

RABUN COUNTY, GEORGIA

Annual Financial Report

For the fiscal year ended June 30, 2020

This page intentionally left blank.

RABUN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 2020

TABLE OF CONTENTS

Exhibit		PAGE
	INTRODUCTORY SECTION	
	Table of Contents	
	FINANCIAL SECTION	
	Independent Auditor's Report.....	1-3
	Management's Discussion and Analysis.....	4-14
	Basic Financial Statements:	
	Government-wide Financial Statements:	
A-1	Statement of Net Position.....	15-16
A-2	Statement of Activities.....	17
	Fund Financial Statements:	
	Governmental Funds:	
A-3	Balance Sheet.....	18-19
A-4	Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position.....	20
A-5	Statement of Revenues, Expenditures and Changes in Fund Balances.....	21-22
A-6	Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	23
A-7	General Fund - Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual.....	24-25
	Proprietary Funds:	
A-8	Statement of Net Position.....	26-27
A-9	Statement of Revenues, Expenses, and Changes in Net Position.....	28-29
A-10	Statement of Cash Flows.....	30-31
	Fiduciary Funds:	
A-11	Statement of Fiduciary Assets and Liabilities.....	32
	Component Units:	
A-12	Combining Statement of Net Position.....	33
A-13	Combining Statement of Activities.....	34
A-14	Notes to the Financial Statements.....	35-82
	Required Supplementary Information:	
B-1	Schedule of Changes in the Net Pension Liability and Related Ratios.....	83-84
B-2	Schedule of Pension Contributions.....	85-86
B-3	Schedule of Changes in the Net OPEB Liability and Related Ratios.....	87
B-4	Notes to the Required Supplementary Information.....	88-90
	Combining and Individual Fund Statements and Schedules:	
C-1	Combining Balance Sheet - Nonmajor Governmental Funds.....	91-92
C-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	93-94
D-1	Comparative Balance Sheets - General Fund.....	95

RABUN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 2020

TABLE OF CONTENTS

Exhibit		PAGE
FINANCIAL SECTION (continued)		
Combining and Individual Fund Statements and Schedules (continued)		
D-2	Comparative Statement of Revenues, Expenditures and Changes in Fund Balances - General Fund.....	96
D-3	Schedule of Revenues - Budget and Actual - General Fund.....	97
D-4	Schedule of Expenditures - Budget and Actual - General Fund.....	98-103
E-1	Comparative Balance Sheets - Confiscated Assets Special Revenue Fund.....	104
E-2	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Confiscated Assets Special Revenue Fund Special Revenue Fund.....	105
E-3	Comparative Balance Sheets - Jail Special Revenue Fund.....	106
E-4	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Jail Special Revenue Fund.....	107
E-5	Comparative Balance Sheets - Law Library Special Revenue Fund.....	108
E-6	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Law Library Special Revenue Fund.....	109
E-7	Comparative Balance Sheets - Juvenile Case Management Special Revenue Fund.....	110
E-8	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Juvenile Case Management Special Revenue Fund.....	111
E-9	Comparative Balance Sheets - Drug Abuse Treatment Education Special Revenue Fund.....	112
E-10	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Drug Abuse Treatment Education Special Revenue Fund.....	113
E-11	Comparative Balance Sheets - Emergency 911 Special Revenue Fund.....	114
E-12	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Emergency 911 Special Revenue Fund.....	115
E-13	Comparative Balance Sheets - Hotel/Motel Tax Special Revenue Fund.....	116
E-14	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Hotel/Motel Tax Special Revenue Fund.....	117
E-15	Comparative Balance Sheets - Sheriff Donations Special Revenue Fund.....	118
E-16	Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Sheriff Donations Special Revenue Fund.....	119
F-1	Comparative Balance Sheets - Special Purpose Local Option Sales Tax #5 Capital Projects Fund.....	120
F-2	Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - Special Purpose Local Option Sales Tax #5 Capital Projects Fund.....	121
F-3	Comparative Balance Sheets - Special Purpose Local Option Sales Tax #6 Capital Projects Fund.....	122
F-4	Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - Special Purpose Local Option Sales Tax #6 Capital Projects Fund.....	123

RABUN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 2020

TABLE OF CONTENTS

Exhibit		PAGE
FINANCIAL SECTION (continued)		
Combining and Individual Fund Statements and Schedules (continued)		
F-5	Balance Sheet - Special Purpose Local Option Sales Tax #7 Capital Projects Fund.....	124
F-6	Statement of Revenues, Expenditures, and Changes in Fund Balances - Special Purpose Local Option Sales Tax #7 Capital Projects Fund.....	125
F-7	Balance Sheet - Public Safety Capital Projects Fund.....	126
F-8	Statement of Revenues, Expenditures, and Changes in Fund Balances - Public Safety Capital Projects Fund.....	127
G-1	Comparative Statements of Net Position - Solid Waste Enterprise Fund.....	128
G-2	Comparative Statements of Revenues, Expenses, and Changes in Net Position - Solid Waste Enterprise Fund.....	129
G-3	Comparative Statements of Cash Flows - Solid Waste Enterprise Fund.....	130
G-4	Comparative Statements of Net Position - Waste-Water Facility Enterprise Fund.....	131
G-5	Comparative Statements of Revenues, Expenses, and Changes in Net Position - Waste-Water Facility Enterprise Fund.....	132
G-6	Comparative Statements of Cash Flows - Waste-Water Facility Enterprise Fund.....	133
G-7	Comparative Statements of Net Position - Golf Course Enterprise Fund.....	134
G-8	Comparative Statements of Revenues, Expenses, and Changes in Net Position - Golf Course Enterprise Fund.....	135
G-9	Comparative Statements of Cash Flows - Golf Course Enterprise Fund.....	136
G-10	Statement of Net Position - Development Authority Enterprise Fund.....	137
G-11	Statement of Revenues, Expenses, and Changes in Net Position - Development Authority Enterprise Fund.....	138
G-12	Statement of Cash Flows - Development Authority Enterprise Fund.....	139
G-13	Statement of Net Position - Building Authority Enterprise Fund.....	140
G-14	Statement of Revenues, Expenses, and Changes in Net Position - Building Authority Enterprise Fund.....	141
G-15	Statement of Cash Flows - Building Authority Enterprise Fund.....	142
H-1	Combining Balance Sheet - Agency Funds.....	143-144
H-2	Statement of Changes in Assets and Liabilities - Agency Funds.....	145
OTHER REPORTING SECTION		
	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 <i>Government Auditing Standards</i>	146-148
State Reporting Section		
I-1	Schedule of Projects Financed with Special Purpose Local Option Sales Tax.....	149-150

This page intentionally left blank.

Independent Auditor's Report

Honorable Chairman and
Members of the Board of Commissioners
Rabun County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Rabun County, Georgia, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Rabun County, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Rabun County Health Department, a component unit of Rabun County, Georgia, which represent 73.4 percent, 20.5 percent, and 65.2 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Rabun County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 County'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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Rabun County, Georgia, as of June 30, 2020, and the respective changes in the financial position and, where applicable, cash flows thereof, and the budgetary comparison of the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information on pages 4 through 14 and 83 through 90, respectively, 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 Rabun County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules and the state reporting section with the schedule of projects financed with special purpose local option sales tax are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States, Rabun County, Georgia's basic financial statements for the year ended June 30, 2019, which are not presented with the accompanying financial statements. In our report dated November 15, 2019, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Rabun County's basic financial statements as a whole. The combining and individual fund financial statements and schedules related to the 2019 financial statements are presented for the purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules related to the 2019 financial statements are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the 2019 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2019 combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2020, on our consideration of Rabun County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and results of that testing, and not to provide an opinion on the 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 Rabun County's internal control over financial reporting and compliance.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
November 13, 2020

This page intentionally left blank.

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Rabun County, it is our pleasure to present this narrative discussion and analysis of Rabun County's financial performance, providing an overview of the activities for the fiscal year ended June 30, 2020. The purpose of this narrative is to provide readers of financial statements with information that will help them make timely and meaningful financial decisions or draw conclusions about Rabun County. As required by the Governmental Accounting Standards Board (GASB) Statement No. 34, this discussion and analysis provides comparisons with the previous year.

Financial Highlights

- Rabun County's assets exceeded its liabilities at June 30, 2020 by \$56,329,282 (reported as *net position*). Of this amount, \$167,717 (reported as *unrestricted net position*) may be used to meet the County's ongoing obligations.
- As of June 30, 2020, Rabun County's governmental funds reported combined ending fund balances of \$23,007,383. The governmental funds reported a combined ending unassigned fund balance of \$12,210,130.

More detailed information regarding these activities and funds begins on page 15.

Overview of the Financial Statements

This discussion and analysis narrative is intended to serve as an introduction to Rabun County's basic financial statements. Rabun County's basic financial statements are composed of three elements: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains required supplementary information in addition to our basic financial statements.

Government-wide Financial Statements (Reporting the County as a whole). The focus of the government-wide financial statements is on the overall financial position and activities of Rabun County and is designed to provide readers with a broad overview of the County's financial activities in a manner similar to a private business enterprise.

The County's government-wide financial statements include the Statement of Net Position and the Statement of Activities. These two statements report information about Rabun County using the accrual basis of accounting, which is similar to the accounting used by most private-sector businesses. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The purpose of the **Statement of Net Position** (pages 15-16) is to attempt to report all of the assets held and liabilities owed by the County. The County reports all of its assets when it acquires ownership over the assets and reports all of its liabilities when they are incurred. The difference between the total assets and total liabilities is labeled *net position*. Although the purpose of the County is not to accumulate net position, in general, as this amount increases it indicates that the financial position of the County is improving over time.

The **Statement of Activities** (page 17), on the other hand, presents the revenues and expenses of the County. Under the accrual basis of accounting mentioned earlier, revenues are recognized when earned and expenses when incurred in this statement. Thus, revenues are reported even when they may not be collected for several weeks after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period. The difference is described as *change in net position*. The Statement of Activities primary focus is on the *net cost* of various activities provided by the County and identifies the extent to which each function of the County draws from general revenues or is self-financing through fees, grants, or other sources.

In the Statement of Net Position and the Statement of Activities, we divide Rabun County into three types of activities:

- **Governmental activities** – Most of the County’s basic services are reported under this category which includes: judicial, public safety, public works, and general administration. Taxes such as: property, sales, insurance premium and intangible finance most of these services.
- **Business-type activities** – The County charges fees to customers to assist in covering the cost for providing certain services. The County’s solid waste tipping fees, golf course fees, and Development and Building Authority fees are reported in this category.
- **Discretely Presented Component Units** – A component unit is a legally separate organization for which the elected officials of the County are financially accountable. The Rabun County Health Department and Rabun County Library, although legally separate, function for all practical purposes as departments of Rabun County, and therefore have been included as an integral part of the primary government.

The County’s government-wide financial statements are presented on pages 15-17.

Fund Financial Statements (Reporting the County’s Major Funds).

The focus of fund financial statements is directed to specific activities of the County and its most significant funds, not the County as a whole. A fund is an entity with a self-balancing set of accounts that the County uses to track specific resources and expenditures, either for management purposes or because of legal mandates. In addition to the major funds, individual fund data for the County’s non-major funds can be found beginning on page 91. The County’s funds are divided into three broad categories – governmental, proprietary, and fiduciary – and use different prescribed accounting methodologies.

- **Governmental Funds** – These funds account for essentially the same functions reported as governmental activities in the government-wide financial statements; however, governmental fund financial statements focus on the short-term view of the County’s general government operations and the basic services it provides. Governmental funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

Because the focus of the governmental fund financial statements is narrower than that of the government-wide financial statements and because of the different accounting methods used to prepare them, there are often significant differences between the totals presented in these financial statements. It is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. An analysis of the balance sheet and the statement of revenues, expenditures, and changes in fund balances that reconciles the two statements are provided following each statement.

Rabun County maintains twelve individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, SPLOST #6 Fund, SPLOST #7 Fund, and Public Safety Fund, which are considered major funds. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements on pages 91-94 of this report.

Rabun County adopts an annual appropriated budget for its General Fund and special revenue funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The County's basic governmental fund financial statements are presented on pages 18-25 of this report.

- **Proprietary Funds** – When the County charges customers for the services it provides, whether to outside customers or to other departments of the County, these services are generally reported in proprietary funds. These proprietary funds are prepared using the same accounting basis as the government-wide financial statements.

Enterprise fund statements report the same functions presented in the business-type activities columns of the government-wide financial statements. Rabun County uses enterprise funds to account for its Solid Waste, Waste-Water Facility, and Golf Course functions, as well as the Development Authority and Building Authority.

The County's proprietary fund financial statements are presented on pages 26-31.

- **Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Rabun County's own programs and services. The accounting used for fiduciary funds is much like that used for proprietary funds.

Fiduciary funds are presented in the fund financial statements but are not reported in the government-wide financial statements. The County's fiduciary fund financial statements are presented on page 32.

Notes to the Financial Statements.

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35-82 of this report.

Required Supplementary Information.

The required supplementary information includes required schedules and information (pages 83-90) on the County's defined benefit pension plan and OPEB plan.

Other Supplementary Information.

Other supplementary information includes combining financial statements for non-major governmental, proprietary, and fiduciary funds. These funds are added together by fund type and presented in single columns in the basic financial statements but are not reported individually, as with major funds, on the government-wide financial statements.

This report includes two schedules (pages 20 and 23) which reconciles the amounts reported on the governmental fund financial statements (modified accrual basis of accounting) with the governmental activities reported on the government-wide financial statements (accrual basis of accounting). The following summarizes the impact of transitioning from modified accrual to accrual accounting:

- Capital assets used in governmental activities on the government-wide statements are not reported on fund financial statements.
- Certain tax revenues that are earned, but not available, are reported as revenue on the government-wide statement but are reported as deferred inflows of resources on the fund statements.
- Unless due and payable, long-term liabilities, such as lease obligations, compensated absences, bonds and notes payable, and others only appear as liabilities in the government-wide statements.
- Capital outlay spending results in capital assets on the government-wide statements but is reported as expenditures on the governmental fund financial statements.
- Certain other outflows represent either increases or decreases in liabilities on the government-wide statements but are reported as expenditures on the governmental fund financial statements.

Overview of the County's Financial Position and Operations

The County's overall financial position and operations for this fiscal year is summarized as follows based on the information included in the government-wide financial statements (see pages 15-17):

Rabun County Net Position (Financial Position) Fiscal Years 2020 and 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets						
Current assets	\$ 24,989,014	\$ 21,142,636	\$ 1,116,533	\$ 3,135,551	\$ 26,105,547	\$ 24,278,187
Noncurrent assets	47,987,292	49,431,052	4,096,920	14,789,122	52,084,212	64,220,174
Total assets	<u>72,976,306</u>	<u>70,573,688</u>	<u>5,213,453</u>	<u>17,924,673</u>	<u>78,189,759</u>	<u>88,498,361</u>
Deferred outflows of resources	1,024,761	1,337,733	43,913	71,996	1,068,674	1,409,729
Liabilities						
Current liabilities	2,583,661	4,078,688	107,736	975,513	2,691,397	5,054,201
Noncurrent liabilities	16,751,447	20,707,628	2,935,969	16,540,041	19,687,416	37,247,669
Total liabilities	<u>19,335,108</u>	<u>24,786,316</u>	<u>3,043,705</u>	<u>17,515,554</u>	<u>22,378,813</u>	<u>42,301,870</u>
Deferred inflows of resources	506,874	110,540	43,464	9,008	550,338	119,548
Net position						
Net investment in capital assets	47,422,214	47,269,705	3,986,035	648,339	51,408,249	47,918,044
Restricted	4,753,316	8,291,271	0	0	4,753,316	8,291,271
Unrestricted	1,983,555	(8,546,411)	(1,815,838)	(176,232)	167,717	(8,722,643)
Total net position	<u>\$ 54,159,085</u>	<u>\$ 47,014,565</u>	<u>\$ 2,170,197</u>	<u>\$ 472,107</u>	<u>\$ 56,329,282</u>	<u>\$ 47,486,672</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Assets for Rabun County exceeded liabilities by \$56,329,282 at the close of the fiscal year.

Approximately 91.3% of Rabun County's net position is reflected in its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt outstanding that was needed to construct or acquire the assets. The County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net position comprises 8.4% of the total net position. This amount represents net position that is subject to external restrictions or enabling legislation on how they can be used.

Unrestricted net position, comprising the remaining 0.3%, represents resources that can be used to meet the County's ongoing obligations to citizens and creditors.

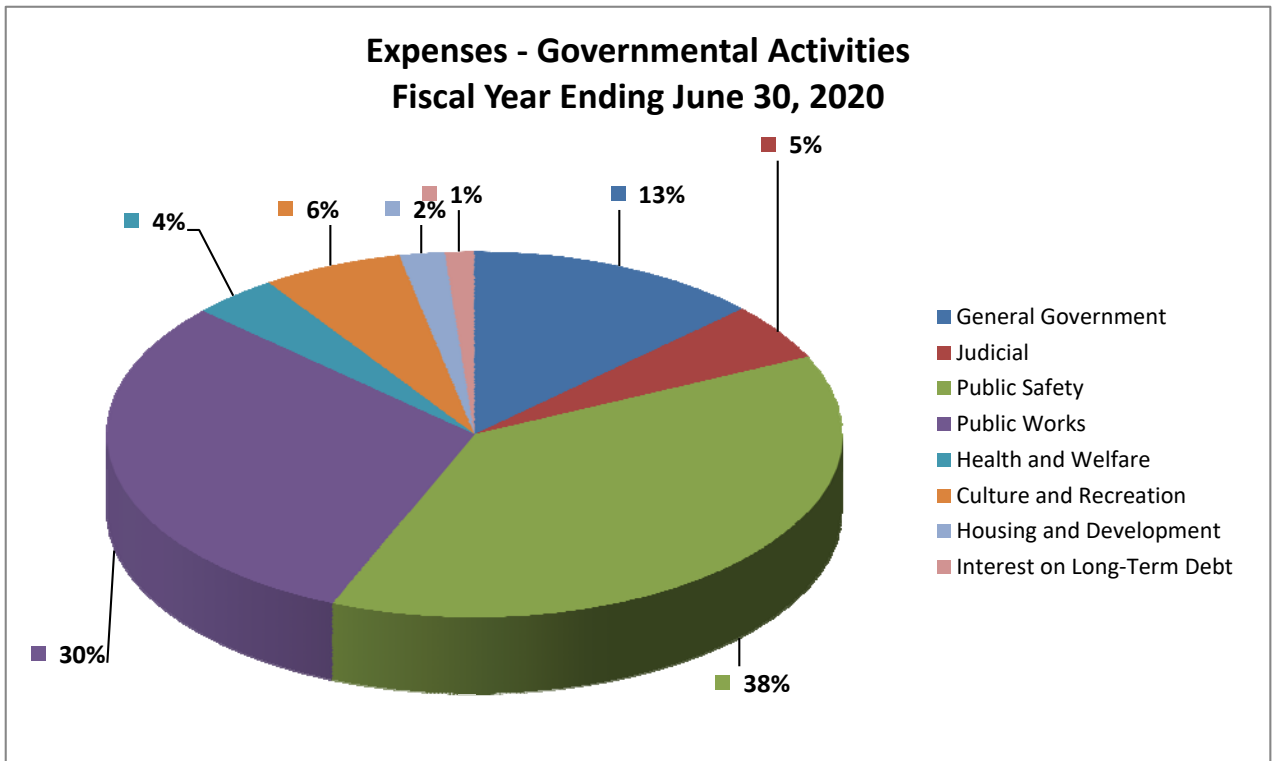
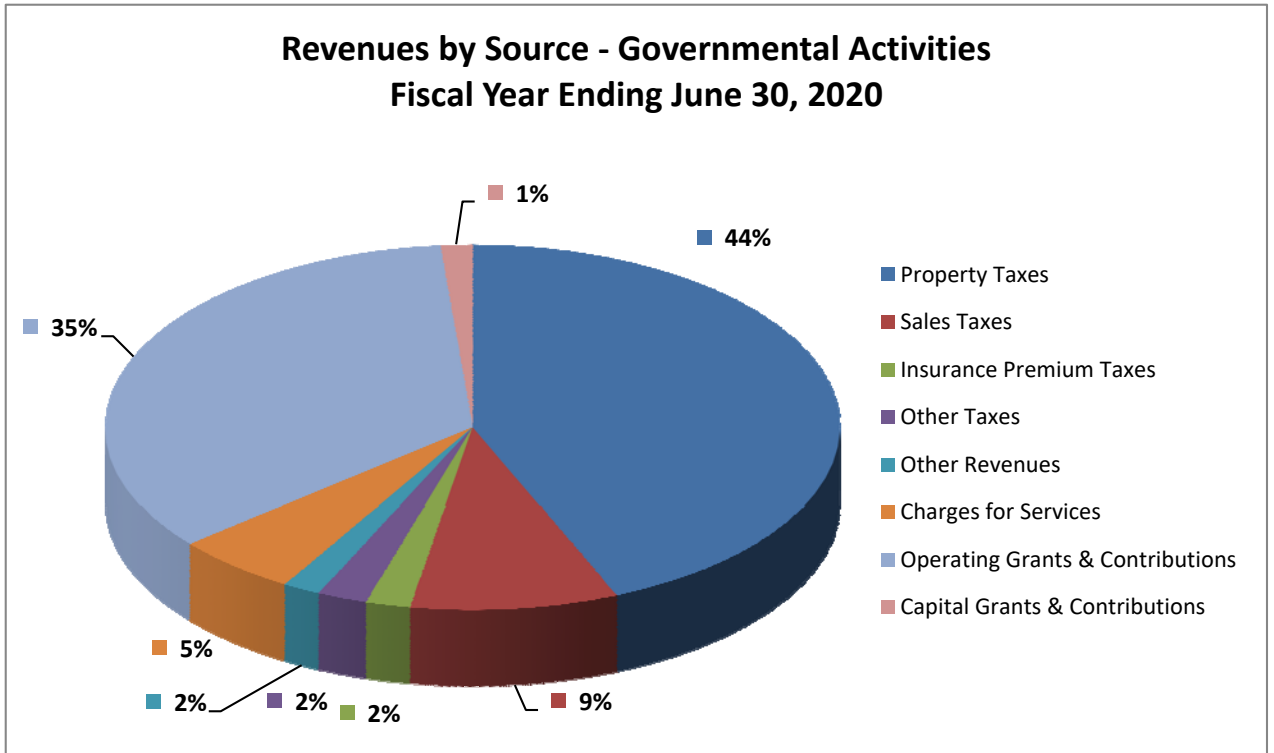
The following condensed financial information was derived from the government-wide Statement of Activities and reflects how Rabun County's net position changed during the fiscal year.

