, GEORGIA
Current Year and Nine Years Ago

	2021			2012		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Walton County Board of Education	2,023	1	4.61%	2,012	1	5.11%
Takeda	1,200	2	2.73%			
Hitachi Automotive Systems Americas, Inc	900	3	2.05%	163	9	0.41%
Walmart Distribution	880	4	2.00%	729	2	1.85%
Walton County Government	830	5	1.89%	722	3	1.83%
Piedmont Walton Hospital (formerly Clearview)	493	6	1.12%	289	7	0.73%
Leggett & Platt	415	9	0.95%	317	5	0.80%
Walmart- Loganville	410	8	0.93%			
Walmart - Monroe	320	7	0.73%	300	6	0.76%
Standridge Color Corporation	275	10	0.63%	354	4	0.90%
Tucker Door & Trim				200	8	0.51%
Elite Storage Solutions				150	10	0.38%
Total	7,746		17.65%	5,236		13.29%

Source: State of Georgia Department of Commerce.

WALTON COUNTY SCHOOL DISTRICT

DISTRICT EMPLOYEES[1]
LAST TEN FISCAL YEARS
(as of October 31 of each fiscal year)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Classroom Teachers	847.02	851.92	832.76	815.96	823.00	836.00	850.00	854.49	856.72	886.83
Support Personnel	660.83	661.35	641.93	753.55	752.00	740.00	738.63	734.13	751.12	660.71
Administrators	58.00	63.00	58.16	60.00	58.00	60.00	60.00	62.00	62.00	60.49
Total	1,565.85	1,576.27	1,532.85	1,629.51	1,633.00	1,636.00	1,648.63	1,650.62	1,669.84	1,608.03

[1] Source: Georgia Department of Education - Full Time Equivalent (FTE's)

WALTON COUNTY SCHOOL DISTRICT

OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Total Governmental Activities Expenses[1]	Full Student Membership[2]	Cost per Pupil	Percentage Change	Teaching Staff (FTEs)[3]	Pupil/ Teacher Ratio
2012	126,069,899	13,337	9,453	0.96%	847.02	15.75
2013	125,544,147	13,388	9,377	-0.80%	876.95	15.27
2014	121,654,550	13,694	8,884	-5.26%	858.17	15.96
2015	121,970,120	13,838	8,814	-0.78%	886.07	15.62
2016	128,566,604	14,056	9,147	3.77%	826.22	17.01
2017	144,603,392	13,206	10,950	19.71%	836.00	15.80
2018	151,448,059	14,068	10,765	-1.68%	850.00	16.55
2019	150,477,455	13,651	11,023	2.39%	854.49	15.98
2020	165,878,682	14,208	11,675	5.91%	856.72	16.58
2021	169,579,334	13,844	12,249	4.92%	857.27	16.15

[1] Per School District's Audited Financial Statements for Each Respective Year

[2] Source: Georgia Department of Education Student FTE October count (includes Pre-Kindergarten through 12th Grade)

[3] Source: GA Department of Education; Full-Time Equivalent teaching slots

WALTON COUNTY SCHOOL DISTRICT

AVERAGE SALARY SUMMARY OF CERTIFIED PERSONNEL
LAST TEN FISCAL YEARS

Fiscal Year	Number of Full & Part Time Teachers[2]						Minimum Salary (based on 4 yr cert/ 0 yrs exp)[1]	Maximum Salary (based on 7 yr cert/ 21+ yrs exp)[1]	Walton Co. Average Contract Annual Salary[2]
	4 Yr Bachelors	5 Yr Masters	6 Yr Specialists	7 Yr Doctoral	Other	Total			
2012	196	472	239	50	7	964	36,686	78,673	57,860
2013	170	419	242	42	3	876	36,686	78,673	58,011
2014	147	403	276	54	4	884	36,686	78,673	59,106
2015	153	394	302	59	4	912	36,686	78,673	61,412
2016	176	360	325	51	5	917	36,686	78,673	63,110
2017	177	373	315	60	4	929	38,922	83,469	65,317
2018	188	374	310	60	8	940	39,591	85,912	63,385
2019	182	383	337	56	10	968	39,591	88,489	67,527
2020	198	373	338	55	16	980	42,591	91,489	70,868
2021	181	391	349	51	16	988	42,591	91,489	70,738