**Rabun County
Changes in Net Position
For the Fiscal Years 2020 and 2019**

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues						
Program revenues:						
Charges for services	\$ 2,303,015	\$ 2,452,632	\$ 699,321	\$ 796,568	\$ 3,002,336	\$ 3,249,200
Operating grants and contributions	14,665,134	785,278	690,722	0	15,355,856	785,278
Capital grants and contributions	592,960	651,957	0	0	592,960	651,957
General revenues:						
Property tax	18,457,099	17,586,058	0	0	18,457,099	17,586,058
Sales tax	3,866,485	3,664,011	0	0	3,866,485	3,664,011
Insurance premium tax	831,742	768,600	0	0	831,742	768,600
Rental	0	0	597,261	1,296,345	597,261	1,296,345
Other taxes	927,709	679,534	0	0	927,709	679,534
Other revenue	700,270	487,281	40,232	314,754	740,502	802,035
Total revenues	<u>42,344,414</u>	<u>27,075,351</u>	<u>2,027,536</u>	<u>2,407,667</u>	<u>44,371,950</u>	<u>29,483,018</u>
Expenses						
General Government	3,575,090	3,016,995	0	0	3,575,090	3,016,995
Judicial	1,397,523	1,357,484	0	0	1,397,523	1,357,484
Public Safety	10,537,003	10,460,639	0	0	10,537,003	10,460,639
Public Works	8,398,544	4,415,662	0	0	8,398,544	4,415,662
Health and Welfare	1,040,941	1,045,233	0	0	1,040,941	1,045,233
Culture and Recreation	1,700,608	1,686,817	0	0	1,700,608	1,686,817
Housing and Development	548,603	314,857	0	0	548,603	314,857
Interest on long-term debt	353,498	205,726	0	0	353,498	205,726
Solid Waste	0	0	1,503,045	1,714,277	1,503,045	1,714,277
Golf Course	0	0	333,659	334,809	333,659	334,809
Development Authority	0	0	6,140,826	1,376,022	6,140,826	1,376,022
Total expenses	<u>27,551,810</u>	<u>22,503,413</u>	<u>7,977,530</u>	<u>3,425,108</u>	<u>35,529,340</u>	<u>25,928,521</u>
Increase (decrease) in net position before transfers	14,792,604	4,571,938	(5,949,994)	(1,017,441)	8,842,610	3,554,497
Transfers in (out)	<u>(7,648,084)</u>	<u>(1,224,708)</u>	<u>7,648,084</u>	<u>1,224,708</u>	<u>0</u>	<u>0</u>
Increase (decrease) in net position	<u>7,144,520</u>	<u>3,347,230</u>	<u>1,698,090</u>	<u>207,267</u>	<u>8,842,610</u>	<u>3,554,497</u>
Net position-beginning (original)	47,014,565	43,981,928	472,107	283,931	47,486,672	44,265,859
Prior period adjustment	0	(314,593)	0	(19,091)	0	(333,684)
Net position-beginning (restated)	<u>47,014,565</u>	<u>43,667,335</u>	<u>472,107</u>	<u>264,840</u>	<u>47,486,672</u>	<u>43,932,175</u>
Net position-ending	<u>\$ 54,159,085</u>	<u>\$ 47,014,565</u>	<u>\$ 2,170,197</u>	<u>\$ 472,107</u>	<u>\$ 56,329,282</u>	<u>\$ 47,486,672</u>

Governmental Activities –

The following charts illustrate revenues and expenses of the governmental activities for the fiscal year:



The revenue chart indicates that property tax, followed by operating grants and contributions were the two largest sources of revenue for governmental activities for fiscal year 2020. Total revenues of the governmental activities increased \$15,269,063. The largest cause of the increase was related to the net change in guarantee obligation of \$14,694,511. Property tax revenues increased more than \$871,000 and sales tax revenues increased more than \$202,000. All other revenues remained relatively similar when comparing to the prior fiscal year.

The expense chart indicates that the three most significant governmental activities expenses for Rabun County during fiscal year 2020 were public safety services, such as fire, police protection, and other emergency services followed by public works and general government. Overall, governmental activities expenses increased more than \$5,000,000 from the prior fiscal year. Public works expenses show an increase of nearly \$4,000,000 from fiscal year 2019 due predominantly to an increase in road maintenance. General government expenses increased by more than \$550,000 due to an increase in salaries and wages. Housing and Development expenses increased by more than \$233,000 due to an increase in salaries and wages.

Business-Type Activities –

Aside from transfers from other funds in the Golf Course and Development Authority Funds, business-type activities did not contribute to a significant increase or decrease in Rabun County's net position.

Financial Analysis of the County's Funds

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

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

- As the County completed this fiscal year, its governmental funds reported a combined ending fund balance of \$23,007,383. The governmental funds reported a combined unassigned fund balance of \$12,210,130. The remainder of fund balance is nonspendable, restricted, committed, or assigned for projects or for the fiscal year 2021 budget, and is not available for spending.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$12,210,130, while total fund balance reached \$13,547,750. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 59% of total General Fund expenditures, while total fund balance represents approximately 65% of that same amount.

Revenues from property taxes increased by approximately \$871,041, or 5%. Insurance premium tax increased by approximately \$63,142, or 8%. The County ended the fiscal year by increasing fund balance of the General Fund by \$1,380,830, or approximately 11%. The increase is largely attributed to the increased revenues noted above. Expenditures increased in most functions, mostly due to an increase in salaries and wages. Transfers to other funds increased by \$5,822,218. The majority of this amount was transferred to the Development Authority and was related to the issuance of bonds. Capital outlay expenditures decreased during the current fiscal year. By comparison, in fiscal year 2019, fund balance of the General Fund was increased by 14%.

At the end of the current fiscal year, the SPLOST #6 Capital Projects Fund had total fund balance of \$3,368,862, all of which is restricted for capital outlay. Fund balance decreased \$3,910,236 during fiscal year 2020 compared with a \$145,321 increase in the prior fiscal year. Revenues decreased during the current fiscal year due to the completion of this SPLOST referendum. Expenditures increased during the current fiscal year due to increased capital outlay expenditures.

At the end of the current fiscal year, the SPLOST #7 Capital Projects Fund had total fund balance of \$327,647, all of which is restricted for capital outlay. This is the new SPLOST referendum, so no year-to-year comparisons. Most revenue collected was paid out to the Cities within the County as agreed to in the referendum.

At the end of the current fiscal year, the Public Safety Capital Projects Fund had total fund balance of \$4,821,059, all of which is restricted for capital outlay. This fund is used to account for the acquisition or construction of public safety capital facilities financed by proceeds from bonds payable.

General Fund Budget Highlights

The original budget for the General Fund was amended by various appropriations approved after the beginning of the fiscal year. Budgeted expenditures in total increased from original to final budgets. As expected, the County experienced an increase in revenues from the prior fiscal year. The County ended the fiscal year with revenues up from budgeted expectations. Even with significant increases in salaries and wages expenditures, the County ended the fiscal year with fund balances that remained positive and expenditures in total less than amounts appropriated. Overall, the County expended less than revenues received.

Proprietary Funds. Rabun County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Net position of the County's proprietary funds totaled as follows:

▪ Solid Waste	\$ (254,670)
▪ Golf Course	\$ 1,388,946
▪ Development Authority	\$ 1,030,242
▪ Building Authority	\$ 5,679

The total increase in net position for these four funds was \$1,698,090 due mostly to transfers from other funds in the Golf Course and Development Authority Funds. Other factors concerning the finances of these funds have already been addressed in the discussion of the County's business-type activities.

Capital Assets and Debt Administration

Capital Assets. Rabun County has invested \$51,973,327 in capital assets (net of accumulated depreciation). Approximately 92.3% of this investment is related to governmental activities and includes land, construction in progress, buildings, land improvements, machinery and equipment, furniture and fixtures, vehicles, and infrastructure.

Capital assets held by the County at the end of the fiscal year are summarized as follows:

Rabun County
Capital Assets (net of accumulated depreciation)
Fiscal Years 2020 and 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 2,596,188	\$ 2,184,458	\$ 1,401,581	\$ 2,364,796	\$ 3,997,769	\$ 4,549,254
Construction in progress	979,950	1,105,133	0	282,057	979,950	1,387,190
Buildings	36,438,353	35,922,374	2,110,209	13,707,781	38,548,562	49,630,155
Land improvements	0	0	0	94,800	0	94,800
Machinery and equipment	7,610,585	7,392,890	1,486,858	1,418,920	9,097,443	8,811,810
Furniture and fixtures	0	0	0	61,014	0	61,014
Vehicles	11,111,184	10,662,821	485,988	485,988	11,597,172	11,148,809
Infrastructure	43,341,646	43,218,865	301,048	301,048	43,642,694	43,519,913
Total	102,077,906	100,486,541	5,785,684	18,716,404	107,863,590	119,202,945
Accumulated Depreciation	(54,090,614)	(51,055,489)	(1,799,649)	(4,077,046)	(55,890,263)	(55,132,535)
Net Capital Assets	\$ 47,987,292	\$ 49,431,052	\$ 3,986,035	\$ 14,639,358	\$ 51,973,327	\$ 64,070,410

Major capital asset expenditures during the current fiscal year for the County included the following:

- Continued construction on the Golf Course Clubhouse
- Investments in machinery, equipment, and vehicles throughout the County in public safety departments
- Paving and resurfacing of various roads and bridges throughout the County

Additional information on the County's capital assets can be found in Note 8 to the financial statements on pages 55-57 of this report.

Long-term Debt and Other Liabilities. On June 30, 2020, Rabun County had total capital leases payable in the amount of \$162,895. The County's capital lease balance decreased by \$96,645 during the fiscal year due to regularly scheduled principal payments. On June 30, 2020, Rabun County had total contracts payable in the amount of \$3,243,760. The County's contracts payable balance decreased by \$237,216 during the fiscal year due to regularly scheduled principal payments. On June 30, 2020, Rabun County had bonds payable with a balance outstanding of \$10,725,000. During fiscal year 2020, bonds payable increased by \$9,035,139 due to a bond refunding and a new bond issuance. Additional information on the County's long-term debt and other liabilities can be found in Notes 9-12 to the financial statements on pages 58-63 of this report.

Economic Condition and Outlook

Rabun County continues to fair well while still recovering from the weakened economy that we've experienced over the past few years. Several factors were considered during preparation of the budget for fiscal year 2021, including the following:

- Possible decreases in revenues and increases in expenditures related to COVID-19 and the County's response
- Possible increases or decreases in revenues, particularly property, sales, and hotel/motel taxes
- Fluctuations in the price of fuel due to market instability.
- Plans for future capital improvements
- Unforeseen natural disasters, such as tornados, storms, etc.
- Capital outlay requirements for vehicles, equipment and program expansions to improve public services to the community

Contacting the County's Financial Services Department

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of Rabun County's finances and to demonstrate the County's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed as follows:

Rabun County Board of Commissioners
Attn: Finance Department
25 Courthouse Square, Suite 201
Clayton, GA 30525
706-782-5271

This page intentionally left blank.

BASIC FINANCIAL STATEMENTS

RABUN COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2020

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current assets				
Cash and cash equivalents	\$ 10,426,405	\$ 1,033,953	\$ 11,460,358	\$ 921,069
Certificates of deposit	8,444,155	0	8,444,155	16,628
Investments	0	10,001	10,001	0
Restricted cash and cash equivalents	4,989,490	0	4,989,490	0
Receivables (net)				
Accounts	349,275	42,801	392,076	39,245
Intergovernmental	81,980	0	81,980	0
Taxes	562,494	0	562,494	0
Notes	0	28,878	28,878	0
Prepays	135,215	900	136,115	1,500
	<u>24,989,014</u>	<u>1,116,533</u>	<u>26,105,547</u>	<u>978,442</u>
Total current assets				
	<u>24,989,014</u>	<u>1,116,533</u>	<u>26,105,547</u>	<u>978,442</u>
Noncurrent assets				
Notes receivable	0	110,885	110,885	0
Capital assets				
Non-depreciable	3,576,138	1,401,581	4,977,719	0
Depreciable (net)	44,411,154	2,584,454	46,995,608	173,043
	<u>47,987,292</u>	<u>4,096,920</u>	<u>52,084,212</u>	<u>173,043</u>
Total noncurrent assets				
	<u>47,987,292</u>	<u>4,096,920</u>	<u>52,084,212</u>	<u>173,043</u>
Total assets	<u>72,976,306</u>	<u>5,213,453</u>	<u>78,189,759</u>	<u>1,151,485</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	1,005,769	42,601	1,048,370	129,789
Deferred outflows of resources - OPEB	18,992	1,312	20,304	44,406
	<u>1,024,761</u>	<u>43,913</u>	<u>1,068,674</u>	<u>174,195</u>
Total deferred outflows of resources				
	<u>1,024,761</u>	<u>43,913</u>	<u>1,068,674</u>	<u>174,195</u>
LIABILITIES				
Current liabilities				
Payables				
Accounts	1,937,185	32,587	1,969,772	845
Interest	8,708	0	8,708	0
Accrued salaries and payroll liabilities	0	0	0	8,781
Compensated absences	333,858	22,779	356,637	49,267
Capital leases payable	59,868	0	59,868	0
Contracts payable	244,042	0	244,042	0
Closure/post-closure care	0	52,370	52,370	0
	<u>2,583,661</u>	<u>107,736</u>	<u>2,691,397</u>	<u>58,893</u>
Total current liabilities				
	<u>2,583,661</u>	<u>107,736</u>	<u>2,691,397</u>	<u>58,893</u>

RABUN COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2020

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities				
Net pension liability	\$ 2,573,039	\$ 126,278	\$ 2,699,317	\$ 545,321
Net OPEB liability	350,663	21,758	372,421	116,196
Capital leases payable	103,027	0	103,027	0
Contracts payable	2,999,718	0	2,999,718	0
Bonds payable	10,725,000	0	10,725,000	0
Closure/post-closure care	0	2,787,933	2,787,933	0
	<hr/>	<hr/>	<hr/>	<hr/>
Total noncurrent liabilities	16,751,447	2,935,969	19,687,416	661,517
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	19,335,108	3,043,705	22,378,813	720,410
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension	491,584	42,361	533,945	24,123
Deferred inflows of resources - OPEB	15,290	1,103	16,393	208,287
	<hr/>	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	506,874	43,464	550,338	232,410
NET POSITION				
Net investment in capital assets	47,422,214	3,986,035	51,408,249	173,043
Restricted for:				
Judicial	103,014	0	103,014	0
Public safety	382,875	0	382,875	0
Public works	493,959	0	493,959	0
Health and welfare	122,695	0	122,695	4,976
Capital outlay	3,650,773	0	3,650,773	0
Unrestricted	1,983,555	(1,815,838)	167,717	194,841
	<hr/>	<hr/>	<hr/>	<hr/>
Total net position	<u>\$ 54,159,085</u>	<u>\$ 2,170,197</u>	<u>\$ 56,329,282</u>	<u>\$ 372,860</u>

This page intentionally left blank.

RABUN COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2020

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
Governmental activities					
General Government	\$ 3,575,090	\$ 110,908	\$ 362,699	\$ 0	\$ (3,101,483)
Judicial	1,397,523	47,079	2,154	0	(1,348,290)
Public Safety	10,537,003	1,900,304	314,756	2,786	(8,319,157)
Public Works	8,398,544	3,624	64,151	96,215	(8,234,554)
Health and Welfare	1,040,941	34,948	189,869	493,959	(322,165)
Culture and Recreation	1,700,608	154,146	0	0	(1,546,462)
Housing and Development	548,603	52,006	13,731,505	0	13,234,908
Interest on long-term debt	353,498	0	0	0	(353,498)
Total governmental activities	27,551,810	2,303,015	14,665,134	592,960	(9,990,701)
Business-type activities					
Solid Waste	1,503,045	550,362	0	0	(952,683)
Waste-Water Facility	0	52,989	0	0	52,989
Golf Course	333,659	95,970	0	0	(237,689)
Development Authority	6,140,826	0	690,722	0	(5,450,104)
Total business-type activities	7,977,530	699,321	690,722	0	(6,587,487)
Total primary government	35,529,340	3,002,336	15,355,856	592,960	(16,578,188)
Component Units					
Rabun County Library					
Culture and Recreation	379,224	19,691	23,888	4,419	(331,226)
Rabun County Health Department					
Health and Welfare	718,033	231,751	433,130	0	(53,152)
Total component units	1,097,257	251,442	457,018	4,419	(384,378)
Primary Government					
	Governmental Activities	Business-Type Activities	Total	Component Units	
Change in net position					
Net (expense) revenue	\$ (9,990,701)	\$ (6,587,487)	\$ (16,578,188)	\$ (384,378)	
General revenues					
Taxes					
Property	18,457,099	0	18,457,099	0	
Sales	3,866,485	0	3,866,485	0	
Insurance premium	831,742	0	831,742	0	
Other	927,709	0	927,709	0	
Interest and investment earnings	588,156	8,616	596,772	333	
Rental revenue	0	597,261	597,261	0	
Gain on sale of assets	32,140	13,950	46,090	0	
Payments from Rabun County	0	0	0	371,612	
Miscellaneous	79,974	17,666	97,640	11,539	
Transfers	(7,648,084)	7,648,084	0	0	
Total general revenues and transfers	17,135,221	8,285,577	25,420,798	383,484	
Change in net position	7,144,520	1,698,090	8,842,610	(894)	
Net position - beginning	47,014,565	472,107	47,486,672	373,754	
Net position - ending	\$ 54,159,085	\$ 2,170,197	\$ 56,329,282	\$ 372,860	

RABUN COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

	General	SPLOST #6
ASSETS		
Cash and cash equivalents	\$ 4,846,601	\$ 4,215,039
Certificates of deposit	8,444,155	0
Restricted cash and cash equivalents	122,695	0
Receivables (net)		
Accounts	282,668	0
Intergovernmental	79,138	0
Taxes	112,418	0
Prepays	135,215	0
	<u>\$ 14,022,890</u>	<u>\$ 4,215,039</u>
Total assets	\$ 14,022,890	\$ 4,215,039
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 430,694	\$ 846,177
 Deferred inflows of resources		
Unavailable revenue - property taxes	44,446	0
 Fund balances		
Nonspendable prepaids	135,215	0
Restricted for:		
Judicial	0	0
Public safety	0	0
Public works	493,959	0
Health and welfare	122,695	0
Capital outlay	0	3,368,862
Assigned to:		
Public safety	0	0
Housing and development	0	0
Subsequent budget	585,751	0
Unassigned	12,210,130	0
	<u>13,547,750</u>	<u>3,368,862</u>
Total fund balances	13,547,750	3,368,862
Total liabilities, deferred inflows of resources, and fund balances	\$ 14,022,890	\$ 4,215,039

<u>SPLOST #7</u>	<u>Public Safety</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ 557,945	\$ 0	\$ 806,820	\$ 10,426,405
0	0	0	8,444,155
0	4,866,795	0	4,989,490
0	0	66,607	349,275
0	0	2,842	81,980
381,016	0	69,060	562,494
0	0	0	135,215
<u>\$ 938,961</u>	<u>\$ 4,866,795</u>	<u>\$ 945,329</u>	<u>\$ 24,989,014</u>
<u>\$ 611,314</u>	<u>\$ 45,736</u>	<u>\$ 3,264</u>	<u>\$ 1,937,185</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>44,446</u>
0	0	0	135,215
0	0	103,014	103,014
0	0	382,875	382,875
0	0	0	493,959
0	0	0	122,695
327,647	4,821,059	0	8,517,568
0	0	309,535	309,535
0	0	146,641	146,641
0	0	0	585,751
0	0	0	12,210,130
<u>327,647</u>	<u>4,821,059</u>	<u>942,065</u>	<u>23,007,383</u>
<u>\$ 938,961</u>	<u>\$ 4,866,795</u>	<u>\$ 945,329</u>	<u>\$ 24,989,014</u>

This page intentionally left blank.