[1] Source: School District records

[2] Source: GA Department of Education - Average Salary Summary for Certified Personnel

WALTON COUNTY SCHOOL DISTRICT

FREE & REDUCED PRICE LUNCH ELIGIBILITY[1]
LAST TEN FISCAL YEARS
(as of October 31 of each fiscal year)

Fiscal Year	Number of Students Eligible for Free Meals	Number of Students Eligible for Reduced Price Meals	Total Number of Students Eligible for Free & Reduced Price Meals	Total Student Enrollment (FTE)	% of Students Eligible for Reduced Price Meals
2021	4,964	834	5,798	13,844	41.88%
2020	5,487	1,024	6,511	14,208	45.83%
2019	5,452	1,059	6,511	13,651	47.70
2018	5,733	902	6,635	14,208	46.70
2017	5,755	998	6,753	13,651	49.47
2016	5,778	1,014	6,792	14,068	48.28
2015	5,901	1,045	6,946	13,206	52.60
2014	5,872	951	6,823	14,056	48.54
2013	5,745	989	6,734	13,838	48.66
2012	5,775	972	6,747	13,694	49.27

[1] Source: GA Department of Education

WALTON COUNTY SCHOOL DISTRICT

SCHOOL DATA
LAST TEN FISCAL YEARS

	ENROLLMENT									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
ELEMENTARY SCHOOLS										
BAY CREEK ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 1970										
Size of Site (acres) - 23										
Square feet - 80,873										
Number of Classrooms - 47										
Capacity - 725										
Enrollment (1)	767	799	847	872	838	611	586	658	726	698
HARMONY ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2012										
Size of Site (acres) - 47.5										
Square feet - 103,825										
Number of Classrooms - 60										
Capacity - 912										
Enrollment (1)	726	737	799	803	721	705	663	651	665	641
LOGANVILLE ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2016										
Size of Site (acres) - 98.31										
Square feet - 114,615										
Number of Classrooms - 60										
Capacity - 925										
Enrollment (1)	603	602	619	605	638	924	917	935	991	1002
MONROE ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2016										
Size of Site (acres) - 98.31										
Square feet - 103,771										
Number of Classrooms - 60										
Capacity - 912										
Enrollment (1)	749	701	700	680	626	622	509	539	579	523
WALKER PARK ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2008										
Size of Site (acres) - 44.60										
Square feet - 103,771										
Number of Classrooms - 60										
Capacity - 912										
Enrollment (1)	746	741	749	778	718	704	623	595	633	599
WALNUT GROVE ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 1995										
Size of Site (acres) - 33.90										
Square feet - 84,265										
Number of Classrooms - 49										
Capacity - 762										
Enrollment (1)	535	531	562	605	645	667	647	630	679	666