RABUN COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
June 30, 2020

Total fund balance - total governmental funds \$ 23,007,383

Amounts reported for governmental activities in the statement of net position are different because:

Some assets are not financial resources and, therefore, are not reported in the funds. These are:

Capital assets, net of accumulated depreciation 47,987,292

Long-term assets (receivables) are not available to pay current period expenditures and, therefore, are deferred in the fund. These are unavailable property taxes. 44,446

Deferred outflows and inflows of resources related to pension and OPEB plans are applicable to future periods and, therefore, are not reported in the funds. These are:

Deferred outflows of resources - pension	\$ 1,005,769	
Deferred inflows of resources - pension	(491,584)	
Deferred outflows of resources - OPEB	18,992	
Deferred inflows of resources - OPEB	<u>(15,290)</u>	517,887

Long-term liabilities are not due and payable in the current period and are not reported in the funds.

These are:

Compensated absences	(333,858)	
Net pension liability	(2,573,039)	
Net OPEB liability	(350,663)	
Interest payable	(8,708)	
Capital leases payable	(162,895)	
Contracts payable	(3,243,760)	
Bonds payable	<u>(10,725,000)</u>	<u>(17,397,923)</u>

Net position of governmental activities \$ 54,159,085

RABUN COUNTY, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2020

	<u>General</u>	<u>SPLOST #6</u>
REVENUES		
Taxes	\$ 19,967,059	\$ 1,028,345
Licenses and permits	80,726	0
Fines, fees and forfeitures	368,892	0
Charges for services	1,292,678	0
Intergovernmental	1,376,064	0
Interest	561,463	51,332
Contributions	5,739	2,786
Other	79,974	0
	<u>23,732,595</u>	<u>1,082,463</u>
Total revenues		
EXPENDITURES		
Current		
General Government	3,540,473	0
Judicial	1,355,733	0
Public Safety	8,981,342	0
Public Works	2,607,011	0
Health and Welfare	958,720	0
Culture and Recreation	1,436,923	0
Housing and Development	1,323,244	0
Capital outlay	0	2,570,775
Intergovernmental	0	0
Debt service	617,517	1,678,069
	<u>20,820,963</u>	<u>4,248,844</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	<u>2,911,632</u>	<u>(3,166,381)</u>
Other financing sources (uses)		
Transfers in	52,989	136,995
Transfers out	(7,407,218)	(880,850)
Proceeds from sale of assets	98,427	0
Issuance of bonds payable	5,725,000	0
	<u>(1,530,802)</u>	<u>(743,855)</u>
Total other financing sources (uses)		
Net change in fund balance	1,380,830	(3,910,236)
Fund balances, July 1	<u>12,166,920</u>	<u>7,279,098</u>
Fund balances, June 30	<u><u>\$ 13,547,750</u></u>	<u><u>\$ 3,368,862</u></u>

<u>SPLOST #7</u>	<u>Public Safety</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ 2,838,139	\$ 0	\$ 239,021	\$ 24,072,564
0	0	0	80,726
0	0	112,087	480,979
0	0	441,686	1,734,364
0	0	0	1,376,064
22	25,795	898	639,510
0	0	45,785	54,310
0	0	0	79,974
<u>2,838,161</u>	<u>25,795</u>	<u>839,477</u>	<u>28,518,491</u>
0	0	0	3,540,473
0	0	32,677	1,388,410
0	0	1,100,191	10,081,533
0	0	0	2,607,011
0	0	0	958,720
0	0	0	1,436,923
0	0	187,063	1,510,307
82,290	45,736	0	2,698,801
2,391,105	0	0	2,391,105
37,119	159,000	0	2,491,705
<u>2,510,514</u>	<u>204,736</u>	<u>1,319,931</u>	<u>29,104,988</u>
<u>327,647</u>	<u>(178,941)</u>	<u>(480,454)</u>	<u>(586,497)</u>
0	0	450,000	639,984
0	0	0	(8,288,068)
0	0	0	98,427
0	5,000,000	0	10,725,000
<u>0</u>	<u>5,000,000</u>	<u>450,000</u>	<u>3,175,343</u>
327,647	4,821,059	(30,454)	2,588,846
<u>0</u>	<u>0</u>	<u>972,519</u>	<u>20,418,537</u>
<u>\$ 327,647</u>	<u>\$ 4,821,059</u>	<u>\$ 942,065</u>	<u>\$ 23,007,383</u>

This page intentionally left blank.

RABUN COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2020

Net change in fund balances - total governmental funds \$ 2,588,846

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlays	\$ 1,838,596	
Depreciation	<u>(3,216,069)</u>	(1,377,473)

In the statement of activities, the gain or loss on the sale or disposal of assets is reported, whereas in the governmental funds the proceeds from the sale increase financial resources.

Cost of assets disposed	(247,231)	
Related accumulated depreciation	<u>180,944</u>	(66,287)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include recognition of unavailable revenue. 17,414

Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

Pension contributions	738,619	
Cost of benefits earned, net of employee contributions	<u>(798,549)</u>	(59,930)

Governmental funds report OPEB contributions as expenditures. However, in the statement of activities, the cost of OPEB benefits earned net of employee contributions is reported as OPEB expense.

OPEB contributions	9,258	
Cost of benefits earned, net of employee contributions	<u>(14,384)</u>	(5,126)

The proceeds of debt issuance, net of premiums, discounts and issuance costs provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In addition, interest on long-term debt is not recognized in the governmental funds until due, but is recognized in the statement of activities as it accrues.

Debt proceeds	(10,725,000)	
Debt principal payments	1,978,861	
Amortization of bond premiums	44,861	
Net change in guarantee obligation	14,694,511	
Net change in interest payable	<u>346</u>	5,993,579

Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds.

Net change in compensated absences		<u>53,497</u>
------------------------------------	--	---------------

Change in net position of governmental activities		<u><u>\$ 7,144,520</u></u>
---	--	----------------------------

RABUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2020

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 18,798,520	\$ 19,413,520	\$ 19,967,059	\$ 553,539
Licenses and permits	63,500	63,500	80,726	17,226
Fines, fees and forfeitures	517,500	517,500	368,892	(148,608)
Charges for services	1,314,702	1,314,702	1,292,678	(22,024)
Intergovernmental	891,993	1,391,993	1,376,064	(15,929)
Interest	45,000	45,000	561,463	516,463
Contributions	11,500	11,500	5,739	(5,761)
Other	130,087	130,087	79,974	(50,113)
Total revenues	21,772,802	22,887,802	23,732,595	844,793
EXPENDITURES				
Current				
General Government				
General Administration	549,930	581,930	581,482	448
Finance	373,285	387,285	383,284	4,001
Elections	381,673	446,673	441,243	5,430
Board of Commissioners	161,156	236,156	233,850	2,306
Human Resources	447,727	472,727	467,419	5,308
Tax Commissioner	402,956	402,956	363,027	39,929
Tax Assessors	338,498	338,498	331,771	6,727
Buildings and Properties	749,131	749,131	738,397	10,734
Judicial				
Clerk of Court	442,917	442,917	425,396	17,521
Probate Court	318,337	318,337	266,152	52,185
Administration of Justice	380,272	380,272	373,409	6,863
District Attorney	291,919	291,919	290,776	1,143
Public Safety				
Sheriff	2,331,517	2,259,933	2,064,980	194,953
Rabun County Jail	2,035,725	2,035,725	1,788,306	247,419
Coroner	32,453	32,453	22,554	9,899
Emergency Management Agency	154,670	154,670	147,169	7,501
Fire Department	1,299,162	1,299,162	1,206,023	93,139
County Marshal	357,100	357,100	347,361	9,739
E911 Mapping & Addressing	154,088	154,088	133,133	20,955
Drug Task Force	337,713	387,713	379,423	8,290
Emergency Medical Service	2,742,180	2,742,180	2,556,899	185,281
Boggs Mountain Animal Shelter	363,111	363,111	335,494	27,617
Public Works				
Roads and Bridges	2,441,816	2,441,816	2,269,511	172,305
Water and Sewer Authority	337,500	337,500	337,500	0
Health and Welfare				
Public Health	115,120	115,120	65,290	49,830
Public Welfare	51,500	51,500	32,131	19,369
Program on Aging	755,758	755,758	750,299	5,459
Court Appointed Special Advocates	11,000	11,000	11,000	0
F.A.I.T.H.	100,000	100,000	100,000	0

RABUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2020

	Budget		Actual	Variance with Final Budget
	Original	Final		
Culture and Recreation				
Civic Center	\$ 192,659	\$ 192,659	\$ 153,681	\$ 38,978
Recreation	715,941	783,941	761,803	22,138
Rabun Arena	183,639	183,639	161,864	21,775
Rabun County Library	351,882	353,882	353,838	44
Rabun County Historical Society	5,672	5,672	5,737	(65)
Housing and Development				
Extension Service	46,541	46,541	43,710	2,831
Planning Commission	94,351	94,351	88,115	6,236
Economic Development	1,293,490	6,814,490	1,177,304	5,637,186
Soil Erosion Control	16,280	16,280	14,115	2,165
Total Current	21,358,669	27,139,085	20,203,446	6,935,639
Debt Service				
Public Safety	84,416	106,000	105,520	480
Public Works	0	334,000	333,004	996
Housing and Development	0	179,000	178,993	7
Total expenditures	21,443,085	27,758,085	20,820,963	6,937,122
Excess (deficiency) of revenues over (under) expenditures	329,717	(4,870,283)	2,911,632	7,781,915
Other financing sources (uses)				
Transfers in	0	0	52,989	52,989
Transfers out	(1,886,635)	(1,886,635)	(7,407,218)	(5,520,583)
Proceeds from sale of assets	8,500	8,500	98,427	89,927
Issuance of bonds payable	0	5,200,000	5,725,000	525,000
Total other financing sources (uses)	(1,878,135)	3,321,865	(1,530,802)	(4,852,667)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(1,548,418)	(1,548,418)	1,380,830	2,929,248
Fund balances, July 1	1,548,418	1,548,418	12,166,920	10,618,502
Fund balances, June 30	\$ 0	\$ 0	\$ 13,547,750	\$ 13,547,750

RABUN COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2020

	Business-Type Activities	
	Solid Waste	Waste-Water Facility
ASSETS		
Current assets		
Cash and cash equivalents	\$ 416,442	\$ 0
Investments	0	0
Accounts receivable (net)	42,801	0
Notes receivable	0	0
Prepays	0	0
Total current assets	459,243	0
Noncurrent assets		
Notes receivable	0	0
Capital assets		
Non-depreciable	1,106,031	0
Depreciable (net)	1,152,202	0
Total noncurrent assets	2,258,233	0
Total assets	2,717,476	0
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources - pension	26,501	0
Deferred outflows of resources - OPEB	869	0
Total deferred outflows of resources	27,370	0
LIABILITIES		
Current liabilities		
Accounts payable	27,711	0
Compensated absences	10,518	0
Closure/post-closure care	52,370	0
Total current liabilities	90,599	0
Noncurrent liabilities		
Net pension liability	77,930	0
Net OPEB liability	14,249	0
Closure/post-closure care	2,787,933	0
Total noncurrent liabilities	2,880,112	0
Total liabilities	2,970,711	0
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources - pension	28,073	0
Deferred inflows of resources - OPEB	732	0
Total deferred inflows of resources	28,805	0
NET POSITION		
Investment in capital assets	2,258,233	0
Unrestricted	(2,512,903)	0
Total net position	\$ (254,670)	\$ 0

Business-Type Activities			
Golf Course	Development Authority	Building Authority	Totals
\$ 3,872	\$ 607,960	\$ 5,679	\$ 1,033,953
0	10,001	0	10,001
0	0	0	42,801
0	28,878	0	28,878
900	0	0	900
<u>4,772</u>	<u>646,839</u>	<u>5,679</u>	<u>1,116,533</u>
0	110,885	0	110,885
19,800	275,750	0	1,401,581
1,432,252	0	0	2,584,454
<u>1,452,052</u>	<u>386,635</u>	<u>0</u>	<u>4,096,920</u>
<u>1,456,824</u>	<u>1,033,474</u>	<u>5,679</u>	<u>5,213,453</u>
16,100	0	0	42,601
443	0	0	1,312
<u>16,543</u>	<u>0</u>	<u>0</u>	<u>43,913</u>
1,644	3,232	0	32,587
12,261	0	0	22,779
0	0	0	52,370
<u>13,905</u>	<u>3,232</u>	<u>0</u>	<u>107,736</u>
48,348	0	0	126,278
7,509	0	0	21,758
0	0	0	2,787,933
<u>55,857</u>	<u>0</u>	<u>0</u>	<u>2,935,969</u>
<u>69,762</u>	<u>3,232</u>	<u>0</u>	<u>3,043,705</u>
14,288	0	0	42,361
371	0	0	1,103
<u>14,659</u>	<u>0</u>	<u>0</u>	<u>43,464</u>
1,452,052	275,750	0	3,986,035
(63,106)	754,492	5,679	(1,815,838)
<u>\$ 1,388,946</u>	<u>\$ 1,030,242</u>	<u>\$ 5,679</u>	<u>\$ 2,170,197</u>

RABUN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2020

	Business-Type Activities	
	Solid Waste	Waste-Water Facility
OPERATING REVENUES		
Charges for sales and services	\$ 550,362	\$ 52,989
Rental revenue	0	0
Other revenue	0	0
Total operating revenues	550,362	52,989
OPERATING EXPENSES		
Costs of sales and services	653,271	0
Personal services	713,363	0
Depreciation	136,411	0
Total operating expenses	1,503,045	0
Operating income (loss)	(952,683)	52,989
Non-operating revenues (expenses)		
Intergovernmental revenue	0	0
Interest revenue	753	0
Interest expense	0	0
Gain (loss) on sale of assets	13,950	0
Total non-operating revenues (expenses)	14,703	0
Net income (loss) before transfers	(937,980)	52,989
Transfers in (out)		
Transfers in	878,790	0
Transfers out	0	(52,989)
Total transfers in (out)	878,790	(52,989)
Change in net position	(59,190)	0
Net position, July 1	(195,480)	0
Net position, June 30	\$ (254,670)	\$ 0

Business-Type Activities			
Golf Course	Development Authority	Building Authority	Totals
\$ 95,970	\$ 0	\$ 0	\$ 699,321
0	597,261	0	597,261
0	17,666	0	17,666
<u>95,970</u>	<u>614,927</u>	<u>0</u>	<u>1,314,248</u>
66,352	303,427	0	1,023,050
254,320	0	0	967,683
12,987	194,846	0	344,244
<u>333,659</u>	<u>498,273</u>	<u>0</u>	<u>2,334,977</u>
<u>(237,689)</u>	<u>116,654</u>	<u>0</u>	<u>(1,020,729)</u>
0	690,722	0	690,722
53	7,801	9	8,616
0	(445,419)	0	(445,419)
0	(5,197,134)	0	(5,183,184)
<u>53</u>	<u>(4,944,030)</u>	<u>9</u>	<u>(4,929,265)</u>
<u>(237,636)</u>	<u>(4,827,376)</u>	<u>9</u>	<u>(5,949,994)</u>
1,257,543	5,564,740	0	7,701,073
0	0	0	(52,989)
<u>1,257,543</u>	<u>5,564,740</u>	<u>0</u>	<u>7,648,084</u>
1,019,907	737,364	9	1,698,090
369,039	292,878	5,670	472,107
<u>\$ 1,388,946</u>	<u>\$ 1,030,242</u>	<u>\$ 5,679</u>	<u>\$ 2,170,197</u>

RABUN COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2020

	Business-Type Activities	
	Solid Waste	Waste-Water Facility
Cash flows from operating activities:		
Receipts from customers	\$ 553,708	\$ 52,989
Payments to suppliers	(642,226)	0
Payments to employees	(733,350)	0
Other receipts	0	0
	(821,868)	52,989
Net cash provided (used) by operating activities		
Cash flows from non-capital financing activities:		
Receipts from promissory notes	0	0
Receipts from other governments	0	0
Receipts from other funds	855,483	0
Payments to other funds	0	(52,989)
	855,483	(52,989)
Net cash provided (used) by non-capital financing activities		
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(88,346)	0
Proceeds from sale of assets	14,245	0
Receipts from other funds	23,307	0
Principal payments on bonds	0	0
Interest paid	0	0
	(50,794)	0
Net cash provided (used) by capital and related financing activities		
Cash flows from investing activities:		
Interest received	753	0
	(16,426)	0
Net increase (decrease) in cash and cash equivalents		
Cash and cash equivalents, July 1	432,868	0
	\$ 416,442	\$ 0
Cash and cash equivalents, June 30		
	\$ 416,442	\$ 0
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (952,683)	\$ 52,989
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	136,411	0
Closure/postclosure care costs	16,686	0
(Increase) decrease in accounts receivable	3,346	0
(Increase) decrease in prepaids	0	0
(Increase) decrease in deferred outflows of resources - pension	19,499	0
(Increase) decrease in deferred outflows of resources - OPEB	(869)	0
Increase (decrease) in accounts payable	(5,641)	0
Increase (decrease) in customer deposits payable	0	0
Increase (decrease) in accrued payroll liabilities	(24,089)	0
Increase (decrease) in net pension liability	(39,141)	0
Increase (decrease) in net OPEB liability	1,044	0
Increase (decrease) in deferred inflows of resources - pension	23,187	0
Increase (decrease) in deferred inflows of resources - OPEB	382	0
	130,815	0
Total adjustments		
Net cash provided (used) by operating activities	\$ (821,868)	\$ 52,989

Business-Type Activities

<u>Golf Course</u>	<u>Development Authority</u>	<u>Building Authority</u>	<u>Totals</u>
\$ 95,970	\$ 519,084	\$ 0	\$ 1,221,751
(67,134)	(331,385)	0	(1,040,745)
(262,895)	0	0	(996,245)
<u>0</u>	<u>17,666</u>	<u>0</u>	<u>17,666</u>
<u>(234,059)</u>	<u>205,365</u>	<u>0</u>	<u>(797,573)</u>
0	30,324	0	30,324
0	690,722	0	690,722
400,000	0	0	1,255,483
<u>0</u>	<u>0</u>	<u>0</u>	<u>(52,989)</u>
<u>400,000</u>	<u>721,046</u>	<u>0</u>	<u>1,923,540</u>
(1,140,374)	0	0	(1,228,720)
0	6,340,370	0	6,354,615
857,543	5,564,740	0	6,445,590
0	(14,120,000)	0	(14,120,000)
<u>0</u>	<u>(602,987)</u>	<u>0</u>	<u>(602,987)</u>
<u>(282,831)</u>	<u>(2,817,877)</u>	<u>0</u>	<u>(3,151,502)</u>
53	7,801	9	8,616
(116,837)	(1,883,665)	9	(2,016,919)
120,709	2,491,625	5,670	3,050,872
<u>\$ 3,872</u>	<u>\$ 607,960</u>	<u>\$ 5,679</u>	<u>\$ 1,033,953</u>
<u>\$ (237,689)</u>	<u>\$ 116,654</u>	<u>\$ 0</u>	<u>\$ (1,020,729)</u>
12,987	194,846	0	344,244
0	0	0	16,686
0	8,208	0	11,554
(900)	0	0	(900)
9,896	0	0	29,395
(443)	0	0	(1,312)
118	(27,958)	0	(33,481)
0	(86,385)	0	(86,385)
(10,532)	0	0	(34,621)
(18,887)	0	0	(58,028)
504	0	0	1,548
10,702	0	0	33,889
<u>185</u>	<u>0</u>	<u>0</u>	<u>567</u>
<u>3,630</u>	<u>88,711</u>	<u>0</u>	<u>223,156</u>
<u>\$ (234,059)</u>	<u>\$ 205,365</u>	<u>\$ 0</u>	<u>\$ (797,573)</u>

RABUN COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2020

	Agency Funds
ASSETS	
Cash	\$ 1,227,431
Taxes receivable, net	132,800
Total assets	\$ 1,360,231
 LIABILITIES	
Due to other agencies	\$ 1,360,231

RABUN COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2020

	<u>Rabun County Library</u>	<u>Rabun County Health Department</u>	<u>Totals</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 126,518	\$ 794,551	\$ 921,069
Certificates of deposit	16,628	0	16,628
Accounts receivable (net)	0	39,245	39,245
Prepays	1,500	0	1,500
	<u>144,646</u>	<u>833,796</u>	<u>978,442</u>
Noncurrent assets			
Depreciable capital assets (net)	<u>161,538</u>	<u>11,505</u>	<u>173,043</u>
Total assets	<u>306,184</u>	<u>845,301</u>	<u>1,151,485</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pension	0	129,789	129,789
Deferred outflows of resources - OPEB	<u>0</u>	<u>44,406</u>	<u>44,406</u>
Total deferred outflows of resources	<u>0</u>	<u>174,195</u>	<u>174,195</u>
LIABILITIES			
Current liabilities			
Accounts payable	845	0	845
Accrued salaries and payroll liabilities	8,781	0	8,781
Compensated absences	<u>0</u>	<u>49,267</u>	<u>49,267</u>
Total current liabilities	<u>9,626</u>	<u>49,267</u>	<u>58,893</u>
Noncurrent liabilities			
Net pension liability	0	545,321	545,321
Net OPEB liability	<u>0</u>	<u>116,196</u>	<u>116,196</u>
Total noncurrent liabilities	<u>0</u>	<u>661,517</u>	<u>661,517</u>
Total liabilities	<u>9,626</u>	<u>710,784</u>	<u>720,410</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	0	24,123	24,123
Deferred inflows of resources - OPEB	<u>0</u>	<u>208,287</u>	<u>208,287</u>
Total deferred inflows of resources	<u>0</u>	<u>232,410</u>	<u>232,410</u>
NET POSITION			
Investment in capital assets	161,538	11,505	173,043
Restricted for health and welfare	0	4,976	4,976
Unrestricted	<u>135,020</u>	<u>59,821</u>	<u>194,841</u>
Total net position	<u>\$ 296,558</u>	<u>\$ 76,302</u>	<u>\$ 372,860</u>

RABUN COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the fiscal year ended June 30, 2020

	<u>Rabun County Library</u>	<u>Rabun County Health Department</u>	<u>Totals</u>
Expenses			
Health and Welfare	\$ 0	\$ 718,033	\$ 718,033
Culture and Recreation	379,224	0	379,224
Total expenses	<u>379,224</u>	<u>718,033</u>	<u>1,097,257</u>
Program revenues			
Charges for services	19,691	231,751	251,442
Operating grants and contributions	23,888	433,130	457,018
Capital grants and contributions	4,419	0	4,419
Total program revenues	<u>47,998</u>	<u>664,881</u>	<u>712,879</u>
Net (expense) revenue	<u>(331,226)</u>	<u>(53,152)</u>	<u>(384,378)</u>
General revenues			
Interest	333	0	333
Payments from Rabun County	321,612	50,000	371,612
Miscellaneous	11,539	0	11,539
Total general revenues	<u>333,484</u>	<u>50,000</u>	<u>383,484</u>
Change in net position	2,258	(3,152)	(894)
Net position - beginning	<u>294,300</u>	<u>79,454</u>	<u>373,754</u>
Net position - ending	<u>\$ 296,558</u>	<u>\$ 76,302</u>	<u>\$ 372,860</u>

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

1. Description of Government Unit

Rabun County, Georgia (the County) is located in the foothills of the Georgia mountains about seventy-five miles northeast of Atlanta.

The County provides a full range of governmental services, including public safety, health and welfare services, recreational programs, public works, water and sewer services, and solid waste services.

The government is governed by an elected five member commission and five Constitutional Officers; Tax Commissioner, Magistrate Judge, Probate Judge, Sheriff, and Clerk of Superior Court.

2. Summary of Significant Accounting Policies

A. Description of Government-wide Financial Statements

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

B. Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of Rabun County (the primary government) and material component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational and financial relationship with the County.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

In conformity with generally accepted accounting principles, as set forth in Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, the financial statements of component units have been included either as blended or discretely presented component units.

Blended Component Units – Blended component units, although legally separate entities, are, in substance, part of the Government’s operations.

Development Authority of Rabun County – The Development Authority of Rabun County was created by an act of the Georgia Assembly on March 19, 1992. The purpose of the Development Authority is to provide for the economic development of Rabun County; to promote for the public good and general welfare infrastructure, trade, commerce, business, industry, research, training support services, eleemosynary institutions, and employment opportunities. Governing the Authority is a Board in which the majority is appointed by the Rabun County Board of Commissioners. Rabun County funds the operation of the Authority when required. Rabun County can significantly influence the activities of the Authority by the appointment of the Director of Development, a County employee who is responsible for the day-to-day operations of the Authority. Through an intergovernmental contract, the County is also responsible for the repayment of the debt of the Authority. Separate financial statements are not issued. The Authority was previously presented discretely.

Rabun County Building Authority – The Rabun County Building Authority was created on March 30, 1994 by an act of the Georgia Assembly (HB No. 2011). The Act authorizes the Building Authority to acquire, construct, and equip self-liquidating projects, including, but not limited to, buildings, sanitary and surface water sewers, streets, roads and public facilities of every nature, type and character, for use by Rabun County for its governmental, proprietary, public and administrative functions. Rabun County is granted the right and power by proper resolution of its governing authority to sell or lease to the Authority lands and buildings owned by it, to borrow money for any of its corporate purposes, to issue revenue bonds payable solely from funds pledged for that purpose and provide for the payment of the same for the rights of the holders thereof, among other provisions of the “Act”. Separate financial statements are not issued. The Authority was previously presented discretely.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

The Authority is governed by a five member Board of Directors, all of whom are appointed for three year terms by the Rabun County Board of Commissioners. Through an intergovernmental contract, the County is also responsible for the repayment of the debt of the Authority. Separate financial statements are not issued.

Discretely Presented Component Units – Discretely presented component units are reported in a separate column in the combined financial statements to emphasize they are legally separate from the government

Rabun County Library – The Rabun County Library is a member of the Northeast Georgia Regional Library System which also includes the counties of Rabun, Stephens, and White. The system is governed by the Regional Board of Trustees and each affiliated County has a County Board of Trustees. The Rabun County Library's Board of Trustees are appointed by the Board of Commissioners of Rabun County. Rabun County primarily funds the Library and approves its budgets. Complete financial statements can be obtained from the administrative offices of the Rabun County Library, 73 Jo Dotson Circle, Clayton, GA 30525.

Rabun County Health Department – The Rabun County Health Department was established as a legally separate entity and operates pursuant to the Georgia Health Code 88-2, Georgia Laws 1964. The District Health Director is the Executive Officer of the Rabun County Health Department and is responsible for the overall coordination of the local health activities. The Rabun County Health Department is funded by the State and County under the Grant-in-Aid provisions, and operated under the supervision of the local Board of Health. Complete financial statements can be obtained from the administrative offices of the Rabun County Health Department, 184 South Main Street, Clayton, GA 30525.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

C. Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the government has two discretely presented component units. While they are not considered to be major component units, they are nevertheless aggregated and shown in a separate column in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation – Fund Financial Statements

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

The County reports the following major governmental funds:

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

Special Purpose Local Option Sales Tax #6 Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of capital facilities financed by special purpose local option sales taxes.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Special Purpose Local Option Sales Tax #7 Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of capital facilities financed by special purpose local option sales taxes.

Public Safety Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of public safety capital facilities financed by proceeds from bonds payable.

The County reports the following major proprietary funds:

Solid Waste Fund – This fund is used to account for the activities of solid waste disposal and recycling programs for Rabun County.

Waste-Water Facility Fund – This fund is used to account for activities connected with the waste water and water treatment facility of Rabun County.

Golf Course Fund – This fund accounts for the operations of the County owned golf facility. Rabun County purchased the Golf Course on July 1, 2009.

Development Authority Enterprise Fund - This fund is used to account for activities of the Development Authority of Rabun County, which exists to provide for the economic development of Rabun County.

Building Authority Enterprise Fund - This fund is used to account for activities of the Rabun County Building Authority, which exists to acquire, construct, and equip self-liquidating projects for use by Rabun County

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Additionally, the County reports the following fund types:

Governmental Fund Types

Special Revenue Funds - This fund type is used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

Capital Projects Funds – This fund type is used to account for financial resources to be used for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds).

Fiduciary Fund Types

Agency Funds – Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that are held either for the County or for others.

Component Units

The Rabun County Library and Rabun County Health Department are accounted for using a current financial resources measurement focus and use the modified accrual basis of accounting. Under this method, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). The Development Authority of Rabun County and Rabun County Building Authority are accounted for using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Private-sector standards of accounting and financial reporting issued on or before November 30, 1989, are generally followed in the governmental and business type activities and enterprise fund financial statements to the extent that those standards do no conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option for following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

E. Measurement Focus and Basis of Accounting

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

F. Revenues and Expenditures/Expenses

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

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

The Board of Commissioners adopts an annual budget for all governmental fund types, prior to July 1, except for the Capital Projects Funds. The Capital Projects Funds are budgeted by the Board of Commissioners when capital projects are approved. The operating budget includes proposed expenditures and the means of financing them. The budget is legally enacted at a public meeting.

Each year in April, a Budget Committee consisting of the Board of Commissioners, the County Manager, and the Financial Director prepare the proposed budget. Budget requests from the various County departments are presented to this committee for consideration. Public hearings are held to discuss the proposed budget and to obtain input from the citizens of Rabun County.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

G. Budgets and Budgetary Accounting, continued

These hearings are publicized in the local newspaper for at least one week before the hearings, and the budget document is made available for public inspection during this time.

The final proposed budget is presented at a Board of Commissioners meeting for final passage prior to July 1.

The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is the department level. Any changes in total departmental expenditures/expenses, personnel benefits, or capital purchases must be approved by the Board of Commissioners.

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) at the legal level of budgetary control which is the department, sub-department, or project level. Expenditures may not exceed the appropriations within a fund. Budgets, as reported in the financial statements, are as originally passed by ordinance and subsequently amended. During the year, several supplementary appropriations are made as needed. The results are increases and decreases to the appropriations within the funds. All annual appropriations lapse at year end. The County does not use the encumbrance system of accounting.

H. Cash and Investments

Cash and equivalents, as reported in the statement of cash flows, includes amounts in demand deposits, amounts with fiscal agents, and investments with an original maturity at three months or less. Investments are reported at fair market value with accrued interest shown under a separate caption on the balance sheet. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts.

I. Intergovernmental Receivables

Receivables from state, federal, and local governments are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

J. Prepaids

Payments made to vendors for services that will benefit periods beyond the current fiscal year are recorded as prepaids. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

GASB Statement No. 34 required the County to report and depreciate new infrastructure assets effective with the beginning of the fiscal year ended June 30, 2003. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. Neither their historical costs nor related depreciation had historically been reported in the financial statements. The County has previously implemented the requirements for retroactive reporting of major general infrastructure assets acquired in 1981 forward. The County elected not to report general infrastructure assets placed into service prior to July 1, 1980.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are reported at acquisition value.

Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets ranging as follows:

	Useful Life in Years	Capitalization Threshold
Land	N/A	\$ 1
Buildings and improvements	7-40	\$ 5,000
Land Improvements	15	\$ 5,000
Machinery and Equipment	7-10	\$ 5,000
Furniture and Fixtures	7	\$ 5,000
Vehicles	5-10	\$ 5,000
Computer Equipment and Software	3-5	\$ 5,000
Distribution System	50	\$ 5,000
Infrastructure	15-50	\$ 50,000

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

K. Capital Assets, continued

The costs of normal maintenance and repairs that do not add value or materially extend the life of the asset are charged to operations as incurred. Costs of major additions and improvements are capitalized.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The County reports deferred outflows of resources for their defined benefit pension plan and OPEB plan.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item that arises only 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. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to their defined benefit pension plan and OPEB plan.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

M. Net Position Flow Assumption

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

N. Fund Balance Flow Assumption

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

O. Restricted Assets and Restricted Net Position

Restricted assets represent certain resources restricted by funding source or required to be set aside for the repayment of debt. They are maintained in a separate bank account and their use is limited.

Restricted net position is equal to the excess of the restricted assets funded from operations over the liabilities to be paid with restricted assets which are due in one year or less. Restricted assets exclude bond proceeds for calculation of restricted net position.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

P. Fund Balances – Governmental Funds

Rabun County implemented GASB No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in fiscal year 2011. In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. All amounts reported as nonspendable at the end of the current fiscal year by the County are nonspendable in form. The County has not reported any amounts that are legally or contractually required to be maintained intact.

Restricted – includes amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed – includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision making authority. The Board of Commissioners (the County's highest level of authority) has authority to set aside funds for a specific purpose. Any funds set aside as Committed Fund Balance requires the passage of a resolution. The passage of the resolution must take place prior to the end of the applicable fiscal year. If the actual amount of the commitment is not available by the end of the fiscal year, the resolution, must state the process or formula to calculate the actual amount as soon as information is available. Commitments may be changed or lifted only by the Board taking the same formal action that imposed the constraint originally.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

P. Fund Balances – Governmental Funds, continued

Assigned – includes amounts that are intended to be used by the County for a specific purpose. Intent can only be expressed by the Board of Commissioners or their designee. An assignment of fund balance requires the majority vote of the Board. However, the Board has authorized the County Manager or designee to automatically assign fund balance in the following situations:

- If upon passage of a budget resolution, any fund balance is used to balance a future budget, the amount used will be automatically recorded as assigned fund balance.
- If any unspent funds for an ongoing capital project or donations for a specific purpose remain at fiscal year end, these funds will be automatically recorded as assigned fund balance until the project is complete or the donation has been spent for its intended purpose.
- If any residual fund balance exists in a special revenue fund, they will be automatically recorded as Assigned Fund Balance.

The County Manager has determined that all equity amounts reported in special revenue funds, capital project funds, debt service funds, or permanent funds not otherwise classified as nonspendable, restricted, or committed shall constitute assignments of fund balance.

Unassigned – includes amounts that do not fall into one of the above four categories. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund is the only fund that should report this category of fund balance.

The County will make every effort to use unassigned funds following purposes (listed in order of priority):

- To address unexpected revenue shortfalls or expenditures encountered in the current fiscal year.
- To fund nonrecurring capital expenditures. Unassigned fund balance will not be used to fund recurring expenditures or to compensate for structural budget deficits.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

P. Fund Balances – Governmental Funds, continued

When an expenditure is incurred for the purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the County to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it shall be the policy of the County that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

Q. Compensation for Future Absences

It is the County's policy to permit employees to accumulate earned but unused vacation benefits which will be paid to the employees upon separation from County service. Accumulated unpaid vacation pay amounts are accrued when incurred by the County in the government-wide, proprietary, and fiduciary fund financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. In governmental fund types, a liability is recorded only if the benefit has matured and is expected to be liquidated with expendable available financial resources.

R. Long-Term Obligations

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

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

2. Summary of Significant Accounting Policies (continued)

R. Long-Term Obligations, continued

In the fund financial statements, governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. The face amount of debt issued is reported as an other financing source. Premiums received on debt issuances are reported as other financial sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

S. Pension and OPEB Plans

For purposes of measuring the net pension liability, net OPEB liability, deferred outflows/inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

T. Capital Contributions

Federal, state and local government assistance in the form of grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment is recorded as an asset and as non-operating revenue.

3. Deposit and Investment Risk

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned. The County has no formal policy, but follows the State of Georgia requirement that all deposits be federally insured or fully collateralized.

Interest Rate Risk

The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

3. Deposit and Investment Risk (continued)

Concentration of Credit Risk

The County has no formal policy on the amount the County may invest in any one issuer.

Foreign currency risk

The County has no investments denominated in a foreign currency.

Credit Risk

State of Georgia law limits investments to include certificates of deposit, repurchase agreements, direct and agency obligations of the United States, obligations of the State of Georgia or other states, obligations of other political subdivisions of the State of Georgia, and pooled investment programs of the State of Georgia. The County has no investment policy that would further limit its investment choices. Investments are reported at fair value.

4. Accounts Receivable

Net accounts receivable at the end of the current fiscal year consist of the following:

Primary Government:

Major Funds

General Fund	\$ 392,709		
Less: Allowance for Uncollectibles	(110,041)	\$	282,668

Enterprise Funds			
Solid Waste			42,801

Nonmajor Funds

Emergency 911 Special Revenue Fund			66,607
------------------------------------	--	--	--------

Total primary government		\$	392,076
--------------------------	--	----	---------

Component Units:

Rabun County Health Department		\$	39,245
--------------------------------	--	----	--------

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

5. Intergovernmental Receivables

Intergovernmental receivables at the end of the current fiscal year consist of the following:

Primary Government:

Major Funds

General Fund	\$ 79,138
--------------	-----------

Nonmajor Funds

Jail Special Revenue Fund	<u>2,842</u>
---------------------------	--------------

Total primary government	<u><u>\$ 81,980</u></u>
--------------------------	-------------------------

6. Property Taxes

Property tax rates are set by the Board of Commissioners each year and are limited by statutory or constitutional provision. Property values are assessed as of January 1st each year. Property taxes for digest year 2019, based upon the assessments of January 1, 2019, were levied on September 19, 2019, billed on September 20, 2019, and due on December 20, 2019. Tax liens may be issued 90 days after the due date.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

7. Interfund Transfers

A summary of interfund transfers for the current fiscal year is as follows:

<u>Transfer Out Fund</u>	<u>Transfer In Fund</u>	<u>Amount</u>
General	SPLOST #6	\$ 136,995
	Solid Waste	855,483
	Golf	400,000
	Development Authority	5,564,740
	Nonmajor Governmental	450,000
SPLOST #6	Solid Waste	23,307
	Golf	857,543
Waste-Water Facility	General	<u>52,989</u>
		<u><u>\$ 8,341,057</u></u>

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, and 2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group or business-type fund group.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

8. Capital Assets

Capital asset activity for the primary government for the current fiscal year was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Non-depreciable assets				
Land	\$ 2,184,458	\$ 411,730	\$ 0	\$ 2,596,188
Construction in progress	1,105,133	368,387	(493,570)	979,950
Total non-depreciable assets	<u>3,289,591</u>	<u>780,117</u>	<u>(493,570)</u>	<u>3,576,138</u>
Depreciable assets				
Buildings	35,922,374	515,979	0	36,438,353
Machinery and equipment	7,392,890	217,695	0	7,610,585
Vehicles	10,662,821	695,594	(247,231)	11,111,184
Infrastructure	43,218,865	122,781	0	43,341,646
Total depreciable assets	<u>97,196,950</u>	<u>1,552,049</u>	<u>(247,231)</u>	<u>98,501,768</u>
Less accumulated depreciation				
Buildings	(10,021,135)	(822,714)	0	(10,843,849)
Machinery and equipment	(4,919,761)	(543,686)	0	(5,463,447)
Vehicles	(8,152,924)	(823,561)	180,944	(8,795,541)
Infrastructure	(27,961,669)	(1,026,108)	0	(28,987,777)
Total accumulated depreciation	<u>(51,055,489)</u>	<u>(3,216,069)</u>	<u>180,944</u>	<u>(54,090,614)</u>
Total depreciable assets, net	<u>46,141,461</u>	<u>(1,664,020)</u>	<u>(66,287)</u>	<u>44,411,154</u>
Governmental activities capital assets, net	<u>\$ 49,431,052</u>	<u>\$ (883,903)</u>	<u>\$ (559,857)</u>	<u>\$ 47,987,292</u>

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

8. Capital Assets (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities				
Non-depreciable assets				
Land	\$ 2,364,796	\$ 0	\$ (963,215)	\$ 1,401,581
Construction in progress	282,057	1,107,543	(1,389,600)	0
Total non-depreciable assets	<u>2,646,853</u>	<u>1,107,543</u>	<u>(2,352,815)</u>	<u>1,401,581</u>
Depreciable assets				
Buildings	13,707,781	1,412,909	(13,010,481)	2,110,209
Furniture and fixtures	61,014	0	(61,014)	0
Land improvements	94,800	0	(94,800)	0
Machinery and equipment	1,418,920	97,868	(29,930)	1,486,858
Vehicles	485,988	0	0	485,988
Infrastructure	301,048	0	0	301,048
Total depreciable assets	<u>16,069,551</u>	<u>1,510,777</u>	<u>(13,196,225)</u>	<u>4,384,103</u>
Less accumulated depreciation				
Buildings	(2,702,079)	(204,045)	2,520,261	(385,863)
Furniture and fixtures	(56,102)	(1,423)	57,525	0
Land improvements	(10,533)	(3,687)	14,220	0
Machinery and equipment	(926,901)	(112,782)	29,635	(1,010,048)
Vehicles	(357,347)	(10,232)	0	(367,579)
Infrastructure	(24,084)	(12,075)	0	(36,159)
Total accumulated depreciation	<u>(4,077,046)</u>	<u>(344,244)</u>	<u>2,621,641</u>	<u>(1,799,649)</u>
Total depreciable assets, net	<u>11,992,505</u>	<u>1,166,533</u>	<u>(10,574,584)</u>	<u>2,584,454</u>
Business-type activities capital assets, net	<u>\$ 14,639,358</u>	<u>\$ 2,274,076</u>	<u>\$ (12,927,399)</u>	<u>\$ 3,986,035</u>

Capital asset activity for the discretely presented component units for the current fiscal year was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Rabun County Library				
Depreciable assets				
Furniture and equipment	\$ 198,179	\$ 11,377	\$ (105,827)	\$ 103,729
Books and collections	1,159,192	27,757	(278,082)	908,867
Total depreciable assets	<u>1,357,371</u>	<u>39,134</u>	<u>(383,909)</u>	<u>1,012,596</u>
Less accumulated depreciation				
Furniture and equipment	(135,302)	(11,632)	95,996	(50,938)
Books and collections	(1,012,884)	(65,318)	278,082	(800,120)
Total accumulated depreciation	<u>(1,148,186)</u>	<u>(76,950)</u>	<u>374,078</u>	<u>(851,058)</u>
Total depreciable assets, net	<u>209,185</u>	<u>(37,816)</u>	<u>(9,831)</u>	<u>161,538</u>
Rabun County Library capital assets, net	<u>\$ 209,185</u>	<u>\$ (37,816)</u>	<u>\$ (9,831)</u>	<u>\$ 161,538</u>

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

8. Capital Assets (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Rabun County Health Department				
Depreciable assets				
Equipment	\$ 21,335	\$ 0	\$ 0	\$ 21,335
Less accumulated depreciation				
Equipment	(6,762)	(3,068)	0	(9,830)
Rabun County Health Department capital assets, net	<u>\$ 14,573</u>	<u>\$ (3,068)</u>	<u>\$ 0</u>	<u>\$ 11,505</u>

Depreciation expense was charged to functions/programs as follows:

Primary Government:

Governmental activities

General Government	\$ 241,020
Judicial	5,571
Public Safety	1,211,226
Public Works	1,274,110
Health and Welfare	90,836
Culture and Recreation	393,306
	<u>393,306</u>

Total depreciation expense for governmental activities \$ 3,216,069

Business-type activities

Solid Waste	\$ 136,411
Golf Course	12,987
Development Authority	194,846
	<u>194,846</u>

Total depreciation expense for business-type activities \$ 344,244

Component units:

Rabun County Library	\$ 76,950
Rabun County Health Department	3,068
	<u>3,068</u>

Total depreciation expense for component units \$ 80,018

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

9. Capital Lease Agreements

The County has entered into a lease agreement to finance the acquisition of certain vehicles. The terms of the agreement meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. The lease bears interest at 3.21% and requires quarterly payments through July 2022. The principal balance of the lease at the end of the current fiscal year is \$162,895 for governmental activities. At the end of the current fiscal year, the County had \$314,832 of vehicles, with associated accumulated depreciation of \$30,693, financed under the capital lease. Current fiscal year depreciation expense on the leased assets totaled \$15,347.