Continued

WALTON COUNTY SCHOOL DISTRICT

SCHOOL DATA
LAST TEN FISCAL YEARS

	ENROLLMENT									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
ATHA ROAD ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2001										
Size of Site (acres) - 32.74										
Square feet - 103,771										
Number of Classrooms - 60										
Capacity - 912										
Enrollment (1)	763	817	808	843	927	850	788	788	868	814
YOUTH ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2002										
Size of Site (acres) - 25.89										
Square feet - 103,771										
Number of Classrooms - 60										
Capacity - 912										
Enrollment (1)	758	785	790	756	750	753	731	736	784	745
SHARON ELEMENTARY										
Grade levels served - PreK - Gr5										
Occupied Year - 2007										
Size of Site (acres) - 79.96										
Square feet - 103,771										
Number of Classrooms - 60										
Capacity - 912										
Enrollment (1)	792	770	789	796	811	835	750	758	769	720
MIDDLE SCHOOLS										
CARVER MIDDLE										
Grade levels served - Gr6 - Gr8										
Occupied Year - 1992										
Size of Site (acres) - 40.00										
Square feet - 101,320										
Number of Classrooms - 49										
Capacity - 775										
Enrollment (1)	934	944	1,000	952	916	850	843	845	895	840
LOGANVILLE MIDDLE										
Grade levels served - Gr6 - Gr8										
Occupied Year - 2015										
Size of Site (acres) - 41.06										
Square feet - 212,435										
Number of Classrooms - 93										
Capacity - 849										
Enrollment (1)	1,134	1,115	1,124	1,157	1,247	1,293	1,346	1,315	1,377	1,399
YOUTH MIDDLE										
Grade levels served - Gr6 - Gr8										
Occupied Year - 2004										
Size of Site (acres) - 35.89										
Square feet - 159,068										
Number of Classrooms - 80										
Capacity -1298										
Enrollment (1)	1,092	1,074	1,066	1,016	1,066	1,068	1,092	1,109	1,128	1,142

Continued

WALTON COUNTY SCHOOL DISTRICT

SCHOOL DATA
LAST TEN FISCAL YEARS

	ENROLLMENT									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
HIGH SCHOOLS										
LOGANVILLE HIGH										
Grade levels served - Gr9 - Gr 12										
Occupied Year - 1998										
Size of Site (acres) - 44.70										
Square feet - 152,169										
Number of Classrooms - 74										
Capacity - 1475										
Enrollment (1)	1,461	1,460	1,467	1,466	1,509	1,622	1,653	1,676	1,682	1,715
MONROE AREA HIGH										
Grade levels served - Gr9 - Gr 12										
Occupied Year - 2005										
Size of Site (acres) - 40.00										
Square feet - 227,657										
Number of Classrooms - 76										
Capacity - 1262										
Enrollment (1)	1,106	1,102	1,109	1,104	1,114	1,095	1,056	1,051	1,069	1,007
WALNUT GROVE HIGH										
Grade levels served - Gr9 - Gr 12										
Occupied Year - 2009										
Size of Site (acres) - 103.30										
Square feet - 226,727										
Number of Classrooms - 76										
Capacity - 1262										
Enrollment (1)	1,171	1,210	1,265	1,405	1,408	1,457	1,378	1,365	1,363	1,333
Total Enrollment	13,337	13,388	13,694	13,838	13,934	14,056	13,582	13,651	14,208	13,844

1 Source: Georgia Department of Education Student FTE October count (includes Pre-Kindergarten through 12th Grade)

WALTON COUNTY SCHOOL DISTRICT
SCHEDULE OF INSURANCE IN FORCE
June 30, 2021

Type of Coverage	Name of Company	Policy Period From	Policy Period To	Liability Limits	Annual Premium
Paid by District					
Casualty and Crime Coverage	Gallagher	7/1/2020	6/30/2021		$379,482
General - Aggr.				$3,000,000	
Schl Leaders Liability- Aggr.				$2,000,000	
Automobile Liability				$350,000	
Cyber-Risk				$1,000,000	
Crime				$100,000	
Property Coverage Agreement					
Auto Physical Damage				Per ACV schedule	
Employee's Blanket Bond				$1,000,000	
Superintendent Life Insurance	Lincoln National Life	9/23/2020	9/23/2021	$490,000	$565
Superintendent Surety Bond	CNA Surety Company	4/1/2021	4/1/2022	$100,000	$350
Workers' Compensation	Self Insured	7/1/2020	6/30/2021	$500,000	per event
	State National Insurance	7/1/2020	6/30/2021	$1,000,000 per occurrence	$50,617
Medical - Certified Employee	State Health Benefit Plan #74712	1/1/2021	12/31/2021	N/A	$945.00/mth per enrolled empl
Medical - Classified Employee	State Health Benefit Plan #74711	1/1/2021	12/31/2021	N/A	$945.00/mth per enrolled empl
Life Insurance/AD&D	Met Life	1/1/2021	12/31/2021	$10,000	$2.04/mth per employee