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments at the end of the current fiscal year:

Fiscal Year Ending June 30	Governmental Activities
2021	\$ 63,312
2022	84,416
2023	21,104
	168,832
Less amounts representing interest	(5,937)
Present value of minimum lease payments	\$ 162,895

10. Bond Refunding

On April 16, 2020, the Development Authority of Rabun County issued \$5,725,000 Taxable Revenue Refunding Bond, Series 2020, at 1.55%. The net proceeds of \$5,564,740 (\$5,725,000 original issue less \$160,260 of issue costs) were placed into escrow together with \$6,170,960 of proceeds from the sale of the Rabun Business Park, and \$1,600,000 of prior rental revenues to refund Authority's Revenue Bonds, Series 2010A and Series 2010B. The Series 2020 bond is secured by an intergovernmental contract between the Authority and the County.

The Authority completed the refunding to reduce its total debt service payments over the next 20 years by \$5,742,085 and to obtain an economic gain (the difference between the present value of the old debt and new debt service payments) of \$3,276,495.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

11. Long-Term Debt

Contracts Payable

Rabun County Water and Sewerage Authority Revenue Refunding Bonds, Series 2017: The County entered into an intergovernmental contract with the Rabun County Water and Sewer Authority (Authority) to pay for the \$4,009,000 in Water and Sewerage Revenue Refunding Bonds, Series 2017. The purpose of the bonds is to retire the outstanding balance of the lending agreement with the Georgia Environmental Finance Authority (GEFA), for the purchase of an existing water supply and wastewater treatment facility located on the former Rabun Apparel manufacturing site. Beginning March 23, 2017, the Series 2017 bonds are due in monthly principal and interest payments with an interest rate of 2.84%.

The annual requirements to amortize contracts payable at the end of the current fiscal year are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2021	\$ 244,042	\$ 88,962	\$ 333,004
2022	251,063	81,941	333,004
2023	258,287	74,717	333,004
2024	265,719	67,285	333,004
2025	273,364	59,640	333,004
2026-2030	1,489,427	175,593	1,665,020
2031-2032	461,858	9,900	471,758
Totals	<u>\$ 3,243,760</u>	<u>\$ 558,038</u>	<u>\$ 3,801,798</u>

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

11. Long-Term Debt (continued)

General Obligation Bonds

General obligation bonds were issued for the governmental activities to pay, or to be applied or contributed toward, the cost of constructing, improving, expanding and extending public roads, highways, streets and related facilities as well as the construction, improvement and expansion of various municipal buildings.

General obligation bonds of the governmental activities were comprised of the following individual issue for the current fiscal year:

- On September 24, 2013 the County issued \$8,625,000 General Obligation Sales Tax Bonds, Series 2014, with a premium of \$663,945 and issue costs of \$188,945, for net proceeds to the County of \$9,100,000. The bonds are to fund certain 2014 SPLOST projects. The bonds are due in annual principal payments on December 1 beginning in 2016 with semi-annual interest payments (2.00% to 4.00%) due on June 1 and December 1. The bond principal and interest payments are payable first from a one percent sales and use tax (SPLOST) received by the County. To the extent the proceeds from the sales and use tax are insufficient to make such payments, the principal and interest on the bonds are payable from an ad valorem tax, unlimited as to rate or amount, which may be levied upon all taxable property within the territorial limits of the County subject to taxation for general obligation bond purposes. The remaining principal balance of the bonds was paid in full during the current fiscal year.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

11. Long-Term Debt (continued)

Bonds from Direct Placements

Bonds from direct placements have been issued for the governmental activities and are comprised of the following individual issues at the end of the current fiscal year:

- \$5,000,000 – Rabun County Building Authority Revenue Bond – Series 2019 due in annual principal payments on December 1 beginning December 1, 2022, with semi-annual interest payments (1.66%) due on June 1 and December 1. The bonds were issued for the purpose of (1) financing all or a portion of the costs of constructing a new addition to the existing County jail and a new Sheriff's administration building adjoining the jail addition and (2) paying the costs related to issuance of the Series 2019 Bonds. The bond is secured by an intergovernmental contract between the Authority and the County. If necessary, the County will levy an ad valorem property tax, unlimited as to rate or amount, on all property in the County subject to such tax. Upon the occurrence and continuance of an event of default, the owner of the bond may take any action and pursue any remedy available under the laws of the State, including, without limitation, bringing an action for specific performance regarding ad valorem tax as noted above. However, the owner of the bond shall not have the right to accelerate the principal of the bond.

- \$5,725,000 – Development Authority of Rabun County Taxable Refunding Revenue Bond – Series 2020 due in annual principal payments on July 1 with semi-annual interest payments (1.55%) due on January 1 and July 1. The bonds were issued for the purpose of (1) refunding the Authority's Revenue Bonds, Series 2010A and (2) paying the costs related to issuance of the Series 2020 Bonds. The bond is secured by an intergovernmental contract between the Authority and the County. If necessary, the County will levy an ad valorem property tax, limited to one mill, on all property in the County subject to such tax. Upon the occurrence and continuance of an event of default, the owner of the bond may take any action and pursue any remedy available under the laws of the State, including, without limitation, bringing an action for specific performance regarding ad valorem tax as noted above. However, the owner of the bond shall not have the right to accelerate the principal of the bond.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

11. Long-Term Debt (continued)

Bonds from Direct Placements, continued

Annual debt service requirements to maturity for bonds from direct placements are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2021	\$ 0	\$ 127,369	\$ 127,369
2022	660,000	166,622	826,622
2023	1,889,000	146,197	2,035,197
2024	1,920,000	115,325	2,035,325
2025	1,950,000	83,958	2,033,958
2026-2030	4,306,000	111,111	4,417,111
Totals	<u>\$ 10,725,000</u>	<u>\$ 750,582</u>	<u>\$ 11,475,582</u>

Revenue Bonds

Revenue bonds were issued for the Rabun County Economic Development Authority Component Unit and were comprised of the following individual issue for the current fiscal year:

- \$15,975,000 – Development Authority of Rabun County Revenue Bonds – Series 2010A and 2010B bonds due in annual principal payments on July 1 with semi-annual interest payments (2.5% - 4.4%) due on January 1 and July 1. The bonds were issued for the purpose of paying all or a portion of the costs of the acquisition and renovation of an approximately 1,021,294 square-foot manufacturing facility (Rabun Business Park) located on approximately 96 acres of land in Rabun County, Georgia and related fixtures and equipment. The bonds will also be used to pay interest on the Series 2010 Bonds and the costs related to issuance of the Series 2010 Bonds. The bonds are secured by a pledge of an intergovernmental contract between the Authority and the County. See Note 23 for additional information regarding the intergovernmental contract. Upon the occurrence and continuance of an event of default, the owners of a majority in aggregate principal outstanding, may declare the principal balance and any accrued interest to be immediately due and payable. The bonds were refunded in full during the current fiscal year using the proceeds from the Series 2020 Bond, proceeds from the sale of the Rabun Business Park, and prior rental revenues.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

12. Long-Term Liabilities

Changes in Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the current fiscal year:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities					
Guarantee obligation	\$ 14,694,511	\$ 0	\$ 14,694,511	\$ 0	\$ 0
Capital leases payable	259,540	0	96,645	162,895	59,868
Contracts payable	3,480,976	0	237,216	3,243,760	244,042
Bonds payable	1,645,000	0	1,645,000	0	0
Bond premium	44,861	0	44,861	0	0
Bonds from direct placements	0	10,725,000	0	10,725,000	0
Compensated absences	387,355	333,858	387,355	333,858	333,858
Total governmental activities	<u>\$ 20,512,243</u>	<u>\$ 11,058,858</u>	<u>\$ 17,105,588</u>	<u>\$ 14,465,513</u>	<u>\$ 637,768</u>
Business-type activities					
Bonds payable	\$ 14,120,000	\$ 0	\$ 14,120,000	\$ 0	\$ 0
Unamortized bond discount	(128,981)	0	(128,981)	0	0
Closure/post-closure care	2,823,617	69,056	52,370	2,840,303	52,370
Compensated absences	34,979	22,779	34,979	22,779	22,779
Total business-type activities	<u>\$ 16,849,615</u>	<u>\$ 91,835</u>	<u>\$ 14,078,368</u>	<u>\$ 2,863,082</u>	<u>\$ 75,149</u>
Component Units					
Rabun County Health Department					
Compensated absences	<u>\$ 66,591</u>	<u>\$ 33,192</u>	<u>\$ 50,516</u>	<u>\$ 49,267</u>	<u>\$ 49,267</u>

In prior years, long-term liabilities, such as compensated absences, of the governmental activities were liquidated in the General Fund. Closure/post-closure care liability is liquidated in the Solid Waste Fund. Compensated absences of the Rabun County Health Department are liquidated by the Rabun County Health Department. The total interest incurred and charged to expense for the current fiscal year was \$353,498 for the governmental activities and \$445,419 for the business-type activities.

See Note 23 for additional details on the guarantee obligation.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

13. Landfill Closure and Post-Closure Care Costs

On October 8, 1993, in accordance with the provisions of the Georgia Comprehensive Solid Waste Management Act (OCGA 12-8-20), the County was issued a closure certificate for its landfill. State and federal laws and regulations require the County to perform certain maintenance and monitoring operations at the landfill site for 30 years after official closure; the County has approximately 7 years remaining. The estimated cost of all post closure care activities related to the landfill is \$2,042,860 and is reflected as a long-term liability in the Solid Waste Enterprise Fund. Because of future changes in technology, laws, or regulations, these costs may change.

During the fiscal year ended June 30, 2000, the County opened a new solid waste landfill. State and federal laws and regulations require that the County place a final cover on the landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post-closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and post-closure care costs is based on the amount of the landfill used during the fiscal year. The estimated liability for landfill closure and post-closure care costs has a balance of \$797,443 at the end of the current fiscal year, which is based on 65.2% usage (filled) of the landfill. It is estimated that an additional \$425,501 will be recognized as closure and post-closure care expense between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2026).

The estimated total current cost of the landfill closure and post-closure care (\$1,222,944) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of the end of the current fiscal year. However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

14. Restricted, Committed, and Assigned Fund Balances

The following is a summary of restricted, committed, and assigned fund balances of the governmental funds at the end of the current fiscal year:

	<u>General</u>	<u>SPLOST #6</u>	<u>SPLOST #7</u>	<u>Public Safety</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Restricted for:						
Judicial						
Juvenile supervision	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,965	\$ 3,965
Law library operations	0	0	0	0	40,089	40,089
Drug programs	0	0	0	0	58,960	58,960
Public Safety						
Sheriff facilities and equipment	0	0	0	0	382,875	382,875
Public Works						
LMIG projects	493,959	0	0	0	0	493,959
Health and welfare						
Senior services	122,695	0	0	0	0	122,695
Capital projects	0	3,368,862	327,647	4,821,059	0	8,517,568
	<u>\$ 616,654</u>	<u>\$ 3,368,862</u>	<u>\$ 327,647</u>	<u>\$ 4,821,059</u>	<u>\$ 485,889</u>	<u>\$ 9,620,111</u>
Assigned to:						
Public Safety						
Emergency 911 operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 309,535	\$ 309,535
Housing and Development						
Promoting trade and tourism	0	0	0	0	146,641	146,641
Subsequent budget	585,751	0	0	0	0	585,751
	<u>\$ 585,751</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 456,176</u>	<u>\$ 1,041,927</u>

15. Net Investment in Capital Assets

The net investment in capital assets reported on the government-wide statement of net position is calculated as follows at the end of the current fiscal year:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Cost of capital assets	\$ 102,077,906	\$ 5,785,684
Accumulated depreciation	(54,090,614)	(1,799,649)
Book value	47,987,292	3,986,035
Capital-related accounts payable	(268,978)	0
Capital leases payable	(162,895)	0
Bonds payable	(5,000,000)	0
Unspent bond proceeds	4,866,795	0
Net investment in capital assets	<u>\$ 47,422,214</u>	<u>\$ 3,986,035</u>

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

16. Deficit Equity Balances

At the end of the current fiscal year, the Solid Waste Enterprise Fund has a deficit net position of \$254,670. This is due to the payment of services in anticipation of future revenues. The County plans to liquidate this deficit net position through future revenue recognition.

17. Retirement Plans

County Defined Benefit Pension Plan

Plan Description. The Plan provides retirement, disability and death benefits to plan members and beneficiaries. The Plan is affiliated with the Association County Commissioners of Georgia Defined Benefit Plan (the ACCG Plan), an agent multiple-employer defined benefit pension plan administered by the Government Employee Benefits Corporation of Georgia (GEBCorp). The ACCG, in its role as the Plan sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of the ACCG Plan document. The County retains the authority to amend the adoption agreement, which defines the specific operational provisions of the Plan. A separately issued financial report of the Plan may be obtained by writing GEBCORP at 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

Control over the operation and administration of the plan is vested with ACCG along with custody of the plan assets. The plan provides that the County has no liability with respect to payments or benefits or otherwise under the plan except to pay over to ACCG such actuarially determined contributions as are required to meet minimum funding standards of the Public Retirement Systems Standards Law and provide benefits thereunder. If terminated, the plan provides that if there are funds remaining after the satisfaction of all liabilities, such funds shall not revert to the County but shall be allocated to employees. All full-time County employees are eligible to participate in the Plan after completing one year of service and having reached their 21st birthday.

There are no loans to any of the County officials or other “party-in-interest,” and there are no prohibited transactions. The plan assets do not include any securities or investments in Rabun County. The funds are managed by independent money managers.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

At January 1, 2019, the date of the most recent actuarial valuation, there were 276 participants consisting of the following:

Retirees, beneficiaries and disablees receiving benefits	50
Terminated vested participants entitled to but not yet receiving benefits	80
Active participants	146
Total number of participants	276

Benefits Provided. The plan provides retirement and death benefits. Benefits are based on years of credited service, equal to one year of full-time employment. Benefits vest evenly over five years of service. Participants become eligible to retire with unreduced benefits at age 65 with 5 years of plan participation. The amount of monthly retirement benefits to be provided for each participant at their normal retirement date is equal to one percent of the participant's average annual compensation multiplied by the participant's total number of years of service. County Commissioners receive a benefit equal to \$30 per month multiplied by years of service. The Plan also provides benefits in the event of death or disability.

Contributions. Employees make no contributions to the plan. The County is required to contribute the amounts necessary to fund the plan in compliance with the minimum funding standards of the Public Retirement Systems Standards Law, using the basis described in the annual valuation report. The County's actuarially determined contribution rate for the current fiscal year was \$803,373, or 13.70% of covered payroll of \$5,862,725. The Board of Commissioners provides for the benefits and funding policy through County ordinance and maintains the authority to change the policy. This funding policy, as specified by ordinance, has been the same since the inception of the plan.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. At the end of the current fiscal year, the County reported a net pension liability of \$2,699,317. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019. For governmental activities, the net pension liability is liquidated in the General Fund. For the current fiscal year, the County recognized pension expense of \$868,555.

The components of the net pension liability are as follows:

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balances at 12/31/18	\$ 11,290,219	\$ 7,870,973	\$ 3,419,246
Changes for the year:			
Service cost	220,551	0	220,551
Interest	774,480	0	774,480
Liability experience (gain) / loss	45,222	0	45,222
Assumption change	560,700	0	560,700
Employer contributions	0	803,373	(803,373)
Net investment income	0	1,632,864	(1,632,864)
Benefit payments	(452,422)	(452,422)	0
Administrative expense	0	(44,960)	44,960
Other changes	0	(70,395)	70,395
Net changes	<u>1,148,531</u>	<u>1,868,460</u>	<u>(719,929)</u>
Balances at 12/31/19	<u>\$ 12,438,750</u>	<u>\$ 9,739,433</u>	<u>\$ 2,699,317</u>

Plan fiduciary net position as a percentage of the total pension liability	78.30%
Covered payroll	\$ 5,882,513
Net pension liability as a percentage of covered payroll	45.89%

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

At the end of the current fiscal year, the County reported deferred outflows of resources and deferred inflows of resources related to the plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 285,384	\$ (64,279)
Net difference between projected and actual earnings on pension plan investments	0	(469,666)
Changes of assumptions	762,986	0
Totals	\$ 1,048,370	\$ (533,945)

Amounts reported as deferred outflows and deferred inflows of resources will be recognized in pension expense as follows:

Fiscal Year Ending June 30		
2021	\$	239,851
2022		210,328
2023		233,968
2024		(169,722)
Totals	\$	514,425

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

Inflation		3.00%
Projected salary increases		4.00% per year with an age based scale
Cost of living adjustments		N/A
Net investment rate of return		7.00%

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

Healthy mortality rates were based on the Pub-2010 Amount weighted Mortality Table with a blend of 50% of the General Employees Table and 50% of the Public Safety Employees with Scale AA to 2019. Disabled mortality rates were derived from the 1985 CIDA Table Class 1.

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

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

The pension plan's target asset allocation as of December 31, 2019 is summarized in the following table:

	<u>Target Allocation</u>	<u>Range</u>
Fixed Income	30%	25%-35%
Large Cap	30%	25%-35%
Mid Cap	5%	2.5%-10%
Small Cap	5%	2.5%-10%
REIT	5%	2.5%-10%
International	15%	10%-20%
Multi Cap	5%	2.5%-10%
Global Allocation	5%	2.5%-10%

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

Discount Rate. The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from employer will be made at contractually required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents what the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.00 percent) or one percentage-point higher (8.00 percent) than the current rate:

	Discount Rate	Net Pension Liability
1% decrease	6.00%	\$ 4,283,818
Current discount rate	7.00%	2,699,317
1% increase	8.00%	1,380,009

Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in the separately issued Association County Commissioners of Georgia Benefit System financial report.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

County Defined Contribution Plan

The County approved the adoption of the *Rabun County Matching Thrift Plan, a Defined Contribution Plan*, effective July 1, 1996. The plan is funded exclusively through the purchase of annuity contracts from the Variable Annuity Life Insurance company (VALIC). All employees are eligible for participation in the plan. Eligible employees may enter the plan in the first quarter after completion of one year of service. The plan can be amended by a majority vote of the Rabun County Board of Commissioners. Employee contributions vest when made and employer contributions made before July 1, 2011 vest as follows:

<u>Years of Service</u>	<u>% Vested</u>
1	0%
2	0%
3	100%

Normal retirement age is 60. The plan does not provide for early retirement. During the current fiscal year, plan members made contributions to the plan totaling \$367,187 and the County made contributions to the plan totaling \$107,159. The County has no fiduciary relationship with the plan and plan assets are not available to the County or its general creditors. The Plan assets are held in trust by the administrator for the exclusive benefit of the participants of the Plan. The County Commission provides for the funding policy through a County ordinance and maintains the authority to change the policy. Separate financial statements are not issued for the Plan.

Other Plans

In addition to the plan above, various County employees are covered under the following plans, which are considered to be special funding situations: Georgia Firefighters' Pension Fund, Georgia State Employees' Retirement System (ERS), Peace Officers' Annuity and Benefit Fund of Georgia, Probate Judges' Retirement Fund of Georgia, Sheriffs' Retirement Fund of Georgia, and Superior Court Clerks' Retirement Fund of Georgia. Also, the Rabun County Library (A Component Unit of Rabun County, Georgia) participates in the Teacher's Retirement System of Georgia, which is considered to be a special funding situation. Further information regarding these plans can be obtained from the plans' annual reports. These plans are immaterial to the financial statements.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

17. Retirement Plans (continued)

Rabun County Department of Public Health Retirement Plan

Eligible employees of the Rabun County Department of Public Health participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system. During the current fiscal year, the Department contributed \$92,301. At the end of the current fiscal year, the Department reported a liability in the amount of \$545,321 for its proportionate share (0.013215%) of the net pension liability. The Department recognized pension expense of \$93,816 for the current fiscal year. Further information regarding the plan can be obtained from Department's annual audit report by contacting the administrative offices of the Rabun County Health Department, 184 South Main Street, Clayton, GA 30525.

18. Other Post-Employment Benefits

County Plan

Plan Description. Rabun County administers a single-employer defined benefit health care plan, the "The Rabun County Other Postemployment Benefits Plan." The OPEB financial statements are included in this report. No stand-alone financial report is issued.

At July 1, 2018, the date of the most recent actuarial valuation, membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	2
Inactive members entitled to but not yet receiving benefits	0
Active employees	226
Total membership	228

Benefits Provided. Coverage under the plan includes medical and prescription drug benefits for retirees. A full-time employee is eligible to retire and continue medical coverage at the age of 62 with 20 years of service. When the retiree becomes eligible for Medicare, the coverage will end for the retiree. Retirees will remain on the County's fully-insured Group Health Insurance Plan until age 65. The County will pay 65% of the premium with the retiree paying the remaining portion of the premium. No spousal or dependent coverage is available.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

18. Other Post-Employment Benefits (continued)

County Plan, continued

Contributions. The County has not elected to advance fund the OPEB plan, but rather maintains the OPEB plan on a “pay-as-you-go” basis, in that premiums are paid as they arise, rather than establishing an irrevocable trust to accumulate restricted funds. The Board of Commissioners authorizes participation in the OPEB plan and sets the contribution rates and benefits, and maintains the authority to change the policy.

The cost of coverage is paid in part by the employer and in part by the retiree. For the measurement period ended July 1, 2019, plan members receiving benefits contributed \$11,169 through their required contributions.

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB. At the end of the current fiscal year, the County reported a net OPEB liability of \$372,421. The net OPEB liability was measured as of July 1, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined and measured from actuarial valuations using data as of July 1, 2018. For governmental activities, the net OPEB liability is liquidated in the General Fund. During the current fiscal year, the County recognized OPEB expense of \$29,808.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

18. Other Post-Employment Benefits (continued)

County Plan, continued

The components of the net OPEB liability are as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances at 7/1/2018	\$ 353,222	\$ 0	\$ 353,222
Changes for the year:			
Service cost	17,582	0	17,582
Interest	13,405	0	13,405
Differences between expected and actual experience	(9,800)	0	(9,800)
Contributions-employer	0	3,009	(3,009)
Changes of assumptions or other inputs	11,821	0	11,821
Benefit payments and implicit subsidy credit	(13,809)	(3,009)	(10,800)
Net changes	19,199	0	19,199
Balances at 7/1/2019	\$ 372,421	\$ 0	\$ 372,421

Plan fiduciary net position as a percentage of the total OPEB liability	0.00%
Covered-employee payroll	\$ 7,774,789
Plan net OPEB liability as a percentage of covered employee payroll	4.79%

At the end of the current fiscal year, the County reported deferred outflows of resources and deferred inflows of resources related to the OPEB Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 10,070	\$ 0
Differences between expected and actual experience	0	(9,421)
Changes of assumptions	10,234	(6,972)
Totals	\$ 20,304	\$ (16,393)

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

18. Other Post-Employment Benefits (continued)

County Plan, continued

The \$10,070 of deferred outflows of resources resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30		
2021	\$	(1,179)
2022		(1,179)
2023		(1,179)
2024		(1,179)
2025		(1,179)
Thereafter		(264)
Totals	\$	<u>(6,159)</u>

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

Inflation	3.00%	
Projected salary increases	4.00% per annum, compounded annually, adjusted by age, including inflation	
Actuarial cost method	Entry age normal	
Discount rate	3.50%, 3.87% at prior measurement date	
Healthcare cost trend rates	Pre-Medicare: 7.25% trended down to 4.75% by 2028 Medicare: 5.38% trended down to 4.75% by 2022.	
Mortality rates	Mortality rates were based on the RP-2000 Combined Mortality Scale projected with Scale AA to 2017.	
Amortization method	Closed level dollar for remaining unfunded liability	
Remaining amortization period	Remaining amortization period varies for the bases, with a net effective amortization period of 15 years.	

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

18. Other Post-Employment Benefits (continued)

County Plan, continued

The demographic actuarial assumptions for retirement, disability incidence, withdrawal, and salary increases used in the July 1, 2018 actuarial valuation were based on the pension valuation prepared by GEBCorp as of December 31, 2017.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, etc.) used in the July 1, 2018 actuarial valuation were based on a review of recent plan experience done concurrently with the July 1, 2018 valuation.

Development of Long-Term Rate. Since the County funds this plan on a pay-as-you-go basis, GASB requires the discount rate be based on a yield or index rate for 20-year, tax-exempt municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The Municipal Bond Index Rate used for this purpose is the last week of June Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by The Bond Buyer (www.bondbuyer.com). The Municipal Bond Index Rate as of the measurement date was 3.50%.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents what the net OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower (2.50%) or one percentage-point higher (4.50%) than the current rate. Also, shown is the net OPEB liability as if it were calculated using healthcare cost trend rates that were one percentage point lower or one percentage point higher than the current healthcare trend rates:

<u>Discount Rate</u>		<u>Net OPEB Liability</u>
1% decrease	2.50%	\$ 406,975
Current discount rate	3.50%	372,421
1% increase	4.50%	341,606
<u>Healthcare Cost Trend Rates</u>		<u>Net OPEB Liability</u>
1% decrease		\$ 331,617
Current discount rate		372,421
1% increase		421,143

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

18. Other Post-Employment Benefits (continued)

County Plan, continued

OPEB Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in the separately issued GASB Statement No. 75 Report for The Rabun County Other Postemployment Benefits Plan.

Rabun County Department of Public Health OPEB Plans

Eligible employees of the Rabun County Department of Public Health are provided OPEB through the State of Georgia OPEB Fund, a cost-sharing multiple-employer defined benefit post-employment healthcare plan and life insurance through the SEAD-OPEB Fund, a cost-sharing multiple-employer defined benefit other post-employment benefit plan. During the current fiscal year, the Department contributed \$18,267. At the end of the current fiscal year, the Department reported a net liability in the amount of \$116,196 for its proportionate share (0.012233% for the State of Georgia OPEB Fund and 0.012609% for the SEAD-OPEB Fund) of the net OPEB liability. The Department recognized OPEB expense of (\$57,308) for the current fiscal year. Further information regarding the plans can be obtained from Department's annual audit report by contacting Rabun County Health Department, 184 South Main Street, Clayton, GA 30525.

19. Hotel/Motel Lodging Tax

The County has levied a 5% lodging tax in accordance with OCGA 48-13-51. Lodging tax receipts totaled \$239,021 for the current fiscal year. Disbursements for trade and tourism totaled \$187,063 for the current fiscal year.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

20. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the northeast Georgia area, is a member of the Georgia Mountains Regional Commission (GMRC) and is required to pay annual dues thereto. During the current fiscal year, the County paid \$14,931 in such dues. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official in each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. A copy of the GMRC financial statements can be obtained from GMRC, 1310 West Ridge Road, Gainesville, Georgia 30501.

On August 21, 2007, the Rabun County Economic Development Authority formed a joint authority with Rabun and Banks Counties. The initial investment in the joint authority was \$10,000.

21. Risk Financing Activities

Material estimates have been made by management about the historical cost of capital assets and the life of the depreciated capital assets. Management has used a conservative approach on these estimates.

The County is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has joined together with other municipalities in the state as part of the Association of County Commissioners of Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association of County Commissioners of Georgia Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments. As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agent and attorneys to represent the County in investigation, settlement discussions, and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

21. Risk Financing Activities (continued)

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

Settled claims in the past three years have not exceeded the coverages.

Management estimates liabilities for unpaid claims based on the probability of losses exceeding the occurrence limits and the reasonableness of estimating those losses. At the end of the current fiscal year, the County has no losses that are probable or estimable and accordingly has not recognized any liability.

In January 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a "Public Health Emergency of International Concern," which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in financial markets. The coronavirus outbreak and government responses are creating disruption in global supply chains and adversely impacting many industries. The outbreak could have a continued material adverse impact on economic and market conditions and trigger a period of global economic slowdown. The rapid development and fluidity of this situation precludes any prediction as to the ultimate material adverse impact of the coronavirus outbreak. Nevertheless, the outbreak presents uncertainty and risk with respect to the County, its performance, and its financial results.

22. Contingencies

Rabun County participates in a number of revenue sharing grants. Expenditures financed by revenue sharing grants are subject to a compliance audit by the grantor or its representative. If expenditures are disallowed due to noncompliance with program regulations, the County may be required to reimburse the grantor government. The County believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual funds or the overall financial position of the County.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

22. Contingencies (continued)

The County is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the County.

The County previously guaranteed debt of the Development Authority of Rabun County. See Note 23 for additional details.

23. Nonexchange Financial Guarantee

On September 1, 2010, the County adopted a resolution authorizing the execution and delivery of an intergovernmental agreement between Rabun County, Georgia and the Rabun County Economic Development Authority, a discretely presented component unit of Rabun County, Georgia. The intergovernmental agreement establishes Rabun County, Georgia as the guarantor of the 30-year, \$12,890,000 Series 2010A Revenue Bond issuance and the \$3,085,000 Series 2010B Revenue Bond issuance of the Rabun County Economic Development Authority. In the event the Rabun County Economic Development Authority is unable to make the required payments of the bond issuance, the intergovernmental agreement requires the County to provide funds, which shall be sufficient to make the required debt service payments through the maturity dates of the bonds with the final maturity date being July 1, 2040. This is the only nonexchange financial guarantee extended by the County.

The Authority issued these bonds for purchase and renovation of an industrial building facility that would then be leased to various businesses. Since completion of the facility, the Authority has been unable to lease then entire facility, which has caused significant cash shortages and therefore the Authority is unable to make the required bond payments. Due to the economic conditions, it is unlikely that the Authority will be able to lease the entire facility at rates sufficient to cover the bond payments within the near future. As a result, in fiscal year 2015, the County began making the required bond payments and believes it is more likely than not that the County will be required to pay the remaining portion of the Authority's debt service payments based on the guarantee. The bonds were refunded in full during the current fiscal year using the proceeds from the Series 2020 Bond, proceeds from the sale of the Rabun Business Park, and prior rental revenues.

RABUN COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

24. Subsequent Events

Subsequent to June 30, 2020, the County received \$686,383 of funding as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), which was enacted March 27, 2020. These funds were reimbursements to the County for expenditures related to public safety and various items during the COVID-19 pandemic.

REQUIRED SUPPLEMENTARY INFORMATION

RABUN COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
June 30, 2020
(Unaudited)

	<u>Fiscal Year End</u>	
	<u>2020</u>	<u>2019</u>
Total pension liability		
Service cost	\$ 220,551	\$ 241,257
Interest	774,480	721,492
Liability experience (gain) / loss	45,222	336,232
Assumption change	560,700	264,399
Benefit payments	<u>(452,422)</u>	<u>(449,529)</u>
Net change in total pension liability	1,148,531	1,113,851
Total pension liability - beginning	<u>11,290,219</u>	<u>10,176,368</u>
Total pension liability - ending (a)	<u><u>\$ 12,438,750</u></u>	<u><u>\$ 11,290,219</u></u>
Plan fiduciary net position		
Employer contributions	\$ 803,373	\$ 761,753
Net investment income	1,632,864	(383,038)
Benefit payments	(452,422)	(449,529)
Administrative expense	(44,960)	(35,154)
Other changes	<u>(70,395)</u>	<u>(66,109)</u>
Net change in plan fiduciary net position	1,868,460	(172,077)
Plan fiduciary net position - beginning	<u>7,870,973</u>	<u>8,043,050</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 9,739,433</u></u>	<u><u>\$ 7,870,973</u></u>
Net pension liability - ending : (a) - (b)	<u><u>\$ 2,699,317</u></u>	<u><u>\$ 3,419,246</u></u>
Plan's fiduciary net position as a percentage of the total pension liability	78.30%	69.71%
Covered payroll	\$ 5,882,513	\$ 6,388,799
Net pension liability as a percentage of covered payroll	45.89%	53.52%

Note: Fiscal year 2015 was the first year of implementation. Therefore, fiscal years prior to 2015 are not reported.

Fiscal Year End

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 203,154	\$ 176,250	\$ 176,831	\$ 189,083
702,787	665,599	603,227	567,575
(202,010)	117,911	67,607	0
20,596	298,506	334,999	0
<u>(483,547)</u>	<u>(395,048)</u>	<u>(307,059)</u>	<u>(255,518)</u>
240,980	863,218	875,605	501,140
<u>9,935,388</u>	<u>9,072,170</u>	<u>8,196,565</u>	<u>7,695,425</u>
<u>\$ 10,176,368</u>	<u>\$ 9,935,388</u>	<u>\$ 9,072,170</u>	<u>\$ 8,196,565</u>
\$ 633,937	\$ 596,698	\$ 555,879	\$ 574,866
1,080,046	464,247	39,234	407,764
(483,547)	(395,048)	(307,059)	(255,518)
(27,567)	(28,792)	(26,423)	(26,987)
<u>(77,036)</u>	<u>(47,624)</u>	<u>(48,059)</u>	<u>(77,407)</u>
1,125,833	589,481	213,572	622,718
<u>6,917,217</u>	<u>6,327,736</u>	<u>6,114,164</u>	<u>5,491,446</u>
<u>\$ 8,043,050</u>	<u>\$ 6,917,217</u>	<u>\$ 6,327,736</u>	<u>\$ 6,114,164</u>
<u>\$ 2,133,318</u>	<u>\$ 3,018,171</u>	<u>\$ 2,744,434</u>	<u>\$ 2,082,401</u>
79.04%	69.62%	69.75%	74.59%
\$ 5,157,050	\$ 4,630,206	\$ 4,779,000	\$ 5,108,197
41.37%	65.18%	57.43%	40.77%

RABUN COUNTY, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
June 30, 2020
(Unaudited)

	Fiscal Year End	
	2020	2019
Actuarially determined contribution	\$ 803,373	\$ 761,753
Contributions in relation to the actuarially determined contribution	(803,373)	(761,753)
Contribution deficiency (excess)	\$ 0	\$ 0
Covered payroll	\$ 5,862,725	\$ 5,721,839
Contributions as a percentage of covered payroll	13.70%	13.31%

Note: Fiscal year 2015 was the first year of implementation. Therefore, fiscal years prior to 2015 are not reported.

Fiscal Year End

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 633,937 <u>(633,937)</u>	\$ 596,698 <u>(596,698)</u>	\$ 555,879 <u>(555,879)</u>	\$ 574,866 <u>(574,866)</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$ 4,996,189	\$ 4,138,947	\$ 4,535,762	\$ 4,894,851
12.69%	14.42%	12.26%	11.74%

RABUN COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
June 30, 2020
(Unaudited)

	Fiscal Year End	
	2020	2019
Total OPEB liability		
Service cost	\$ 17,582	\$ 18,099
Interest	13,405	12,249
Differences between expected and actual experience	(9,800)	(1,280)
Changes of assumptions or other inputs	11,821	(9,530)
Benefit payments and implicit subsidy credit	(13,809)	(20,584)
Net change in total OPEB liability	19,199	(1,046)
Total OPEB liability - beginning	353,222	354,268
Total OPEB liability - ending (a)	\$ 372,421	\$ 353,222
Plan fiduciary net position		
Employer contributions	\$ 3,009	\$ 10,484
Benefit payments	(3,009)	(10,484)
Net change in plan fiduciary net position	0	0
Plan fiduciary net position - beginning	0	0
Plan fiduciary net position - ending (b)	\$ 0	\$ 0
Net OPEB liability - ending : (a) - (b)	\$ 372,421	\$ 353,222
Plan's fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%
Covered-employee payroll	\$ 7,774,789	\$ 7,774,789
Net OPEB liability as a percentage of covered-employee payroll	4.79%	4.54%

Note: Fiscal year 2019 was the first year of implementation. Therefore, fiscal years prior to 2019 are not reported.

RABUN COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

Pension Plan

1. Valuation Date

The actuarially determined contribution rate was determined as of January 1, 2019, with an interest adjustment to the fiscal year.

2. Methods and Assumptions Used to Determine Contribution Rates

Actuarial cost method = Entry age normal

Amortization method = Closed level dollar for remaining unfunded liability

Remaining amortization period = Remaining amortization period varies for the bases, with a net effective amortization period of 15 years

Asset valuation method = Smoothed market value with a 5-year smoothing period

Net investment rate of return = 7.00%

Projected salary increases = 4.00% per year with an age based scale

Cost of living adjustments = N/A

Normal retirement age for inactive vested participants = 65 with 5 years of vesting service

Mortality = Healthy mortality rates were based on the Pub-2010 Amount weighted Mortality Table with a blend of 50% of the General Employees Table and 50% of the Public Safety Employees with Scale AA to 2019. Disabled mortality rates were derived from the 1985 CIDA Table Class 1.

RABUN COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

Pension Plan (continued)

3. Changes in Benefits

There have been no substantive changes since the last actuarial valuation.

4. Changes of Assumptions

The mortality table was changed from the RP-2000 with Scale AA projected to 2018 to the Pub-2010 Amount weighted Mortality Table with a blend of 50% of the General Employees Table and 50% of the Public Safety Employees with Scale AA to 2019.

OPEB Plan

1. Valuation Date

The net OPEB liability was measured as of July 1, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined and measured from actuarial valuations using data as of July 1, 2018.

RABUN COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

OPEB Plan (continued)

2. Methods and Assumptions Used to Determine Contribution Rates

No assets are accumulated in a trust to pay benefits.

Actuarial cost method = Entry age normal

Amortization method = Closed level dollar for remaining unfunded liability

Remaining amortization period = Remaining amortization period varies for the bases, with a net effective amortization period of 15 years.

Asset valuation method = Market value

Projected salary increases = 4.00% per annum, compounded annually, adjusted by age

Inflation = 3.00%

Discount rate = 3.50%, 3.87% at prior measurement date

Healthcare cost trend rates = Pre-Medicare: 7.25% trended down to 4.75% by 2028; Medicare: 5.38% trended down to 4.75% by 2022

Mortality = Mortality rates were based on the RP-2000 Combined Mortality Scale projected with Scale AA to 2017

3. Changes in Benefits

There have been no benefit changes since the prior measurement date.

4. Changes of Assumptions

The discount rate changed from 3.87% to 3.50% due to a change in the municipal bond rate.

This page intentionally left blank.