(continued)

WALTON COUNTY SCHOOL DISTRICT
SCHEDULE OF INSURANCE IN FORCE
June 30, 2021

Type of Coverage	Name of Company	Policy Period From	Policy Period To	Liability Limits	Annual Premium
Voluntary Benefits Paid by Employee (administered by GA Breeze)					
Disability, Long Term (>180 days)	The Standard #642967-B	1/1/2021	12/31/2021		(A)
Disability, Short Term (<181 days)	The Standard #642967-A	1/1/2021	12/31/2021		(A)
Life Insurance- Employee	Met Life	1/1/2021	12/31/2021	1-10x Salary	(A)
AD&D Insurance- Employee	Met Life	1/1/2021	12/31/2021	1-10x Salary	(A)
Life Insurance - Spouse	Met Life	1/1/2021	12/31/2021	$6K to $250K	(A)
Life Insurance - Children	Met Life	1/1/2021	12/31/2021	$3K to 20K	$11.04 to $26.16
Dental Insurance	Cigna #0599978-01B	1/1/2021	12/31/2021	DHMO	$260.88 to $702.60
Dental Insurance	Delta Dental	1/1/2021	12/31/2021	Select	$332.76 to $952.80
Dental Insurance	Delta Dental	1/1/2021	12/31/2021	Select Plus	$533.76 to $1,538.64
Vision Select	Blue Cross	1/1/2021	12/31/2021	Select	$67.32 to $202.80
Vision Select Plus	Blue Cross	1/1/2021	12/31/2021	Select Plus	$116.28 to $364.44
Legal Select	Hyatt Legal	1/1/2021	12/31/2021	Select	Single - $71.64 Family- $89.52
Legal Select Plus	Hyatt Legal	1/1/2021	12/31/2021	Plus Plan	Single - $91.80 Family - $117.60
Legal Select Premium	Hyatt Legal	1/1/2021	12/31/2021	Select Premium	Single - $105.00 Family - $130.80
Specified Illness - Employee	Continental American Ins.	1/1/2021	12/31/2021		(A)
Specified Illness - Spouse	Continental American Ins.	1/1/2021	12/31/2021		(A)

(A) Employee cost based on employee's age and rate per thousand

COMPLIANCE SECTION

MAULDIN & JENKINS

CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Superintendent and Members of
the Walton County Board of Education
Monroe, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Walton County Board of Education (the "District"), as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated April 28, 2022. Our report includes a reference to the change in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activiites*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Atlanta, Georgia
April 28, 2022

MAULDIN & JENKINS
CPAs & ADVISORS

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

To the Superintendent and Members of
the Walton County Board of Education
Monroe, Georgia

Report on Compliance for Each Major Federal Program

We have audited Walton County Board of Education's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Atlanta, Georgia
April 28, 2022

WALTON COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title		Federal Assistance Listing Number	Pass-Through Entity ID Number	Total Expenditures
Agriculture, U.S. Department of				
Child Nutrition Cluster				
Pass-Through From Georgia Department of Education				
Food and Nutrition Program				
Child Nutrition Cluster				
School Breakfast Program		10.553	195GA324N1099	$ 1,386,120
National School Lunch Program				
Cash Assistance		10.555	195GA324N1099	4,254,880
Non-cash Assistance (Commodities)		10.555	195GA324N1099	452,171
School Snack Program		10.555	195GA324N1099	22,935
	Subtotal			4,729,986
Total Child Nutrition Cluster				6,116,106
Total U.S. Department of Agriculture				6,116,106
Education, U.S. Department of				
Special Education Cluster				
Pass-Through From Georgia Department of Education				
Individuals with Disabilities Education Act (IDEA)				
Part B-Special Education				
VI-B Flowthrough		84.027	H027A170073	2,580,277
Preschool		84.173	H173A170081	53,823
Parent Mentor		84.027	H027A170073	36,013
Total Special Education Cluster				2,670,113
Other Programs				
Pass-Through From Georgia Department of Education				
Elementary and Secondary Education Act				
Title I, Part A				
Improving Academic Achievement		84.010	S010A180010	3,150,806
	Subtotal			3,150,806
Title II				
Supporting Effective Instruction State Grants		84.367	S367A180001	449,212
Advanced Placement Grant		84.376	S367A180001	1,730
	Subtotal			450,942