COMBINING STATEMENTS
Nonmajor Governmental Funds

RABUN COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	Special Revenue Funds		
	Confiscated Assets	Jail	Law Library
ASSETS			
Cash and cash equivalents	\$ 23,635	\$ 326,624	\$ 40,089
Receivables (net)			
Accounts	0	0	0
Intergovernmental	0	2,842	0
Taxes	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total assets	<u>\$ 23,635</u>	<u>\$ 329,466</u>	<u>\$ 40,089</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fund balances			
Restricted for:			
Judicial	0	0	40,089
Public safety	23,635	329,466	0
Assigned to:			
Public safety	0	0	0
Housing and development	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total fund balances	<u>23,635</u>	<u>329,466</u>	<u>40,089</u>
Total liabilities and fund balances	<u>\$ 23,635</u>	<u>\$ 329,466</u>	<u>\$ 40,089</u>

Special Revenue Funds

<u>Juvenile Case Management</u>	<u>Drug Abuse Treatment Education</u>	<u>Emergency 911</u>	<u>Hotel/Motel Tax</u>	<u>Sheriff Donations</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 3,965	\$ 58,960	\$ 246,169	\$ 77,604	\$ 29,774	\$ 806,820
0	0	66,607	0	0	66,607
0	0	0	0	0	2,842
0	0	0	69,060	0	69,060
<u>\$ 3,965</u>	<u>\$ 58,960</u>	<u>\$ 312,776</u>	<u>\$ 146,664</u>	<u>\$ 29,774</u>	<u>\$ 945,329</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,241</u>	<u>\$ 23</u>	<u>\$ 0</u>	<u>\$ 3,264</u>
3,965	58,960	0	0	0	103,014
0	0	0	0	29,774	382,875
0	0	309,535	0	0	309,535
0	0	0	146,641	0	146,641
<u>3,965</u>	<u>58,960</u>	<u>309,535</u>	<u>146,641</u>	<u>29,774</u>	<u>942,065</u>
<u>\$ 3,965</u>	<u>\$ 58,960</u>	<u>\$ 312,776</u>	<u>\$ 146,664</u>	<u>\$ 29,774</u>	<u>\$ 945,329</u>

RABUN COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2020

	Special Revenue Funds		
	Confiscated Assets	Jail	Law Library
REVENUES			
Taxes	\$ 0	\$ 0	\$ 0
Fines, fees, and forfeitures	8,045	85,159	7,938
Charges for services	0	0	0
Interest	0	461	47
Contributions	0	0	0
	8,045	85,620	7,985
Total revenues	8,045	85,620	7,985
EXPENDITURES			
Current			
Judicial	0	0	14,311
Public safety	8,632	38,575	0
Housing and development	0	0	0
	8,632	38,575	14,311
Total expenditures	8,632	38,575	14,311
Excess (deficiency) of revenues over (under) expenditures	(587)	47,045	(6,326)
Other financing sources (uses)			
Transfers in	0	0	0
	0	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(587)	47,045	(6,326)
Fund balances, July 1	24,222	282,421	46,415
	24,222	282,421	46,415
Fund balances, June 30	\$ 23,635	\$ 329,466	\$ 40,089

Special Revenue Funds					Total
Juvenile Case Management	Drug Abuse Treatment Education	Emergency 911	Hotel/Motel Tax	Sheriff Donations	Nonmajor Governmental Funds
\$ 0	\$ 0	\$ 0	\$ 239,021	\$ 0	\$ 239,021
0	10,945	0	0	0	112,087
0	0	441,686	0	0	441,686
6	96	199	89	0	898
0	0	0	0	45,785	45,785
<u>6</u>	<u>11,041</u>	<u>441,885</u>	<u>239,110</u>	<u>45,785</u>	<u>839,477</u>
0	18,366	0	0	0	32,677
0	0	1,018,191	0	34,793	1,100,191
0	0	0	187,063	0	187,063
<u>0</u>	<u>18,366</u>	<u>1,018,191</u>	<u>187,063</u>	<u>34,793</u>	<u>1,319,931</u>
6	(7,325)	(576,306)	52,047	10,992	(480,454)
<u>0</u>	<u>0</u>	<u>450,000</u>	<u>0</u>	<u>0</u>	<u>450,000</u>
6	(7,325)	(126,306)	52,047	10,992	(30,454)
<u>3,959</u>	<u>66,285</u>	<u>435,841</u>	<u>94,594</u>	<u>18,782</u>	<u>972,519</u>
<u>\$ 3,965</u>	<u>\$ 58,960</u>	<u>\$ 309,535</u>	<u>\$ 146,641</u>	<u>\$ 29,774</u>	<u>\$ 942,065</u>

This page intentionally left blank.

GENERAL FUND

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

RABUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	2020	2019
	2020	2019
Cash and cash equivalents	\$ 4,846,601	\$ 3,897,827
Certificates of deposit	8,444,155	8,101,338
Receivables (net)		
Accounts	282,668	286,102
Intergovernmental	79,138	85,239
Taxes	112,418	84,991
Prepays	135,215	120,824
Restricted cash and cash equivalents	122,695	121,296
Total assets	\$ 14,022,890	\$ 12,697,617
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 430,694	\$ 235,481
Retainages payable	0	32,576
Accrued salaries and payroll liabilities	0	235,608
Total liabilities	430,694	503,665
Deferred inflows of resources		
Unavailable revenue - property taxes	44,446	27,032
Fund balances		
Nonspendable prepaids	135,215	120,824
Restricted for public works	493,959	448,793
Restricted for health and welfare	122,695	121,296
Assigned for subsequent budget	585,751	116,835
Unassigned	12,210,130	11,359,172
Total fund balances	13,547,750	12,166,920
Total liabilities, deferred inflows of resources, and fund balances	\$ 14,022,890	\$ 12,697,617

RABUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
REVENUES		
Taxes	\$ 19,967,059	\$ 18,865,463
Licenses and permits	80,726	69,113
Fines, fees and forfeitures	368,892	484,553
Charges for services	1,292,678	1,349,379
Intergovernmental	1,376,064	1,172,414
Interest	561,463	390,395
Contributions	5,739	54,390
Other	79,974	86,948
Total revenues	<u>23,732,595</u>	<u>22,472,655</u>
EXPENDITURES		
Current		
General Government	3,540,473	3,809,138
Judicial	1,355,733	1,305,906
Public Safety	8,981,342	9,098,149
Public Works	2,607,011	2,324,658
Health and Welfare	958,720	938,273
Culture and Recreation	1,436,923	1,389,178
Housing and Development	1,323,244	567,107
Total Current	20,203,446	19,432,409
Debt Service		
Public Safety	105,520	63,312
Public Works	333,004	333,004
Housing and Development	178,993	0
Total expenditures	<u>20,820,963</u>	<u>19,828,725</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,911,632</u>	<u>2,643,930</u>
Other financing sources (uses)		
Transfers in (out)		
Emergency 911 Fund	(450,000)	(410,000)
Special Purpose Local Option Sales Tax #6 Fund	(136,995)	0
Solid Waste Fund	(855,483)	(990,000)
Golf Course Fund	(400,000)	(185,000)
Waste-Water Facility Fund	52,989	120,000
Development Authority Fund	(5,564,740)	0
Proceeds from sale of assets	98,427	11,575
Issuance of capital leases payable	0	315,700
Issuance of bonds payable	5,725,000	0
Total other financing sources (uses)	<u>(1,530,802)</u>	<u>(1,137,725)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	1,380,830	1,506,205
Fund balances, July 1	<u>12,166,920</u>	<u>10,660,715</u>
Fund balances, June 30	<u><u>\$ 13,547,750</u></u>	<u><u>\$ 12,166,920</u></u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
REVENUES				
Taxes				
General property taxes				
Current and prior year				
levies	\$ 17,525,220	\$ 17,194,304	\$ (330,916)	\$ 16,997,263
Motor vehicle tax	555,500	1,181,427	625,927	535,287
Mobile home tax	35,000	35,334	334	35,045
Cost, penalties, and				
interest	25,600	28,620	3,020	27,594
Total general property taxes	18,141,320	18,439,685	298,365	17,595,189
Real estate transfer tax	335,000	514,321	179,321	329,773
Franchise tax	24,000	24,936	936	23,957
Insurance premium tax	770,000	831,742	61,742	768,600
Alcohol excise tax	97,000	106,024	9,024	99,700
Occupational tax	46,200	50,351	4,151	48,244
Total taxes	19,413,520	19,967,059	553,539	18,865,463
Licenses and permits				
Alcohol licenses	32,000	47,168	15,168	40,500
Building permits	28,500	30,627	2,127	25,111
Other permits	3,000	2,931	(69)	3,502
Total licenses and permits	63,500	80,726	17,226	69,113
Fines, fees and forfeitures	517,500	368,892	(148,608)	484,553
Charges for Services				
Emergency medical services	925,000	952,745	27,745	953,234
Sheriff services	36,500	33,620	(2,880)	34,948
Prisoner board	2,000	290	(1,710)	2,200
Recreation fees	175,975	134,168	(41,807)	182,352
Senior center fees	45,340	34,948	(10,392)	42,123
Civic center fees	50,800	19,978	(30,822)	47,314
Collection commissions	25,513	21,924	(3,589)	19,515
Other charges for services	53,574	95,005	41,431	67,693
Total charges for services	1,314,702	1,292,678	(22,024)	1,349,379
Intergovernmental	1,391,993	1,376,064	(15,929)	1,172,414
Interest	45,000	561,463	516,463	390,395
Contributions	11,500	5,739	(5,761)	54,390
Other	130,087	79,974	(50,113)	86,948
Total revenues	<u>\$ 22,887,802</u>	<u>\$ 23,732,595</u>	<u>\$ 844,793</u>	<u>\$ 22,472,655</u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
EXPENDITURES				
Current				
General Government				
General Administration				
Personal services	\$ 130,682	\$ 136,265	\$ (5,583)	\$ 128,854
Contract services	418,748	417,356	1,392	88,935
Materials and supplies	500	596	(96)	0
Capital outlay	32,000	27,265	4,735	0
Total General Administration	<u>581,930</u>	<u>581,482</u>	<u>448</u>	<u>217,789</u>
Finance				
Personal services	245,835	228,383	17,452	266,227
Contract services	137,450	152,424	(14,974)	167,982
Materials and supplies	4,000	2,477	1,523	4,982
Total Finance	<u>387,285</u>	<u>383,284</u>	<u>4,001</u>	<u>439,191</u>
Elections				
Personal services	119,073	129,450	(10,377)	119,183
Contract services	32,600	21,300	11,300	17,022
Materials and supplies	55,000	51,053	3,947	4,670
Capital outlay	240,000	239,440	560	0
Total Elections	<u>446,673</u>	<u>441,243</u>	<u>5,430</u>	<u>140,875</u>
Board of Commissioners				
Personal services	47,636	50,948	(3,312)	44,363
Contract services	188,320	181,307	7,013	169,211
Materials and supplies	200	1,595	(1,395)	0
Total Board of Commissioners	<u>236,156</u>	<u>233,850</u>	<u>2,306</u>	<u>213,574</u>
Human Resources				
Personal services	458,027	460,791	(2,764)	427,261
Contract services	11,500	5,061	6,439	2,896
Materials and supplies	3,200	1,567	1,633	2,202
Total Human Resources	<u>472,727</u>	<u>467,419</u>	<u>5,308</u>	<u>432,359</u>
Tax Commissioner				
Personal services	305,806	287,714	18,092	310,804
Contract services	71,635	58,909	12,726	55,510
Materials and supplies	25,515	16,404	9,111	3,691
Capital outlay	0	0	0	8,657
Total Tax Commissioner	<u>402,956</u>	<u>363,027</u>	<u>39,929</u>	<u>378,662</u>
Tax Assessors				
Personal services	297,873	290,469	7,404	287,442
Contract services	36,225	37,251	(1,026)	27,631
Materials and supplies	4,400	4,051	349	4,203
Total Tax Assessors	<u>338,498</u>	<u>331,771</u>	<u>6,727</u>	<u>319,276</u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
General Government (continued)				
Buildings and Properties				
Personal services	\$ 384,308	\$ 315,577	\$ 68,731	\$ 313,387
Contract services	167,187	166,096	1,091	165,762
Materials and supplies	163,739	147,366	16,373	143,142
Capital outlay	33,897	109,358	(75,461)	1,045,121
Total Buildings and Properties	<u>749,131</u>	<u>738,397</u>	<u>10,734</u>	<u>1,667,412</u>
Total General Government	<u>3,615,356</u>	<u>3,540,473</u>	<u>74,883</u>	<u>3,809,138</u>
Judicial				
Clerk of Court				
Personal services	376,623	359,595	17,028	370,193
Contract services	49,494	48,475	1,019	54,216
Materials and supplies	16,800	17,326	(526)	9,767
Total Clerk of Court	<u>442,917</u>	<u>425,396</u>	<u>17,521</u>	<u>434,176</u>
Probate Court				
Personal services	232,085	215,422	16,663	206,098
Contract services	81,083	46,442	34,641	78,159
Materials and supplies	5,169	4,288	881	3,440
Total Probate Court	<u>318,337</u>	<u>266,152</u>	<u>52,185</u>	<u>287,697</u>
Administration of Justice				
Personal services	63,916	48,539	15,377	48,438
Contract services	152,724	163,801	(11,077)	165,196
Payments to other agencies	163,632	161,069	2,563	160,875
Total Administration of Justice	<u>380,272</u>	<u>373,409</u>	<u>6,863</u>	<u>374,509</u>
District Attorney				
Personal services	99,264	87,796	11,468	81,805
Contract services	187,095	196,499	(9,404)	118,974
Materials and supplies	5,560	6,481	(921)	8,745
Total District Attorney	<u>291,919</u>	<u>290,776</u>	<u>1,143</u>	<u>209,524</u>
Total Judicial	<u>1,433,445</u>	<u>1,355,733</u>	<u>77,712</u>	<u>1,305,906</u>
Public Safety				
Sheriff				
Personal services	1,889,252	1,679,974	209,278	1,638,397
Contract services	179,852	170,533	9,319	144,647
Materials and supplies	175,517	163,048	12,469	174,576
Capital outlay	15,312	51,425	(36,113)	411,757
Total Sheriff	<u>2,259,933</u>	<u>2,064,980</u>	<u>194,953</u>	<u>2,369,377</u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
Public Safety (continued)				
Rabun County Jail				
Personal services	\$ 1,339,577	\$ 1,119,896	\$ 219,681	\$ 1,170,616
Contract services	312,248	299,580	12,668	328,059
Materials and supplies	383,900	353,835	30,065	418,765
Capital outlay	0	14,995	(14,995)	136,640
Total Rabun County Jail	<u>2,035,725</u>	<u>1,788,306</u>	<u>247,419</u>	<u>2,054,080</u>
Coroner				
Personal services	5,436	4,580	856	5,230
Contract services	23,017	13,546	9,471	11,617
Materials and supplies	4,000	4,428	(428)	1,661
Total Coroner	<u>32,453</u>	<u>22,554</u>	<u>9,899</u>	<u>18,508</u>
Emergency Management Agency				
Personal services	37,010	32,501	4,509	29,570
Contract services	76,436	77,929	(1,493)	36,982
Materials and supplies	41,224	36,739	4,485	41,422
Capital outlay	0	0	0	36,189
Total Emergency Management Agency	<u>154,670</u>	<u>147,169</u>	<u>7,501</u>	<u>144,163</u>
Fire Department				
Personal services	535,031	492,988	42,043	425,921
Contract services	282,731	261,101	21,630	386,868
Materials and supplies	256,400	232,773	23,627	242,818
Capital outlay	225,000	219,161	5,839	254,435
Payments to other agencies	0	0	0	59,186
Total Fire Department	<u>1,299,162</u>	<u>1,206,023</u>	<u>93,139</u>	<u>1,369,228</u>
County Marshal				
Personal services	315,825	309,657	6,168	308,914
Contract services	20,801	18,857	1,944	13,132
Materials and supplies	9,474	8,695	779	7,759
Payments to other agencies	11,000	10,152	848	9,796
Total County Marshal	<u>357,100</u>	<u>347,361</u>	<u>9,739</u>	<u>339,601</u>
E911 Mapping & Addressing				
Personal services	106,578	105,298	1,280	104,627
Contract services	8,510	5,455	3,055	10,732
Materials and supplies	39,000	22,380	16,620	30,503
Total E911 Mapping & Addressing	<u>154,088</u>	<u>133,133</u>	<u>20,955</u>	<u>145,862</u>
Drug Task Force				
Personal services	385,848	376,160	9,688	249,940
Contract services	1,865	3,263	(1,398)	1,865
Total Drug Task Force	<u>387,713</u>	<u>379,423</u>	<u>8,290</u>	<u>251,805</u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
Public Safety (continued)				
Emergency Medical Service				
Personal services	\$ 1,996,931	\$ 1,921,168	\$ 75,763	\$ 1,862,318
Contract services	142,100	136,180	5,920	138,677
Materials and supplies	159,744	145,295	14,449	135,489
Capital outlay	443,405	354,256	89,149	32,201
Total Emergency Medical Service	<u>2,742,180</u>	<u>2,556,899</u>	<u>185,281</u>	<u>2,168,685</u>
Boggs Mountain Animal Shelter				
Personal services	42,471	32,582	9,889	24,765
Contract services	31,840	14,060	17,780	33,024
Capital outlay	78,800	78,800	0	0
Payments to other agencies	210,000	210,052	(52)	179,051
Total Boggs Mountain Animal Shelter	<u>363,111</u>	<u>335,494</u>	<u>27,617</u>	<u>236,840</u>
Total Public Safety	<u>9,786,135</u>	<u>8,981,342</u>	<u>804,793</u>	<u>9,098,149</u>
Public Works				
Roads and Bridges				
Personal services	1,400,867	1,226,664	174,203	1,302,455
Contract services	158,350	156,392	1,958	164,688
Materials and supplies	849,042	807,773	41,269	365,600
Capital outlay	33,557	78,682	(45,125)	116,915
Total Roads and Bridges	<u>2,441,816</u>	<u>2,269,511</u>	<u>172,305</u>	<u>1,949,658</u>
Rabun County Water and Sewer Authority				
Payments to other agencies	337,500	337,500	0	375,000
Total Public Works	<u>2,779,316</u>	<u>2,607,011</u>	<u>172,305</u>	<u>2,324,658</u>
Health and Welfare				
Public Health				
Contract services	2,870	3,314	(444)	2,796
Materials and supplies	1,500	1,226	274	1,569
Payments to other agencies	110,750	60,750	50,000	60,750
Total Public Health	<u>115,120</u>	<u>65,290</u>	<u>49,830</u>	<u>65,115</u>
Public Welfare				
Contract services	1,500	1,500	0	1,500
Payments to other agencies	50,000	30,631	19,369	47,397
Total Public Welfare	<u>51,500</u>	<u>32,131</u>	<u>19,369</u>	<u>48,897</u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
Health and Welfare (continued)				
Program on Aging				
Personal services	\$ 329,172	\$ 335,042	\$ (5,870)	\$ 328,081
Contract services	144,817	134,555	10,262	122,460
Materials and supplies	256,340	255,273	1,067	252,270
Capital outlay	13,979	13,979	0	0
Payments to other agencies	11,450	11,450	0	10,450
Total Program on Aging	<u>755,758</u>	<u>750,299</u>	<u>5,459</u>	<u>713,261</u>
Court Appointed Special Advocates				
Payments to other agencies	11,000	11,000	0	11,000
F.A.I.T.H.				
Payments to other agencies	100,000	100,000	0	100,000
Total Health and Welfare	<u>1,033,378</u>	<u>958,720</u>	<u>74,658</u>	<u>938,273</u>
Culture and Recreation				
Civic Center				
Personal services	69,734	60,182	9,552	51,643
Contract services	32,713	33,883	(1,170)	36,585
Materials and supplies	65,212	59,616	5,596	56,256
Capital outlay	25,000	0	25,000	20,000
Total Civic Center	<u>192,659</u>	<u>153,681</u>	<u>38,978</u>	<u>164,484</u>
Recreation				
Personal services	387,996	346,299	41,697	381,359
Contract services	112,941	105,970	6,971	103,778
Materials and supplies	189,810	188,000	1,810	193,425
Capital outlay	93,194	121,534	(28,340)	0
Total Recreation	<u>783,941</u>	<u>761,803</u>	<u>22,138</u>	<u>678,562</u>
Rabun Arena				
Personal services	111,944	98,479	13,465	98,409
Contract services	15,820	15,187	633	25,780
Materials and supplies	47,875	40,898	6,977	40,273
Capital outlay	8,000	7,300	700	25,000
Total Rabun Arena	<u>183,639</u>	<u>161,864</u>	<u>21,775</u>	<u>189,462</u>
Rabun County Library				
Personal services	31,605	30,969	636	38,790
Contract services	4,415	1,257	3,158	2,415
Payments to other agencies	317,862	321,612	(3,750)	309,795
Total Rabun County Library	<u>353,882</u>	<u>353,838</u>	<u>44</u>	<u>351,000</u>
Rabun County Historical Society				
Payments to other agencies	5,672	5,737	(65)	5,670
Total Culture and Recreation	<u>1,519,793</u>	<u>1,436,923</u>	<u>82,870</u>	<u>1,389,178</u>

RABUN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
Housing and Development				
Extension Service				
Personal services	\$ 32,396	\$ 32,170	\$ 226	\$ 28,808
Contract services	9,445	7,611	1,834	10,120
Materials and supplies	4,700	3,929	771	3,963
Total Extension Service	<u>46,541</u>	<u>43,710</u>	<u>2,831</u>	<u>42,891</u>
Planning Commission				
Personal services	72,351	71,466	885	69,529
Contract services	20,183	15,301	4,882	16,813
Materials and supplies	1,817	1,348	469	1,112
Total Planning Commission	<u>94,351</u>	<u>88,115</u>	<u>6,236</u>	<u>87,454</u>
Economic Development				
Payments to other agencies	<u>6,814,490</u>	<u>1,177,304</u>	<u>5,637,186</u>	<u>422,661</u>
Soil Erosion Control				
Personal services	9,980	7,842	2,138	7,836
Contract services	6,000	6,059	(59)	6,000
Materials and supplies	300	214	86	265
Total Soil Erosion Control	<u>16,280</u>	<u>14,115</u>	<u>2,165</u>	<u>14,101</u>
Total Housing and Development	<u>6,971,662</u>	<u>1,323,244</u>	<u>5,648,418</u>	<u>567,107</u>
Total Current	<u>27,139,085</u>	<u>20,203,446</u>	<u>6,935,639</u>	<u>19,432,409</u>
Debt Service				
Public Safety				
Sheriff	106,000	105,520	480	63,312
Public Works				
Rabun County Water and Sewer Authority	334,000	333,004	996	333,004
Housing and Development				
Economic Development	<u>179,000</u>	<u>178,993</u>	<u>7</u>	<u>0</u>
Total Debt Service	<u>619,000</u>	<u>617,517</u>	<u>1,483</u>	<u>396,316</u>
Total Expenditures	<u>\$ 27,758,085</u>	<u>\$ 20,820,963</u>	<u>\$ 6,937,122</u>	<u>\$ 19,828,725</u>

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

Confiscated Assets Fund – This fund is used to account for the cash or property received from drug confiscations restricted for law enforcement.