(Continued)

WALTON COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity ID Number	Total Expenditures
Title III			
Limited English Proficient	84.365	S365A180010	$ 61,019
Education for Homeless Children and Youth	84.196	S196A180011	56,379
Title IV - Part A - Student Support and Academic Enrichment	84.424A	S424A180011	193,256
Title IV - Part B - 21st Century Community Learning Centers	84.287	S287C180010	1,336,150
Vocational Education Basic Grants to States			
Program Improvement	84.048	V048A180010	126,865
Perkins Plus	84.048	V048A180010	16,957
Perkins Carryover	84.048	V048A180010	12,914
Subtotal			156,736
Elementary and Secondary School Emergency Relief Fund Cluster			
Pass-Through From Georgia Department of Education:			
COVID-19 - CARES I	84.425D	S425D200012	2,527,577
COVID-19 - ESSER Special Education Relief	84.425D	S425D200012	23,363
COVID-19 - ESSER-School Nurse	84.425D	S425D200012	8,490
COVID-19 - ESSER II-CRRSA Act LEA	84.425D	S425D200012	10,050,385
COVID-19 - ESSER-Equitable Services	84.425D	S425D200012	192,651
COVID-19 - ESSER-AG Extended Day	84.425D	S425D200012	2,367
COVID-19 - ESSER-AG Extended Year	84.425D	S425D200012	1,103
COVID-19 - ESSER-CTAE Extended Day	84.425D	S425D200012	4,792
COVID-19 - ESSER-CTAE Extended Year	84.425D	S425D200012	2,859
COVID-19 - ESSER-CTAE Youth Apprentice	84.425D	S425D200012	3,027
COVID-19 - ESSER III-ARP LEA	84.425U	S425D200012	180,835
COVID-19 - ESSER III-ARP LEA Bonuses	84.425U	S425D200012	1,595,737
Total Elementary and Secondary School Emergency Relief Fund (ESSER) Cluster			14,593,186
Total U.S. Department of Education Expenditures			22,668,587
Total Federal Awards Expenditures			$ 28,784,693

Notes to the Schedule of Expenditures of Federal Awards

Note - The School District did not utilize the 10% de minimus indirect cost rate.

1.) The amounts shown for the Food Donation Program represent the Federally assigned value of nonmonetary assistance for donated commodities received and/or consumed by the School District during the current fiscal year.

2.) The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Walton County School District and is presented on the modified accrual basis of accounting.

3.) The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements of Federal Awards.* Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

4.) The Board of Education received $63,369 of donated personal protective equipment (PPE) from FEMA in fiscal year 2021.

WALTON COUNTY SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

SECTION I
SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP?	Unmodified
Internal control over financial reporting: Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified?	____ yes __X__ none reported
Noncompliance material to financial statements noted?	____ yes __X__ no

Federal Awards

Internal Control over major programs: Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified?	____ yes __X__ none reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ yes __X__ no

Identification of major programs:

Name of Federal Program or Cluster	Federal Assistance Listing Number
IDEA Special Education Cluster	84.027 and 84.173
Title 1, Part A	84.010
COVID-19 Elementary & Secondary School Emergency Relief (ESSER)	84.425D and 84.425U

Dollar threshold used to distinguish between Type A and Type B programs:	$863,541
Auditee qualified as low-risk auditee?	____yes __X__no

WALTON COUNTY SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

SECTION II
FINANCIAL STATEMENT FINDINGS

None reported

WALTON COUNTY SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported

WALTON COUNTY SCHOOL DISTRICT

STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

None reported