Jail Fund – This fund is used to account for fines and fees received restricted for the maintenance of the County Jail.

Law Library Fund – This fund is used to account for fines and fees received restricted for operation of the Rabun County Law Library.

Juvenile Case Management Fund – This fund is used to account for fines and fees received restricted for juvenile supervision.

Drug Abuse Treatment Education Fund – This fund is used to account for fines and fees received restricted for drug treatment and education programs in the County.

Emergency 911 Fund – This fund is used to account for the County's share of telephone fees restricted for the operation of the 911 emergency system.

Hotel/Motel Tax Fund – This fund is used to account for hotel/motel tax collections restricted for trade and tourism in Rabun County.

Sheriff Donations Fund – This fund is used to account for funds restricted for Sheriff facilities and equipment.

RABUN COUNTY, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	2020	2019
Cash and cash equivalents	\$ 23,635	\$ 24,222
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for public safety	\$ 23,635	\$ 24,222

RABUN COUNTY, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL

For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	\$ 8,650	\$ 8,045	\$ (605)	\$ 24,558
Interest	0	0	0	2
Total revenues	8,650	8,045	(605)	24,560
EXPENDITURES				
Current				
Public Safety				
Materials and supplies	8,650	8,632	18	7,051
Total expenditures	8,650	8,632	18	7,051
Excess (deficiency) of revenues over (under) expenditures	0	(587)	(587)	17,509
Fund balances, July 1	0	24,222	24,222	6,713
Fund balances, June 30	\$ 0	\$ 23,635	\$ 23,635	\$ 24,222

**RABUN COUNTY, GEORGIA
 JAIL SPECIAL REVENUE FUND
 COMPARATIVE BALANCE SHEETS
 June 30, 2020 and 2019**

ASSETS	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 326,624	\$ 273,575
Intergovernmental receivable	<u>2,842</u>	<u>8,846</u>
Total assets	<u><u>\$ 329,466</u></u>	<u><u>\$ 282,421</u></u>
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for public safety	<u><u>\$ 329,466</u></u>	<u><u>\$ 282,421</u></u>

**RABUN COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL**

For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	\$ 100,500	\$ 85,159	\$ (15,341)	\$ 94,782
Interest	0	461	461	763
Total revenues	<u>100,500</u>	<u>85,620</u>	<u>(14,880)</u>	<u>95,545</u>
EXPENDITURES				
Current				
Public Safety				
Materials and supplies	100,500	13,575	86,925	20,210
Capital outlay	0	25,000	(25,000)	64,197
Total expenditures	<u>100,500</u>	<u>38,575</u>	<u>61,925</u>	<u>84,407</u>
Excess (deficiency) of revenues over (under) expenditures	0	47,045	47,045	11,138
Fund balances, July 1	0	282,421	282,421	271,283
Fund balances, June 30	<u>\$ 0</u>	<u>\$ 329,466</u>	<u>\$ 329,466</u>	<u>\$ 282,421</u>

RABUN COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	2020	2019
Cash and cash equivalents	\$ 40,089	\$ 46,415
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for judicial	\$ 40,089	\$ 46,415

RABUN COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL

For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees, and forfeitures	\$ 14,161	\$ 7,938	\$ (6,223)	\$ 10,784
Interest	150	47	(103)	46
Total revenues	14,311	7,985	(6,326)	10,830
EXPENDITURES				
Current				
Judicial				
Contract services	2,400	2,400	0	2,400
Materials and supplies	11,911	11,911	0	7,459
Total expenditures	14,311	14,311	0	9,859
Excess (deficiency) of revenues over (under) expenditures	0	(6,326)	(6,326)	971
Fund balances, July 1	0	46,415	46,415	45,444
Fund balances, June 30	\$ 0	\$ 40,089	\$ 40,089	\$ 46,415

RABUN COUNTY, GEORGIA
JUVENILE CASE MANAGEMENT SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	2020	2019
Cash and cash equivalents	\$ 3,965	\$ 3,959
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for judicial	\$ 3,965	\$ 3,959

RABUN COUNTY, GEORGIA
JUVENILE CASE MANAGEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020
(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental	\$ 1,000	\$ 0	\$ (1,000)	\$ 0
Interest	0	6	6	11
Total revenues	<u>1,000</u>	<u>6</u>	<u>(994)</u>	<u>11</u>
EXPENDITURES				
Current				
Judicial				
Contract services	<u>1,000</u>	<u>0</u>	<u>1,000</u>	<u>0</u>
Total expenditures	<u>1,000</u>	<u>0</u>	<u>1,000</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	0	6	6	11
Fund balances, July 1	<u>0</u>	<u>3,959</u>	<u>3,959</u>	<u>3,948</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 3,965</u></u>	<u><u>\$ 3,965</u></u>	<u><u>\$ 3,959</u></u>

RABUN COUNTY, GEORGIA
DRUG ABUSE TREATMENT EDUCATION SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	2020	2019
Cash and cash equivalents	\$ 58,960	\$ 69,150
Intergovernmental receivable	0	191
Total assets	\$ 58,960	\$ 69,341
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 0	\$ 3,056
Fund balances		
Restricted for judicial	58,960	66,285
Total liabilities and fund balances	\$ 58,960	\$ 69,341

RABUN COUNTY, GEORGIA
DRUG ABUSE TREATMENT EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2020
(With comparative actual amounts for the fiscal year ended June 30, 2019)

	<u>2020</u>			<u>2019</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Fines, fees, and forfeitures	\$ 18,500	\$ 10,945	\$ (7,555)	\$ 15,939
Interest	0	96	96	205
Total revenues	<u>18,500</u>	<u>11,041</u>	<u>(7,459)</u>	<u>16,144</u>
EXPENDITURES				
Current				
Judicial				
Materials and supplies	<u>18,500</u>	<u>18,366</u>	<u>134</u>	<u>26,830</u>
Total expenditures	<u>18,500</u>	<u>18,366</u>	<u>134</u>	<u>26,830</u>
Excess (deficiency) of revenues over (under) expenditures	0	(7,325)	(7,325)	(10,686)
Fund balances, July 1	<u>0</u>	<u>66,285</u>	<u>66,285</u>	<u>76,971</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 58,960</u></u>	<u><u>\$ 58,960</u></u>	<u><u>\$ 66,285</u></u>

RABUN COUNTY, GEORGIA
EMERGENCY 911 SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 246,169	\$ 422,935
Accounts receivable (net)	66,607	34,030
Total assets	<u>\$ 312,776</u>	<u>\$ 456,965</u>
 LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 3,241	\$ 2,929
Accrued salaries and payroll liabilities	0	18,195
Total liabilities	3,241	21,124
 Fund balances		
Assigned to public safety	309,535	435,841
Total liabilities and fund balances	<u>\$ 312,776</u>	<u>\$ 456,965</u>

RABUN COUNTY, GEORGIA
EMERGENCY 911 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL

For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance	Actual
REVENUES				
Charges for services	\$ 370,000	\$ 441,686	\$ 71,686	\$ 397,703
Interest	0	199	199	920
Total revenues	<u>370,000</u>	<u>441,885</u>	<u>71,885</u>	<u>398,623</u>
EXPENDITURES				
Current				
Public Safety				
Personal Services	820,680	754,237	66,443	738,889
Contract services	259,797	233,495	26,302	222,786
Materials and supplies	34,020	30,459	3,561	29,329
Capital outlay	8,336	0	8,336	66,620
Total expenditures	<u>1,122,833</u>	<u>1,018,191</u>	<u>104,642</u>	<u>1,057,624</u>
Excess (deficiency) of revenues over (under) expenditures	(752,833)	(576,306)	176,527	(659,001)
Other financing sources (uses)				
Transfers in (out)				
General Fund	752,833	450,000	(302,833)	410,000
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	(126,306)	(126,306)	(249,001)
Fund balances, July 1	0	435,841	435,841	684,842
Fund balances, June 30	<u>\$ 0</u>	<u>\$ 309,535</u>	<u>\$ 309,535</u>	<u>\$ 435,841</u>

RABUN COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	2020	2019
Cash and cash equivalents	\$ 77,604	\$ 37,740
Taxes receivable	69,060	56,854
Total assets	\$ 146,664	\$ 94,594
 LIABILITIES AND FUND BALANCES		
Accounts payable	\$ 23	\$ 0
 Fund balances		
Assigned to housing and development	146,641	94,594
Total liabilities and fund balances	\$ 146,664	\$ 94,594

RABUN COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL

For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	<u>2020</u>			<u>2019</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Taxes	\$ 230,000	\$ 239,021	\$ 9,021	\$ 183,680
Interest	0	89	89	181
Total revenues	<u>230,000</u>	<u>239,110</u>	<u>9,110</u>	<u>183,861</u>
EXPENDITURES				
Current				
Housing and Development				
Payments to other agencies	<u>230,000</u>	<u>187,063</u>	<u>42,937</u>	<u>228,000</u>
Total expenditures	<u>230,000</u>	<u>187,063</u>	<u>42,937</u>	<u>228,000</u>
Excess (deficiency) of revenues over (under) expenditures	0	52,047	52,047	(44,139)
Fund balances, July 1	<u>0</u>	<u>94,594</u>	<u>94,594</u>	<u>138,733</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 146,641</u></u>	<u><u>\$ 146,641</u></u>	<u><u>\$ 94,594</u></u>

RABUN COUNTY, GEORGIA
SHERIFF DONATIONS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	<u>\$ 29,774</u>	<u>\$ 18,782</u>
 LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for public safety	<u>\$ 29,774</u>	<u>\$ 18,782</u>

RABUN COUNTY, GEORGIA
SHERIFF DONATIONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL

For the fiscal year ended June 30, 2020

(With comparative actual amounts for the fiscal year ended June 30, 2019)

	<u>2020</u>			<u>2019</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Contributions	\$ 35,000	\$ 45,785	\$ 10,785	\$ 32,761
Total revenues	<u>35,000</u>	<u>45,785</u>	<u>10,785</u>	<u>32,761</u>
EXPENDITURES				
Current				
Public Safety				
Materials and supplies	<u>35,000</u>	<u>34,793</u>	<u>207</u>	<u>13,979</u>
Total expenditures	<u>35,000</u>	<u>34,793</u>	<u>207</u>	<u>13,979</u>
Excess (deficiency) of revenues over (under) expenditures	0	10,992	10,992	18,782
Fund balances, July 1	<u>0</u>	<u>18,782</u>	<u>18,782</u>	<u>0</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 29,774</u></u>	<u><u>\$ 29,774</u></u>	<u><u>\$ 18,782</u></u>

This page intentionally left blank.

CAPITAL PROJECTS FUNDS

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds).

Special Purpose Local Option Sales Tax #5 Fund – This fund is used to account for long-term projects financed by the 2007 passage of a special purpose local option sales tax.

Special Purpose Local Option Sales Tax #6 Fund – This fund is used to account for long-term projects financed by the 2013 passage of a special purpose local option sales tax.

Special Purpose Local Option Sales Tax #7 Fund – This fund is used to account for long-term projects financed by the 2019 passage of a special purpose local option sales tax.

Public Safety Fund – This fund is used to account for the acquisition or construction of public safety capital facilities financed by proceeds from bonds payable.

RABUN COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #5
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCES	<u>\$ 0</u>	<u>\$ 0</u>

RABUN COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #5
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2020 and 2019

	2020	2019
REVENUES	\$ 0	\$ 0
EXPENDITURES		
Capital Outlay		
Public Works		
Roads and Bridges	0	97,419
Total expenditures	0	97,419
Excess (deficiency) of revenues over (under) expenditures	0	(97,419)
Fund balances, July 1	0	97,419
Fund balances, June 30	\$ 0	\$ 0

RABUN COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #6
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2020 and 2019

ASSETS	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 4,215,039	\$ 7,098,200
Taxes receivable	<u>0</u>	<u>350,120</u>
Total assets	<u>\$ 4,215,039</u>	<u>\$ 7,448,320</u>
 LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 846,177	\$ 162,631
Retainages payable	<u>0</u>	<u>6,591</u>
Total liabilities	846,177	169,222
 Fund balances		
Restricted for capital outlay	<u>3,368,862</u>	<u>7,279,098</u>
Total liabilities and fund balances	<u>\$ 4,215,039</u>	<u>\$ 7,448,320</u>

RABUN COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #6
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2020 and 2019

REVENUES	<u>2020</u>	<u>2019</u>
Taxes	\$ 1,028,345	\$ 3,664,011
Interest	51,332	70,003
Contributions	<u>2,786</u>	<u>0</u>
Total revenues	<u>1,082,463</u>	<u>3,734,014</u>
 EXPENDITURES		
Capital Outlay		
Public Safety		
Fire Department	323,399	151,007
Public Works		
Road and Bridges	2,201,402	835,561
Water and Sewer	45,974	487,551
Culture and Recreation		
Recreation	0	267,018
Debt Service	<u>1,678,069</u>	<u>1,677,848</u>
Total expenditures	<u>4,248,844</u>	<u>3,418,985</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,166,381)</u>	<u>315,029</u>
 Other financing sources (uses)		
Transfers in (out)		
General Fund	136,995	0
Solid Waste Fund	(23,307)	(102,183)
Golf Course Fund	<u>(857,543)</u>	<u>(67,525)</u>
Total other financing sources (uses)	<u>(743,855)</u>	<u>(169,708)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(3,910,236)	145,321
Fund balances, July 1	<u>7,279,098</u>	<u>7,133,777</u>
Fund balances, June 30	<u><u>\$ 3,368,862</u></u>	<u><u>\$ 7,279,098</u></u>

RABUN COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #7
CAPITAL PROJECTS FUND
BALANCE SHEET
June 30, 2020

ASSETS

Cash and cash equivalents	\$ 557,945
Taxes receivable	<u>381,016</u>
 Total assets	 <u><u>\$ 938,961</u></u>

LIABILITIES AND FUND BALANCES

Liabilities

Accounts payable	\$ 611,314
------------------	------------

Fund balances

Restricted for capital outlay	<u>327,647</u>
-------------------------------	----------------

Total liabilities and fund balances	<u><u>\$ 938,961</u></u>
--	---------------------------------

RABUN COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX #7
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal year ended June 30, 2020

REVENUES

Taxes	\$ 2,838,139
Interest	<u>22</u>
Total revenues	<u>2,838,161</u>

EXPENDITURES

Capital Outlay	
Public Safety	
Sheriff	82,290
Intergovernmental	2,391,105
Debt Service	<u>37,119</u>
Total expenditures	<u>2,510,514</u>

Excess (deficiency) of revenues over (under) expenditures	327,647
Fund balances, July 1	<u>0</u>
Fund balances, June 30	<u><u>\$ 327,647</u></u>

RABUN COUNTY, GEORGIA
PUBLIC SAFETY CAPITAL PROJECTS FUND
BALANCE SHEET
June 30, 2020

ASSETS

Restricted cash and cash equivalents \$ 4,866,795

LIABILITIES AND FUND BALANCES

Liabilities

Accounts payable \$ 45,736

Fund balances

Restricted for capital outlay 4,821,059

Total liabilities and fund balances \$ 4,866,795

RABUN COUNTY, GEORGIA
PUBLIC SAFETY CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal year ended June 30, 2020

REVENUES

Interest	\$ 25,795
	<u>25,795</u>
Total revenues	25,795

EXPENDITURES

Capital Outlay	
Public Safety	
Sheriff	45,736
Debt Service	159,000
	<u>204,736</u>
Total expenditures	204,736

Excess (deficiency) of revenues over (under) expenditures	(178,941)
---	-----------

Other financing sources (uses)	
Issuance of bonds payable	5,000,000
	<u>5,000,000</u>

Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	4,821,059
---	-----------

Fund balances, July 1	0
	<u>0</u>

Fund balances, June 30	\$ 4,821,059
	<u>4,821,059</u>

This page intentionally left blank.

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The funds are self-supporting in nature where the costs, including depreciation, of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges.

Solid Waste Fund – This fund is used to account for the activities of solid waste disposal and recycling programs for Rabun County.

Waste-Water Facility Fund – This fund is used to account for activities connected with the waste water and water treatment facility of Rabun County.

Golf Course Fund – This fund is used to account for activities connected with the operations of a public golf course owned by Rabun County.

Development Authority Fund – This fund is used to account for activities of the Development Authority of Rabun County.

Building Authority Fund – This fund is used to account for activities of the Rabun County Building Authority.

RABUN COUNTY, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2020 and 2019

ASSETS

	2020	2019
Current assets		
Cash and cash equivalents	\$ 416,442	\$ 432,868
Accounts receivable (net)	42,801	46,147
Total current assets	459,243	479,015
Capital assets		
Non-depreciable	1,106,031	1,106,031
Depreciable (net)	1,152,202	1,200,562
Total capital assets (net of accumulated depreciation)	2,258,233	2,306,593
Total assets	2,717,476	2,785,608

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources - pension	26,501	46,000
Deferred outflows of resources - OPEB	869	0
Total deferred outflows of resources	27,370	46,000

LIABILITIES

Current liabilities

Accounts payable	27,711	33,352
Accrued salaries and payroll liabilities	0	16,783
Compensated absences	10,518	17,824
Closure/post-closure care	52,370	69,111
Total current liabilities	90,599	137,070

Noncurrent liabilities

Net pension liability	77,930	117,071
Net OPEB liability	14,249	13,205
Closure/post-closure care	2,787,933	2,754,506
Total noncurrent liabilities	2,880,112	2,884,782
Total liabilities	2,970,711	3,021,852

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources - pension	28,073	4,886
Deferred inflows of resources - OPEB	732	350
Total deferred inflows of resources	28,805	5,236

NET POSITION

Investment in capital assets	2,258,233	2,306,593
Unrestricted	(2,512,903)	(2,502,073)
Total net position	\$ (254,670)	\$ (195,480)

RABUN COUNTY, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
OPERATING REVENUES		
Charges for sales and services	\$ 550,362	\$ 590,477
Total operating revenues	<u>550,362</u>	<u>590,477</u>
OPERATING EXPENSES		
Costs of sales and services	653,271	866,327
Personal services	713,363	711,846
Depreciation	136,411	136,104
Total operating expenses	<u>1,503,045</u>	<u>1,714,277</u>
Operating income (loss)	<u>(952,683)</u>	<u>(1,123,800)</u>
Non-operating revenues (expenses)		
Interest revenue	753	1,727
Gain on sale of assets	13,950	0
Total non-operating revenues (expenses)	<u>14,703</u>	<u>1,727</u>
Net income (loss) before transfers	<u>(937,980)</u>	<u>(1,122,073)</u>
Transfers in (out)		
General Fund	855,483	990,000
SPLOST #6 Fund	23,307	102,183
Total transfers in (out)	<u>878,790</u>	<u>1,092,183</u>
Change in net position	<u>(59,190)</u>	<u>(29,890)</u>
Net position, July 1 (original)	(195,480)	(153,116)
Prior period adjustments	0	(12,474)
Net position, July 1 (restated)	<u>(195,480)</u>	<u>(165,590)</u>
Net position, June 30	<u><u>\$ (254,670)</u></u>	<u><u>\$ (195,480)</u></u>

RABUN COUNTY, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities:		
Receipts from customers	\$ 553,708	\$ 584,591
Payments to suppliers	(642,226)	(870,471)
Payments to employees	<u>(733,350)</u>	<u>(708,198)</u>
Net cash provided (used) by operating activities	<u>(821,868)</u>	<u>(994,078)</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	<u>855,483</u>	<u>990,000</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(88,346)	(316,010)
Proceeds from sale of assets	14,245	0
Receipts from other funds	<u>23,307</u>	<u>102,183</u>
Net cash provided (used) by capital and related financing activities	<u>(50,794)</u>	<u>(213,827)</u>
Cash flows from investing activities:		
Interest received	<u>753</u>	<u>1,727</u>
Net increase (decrease) in cash and cash equivalents	(16,426)	(216,178)
Cash and cash equivalents, July 1	<u>432,868</u>	<u>649,046</u>
Cash and cash equivalents, June 30	<u><u>\$ 416,442</u></u>	<u><u>\$ 432,868</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ (952,683)</u>	<u>\$ (1,123,800)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	136,411	136,104
Closure/post-closure care costs	16,686	(23,170)
(Increase) decrease in accounts receivable	3,346	(5,886)
(Increase) decrease in deferred outflows of resources - pension	19,499	(42,418)
(Increase) decrease in deferred outflows of resources - OPEB	(869)	770
Increase (decrease) in accounts payable	(5,641)	19,026
Increase (decrease) in accrued payroll liabilities	(24,089)	(1,371)
Increase (decrease) in net pension liability	(39,141)	48,072
Increase (decrease) in net OPEB liability	1,044	(39)
Increase (decrease) in deferred inflows of resources - pension	23,187	(1,716)
Increase (decrease) in deferred inflows of resources - OPEB	<u>382</u>	<u>350</u>
Total adjustments	<u>130,815</u>	<u>129,722</u>
Net cash provided (used) by operating activities	<u><u>\$ (821,868)</u></u>	<u><u>\$ (994,078)</u></u>

RABUN COUNTY, GEORGIA
WASTE-WATER FACILITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES	<u>0</u>	<u>0</u>
NET POSITION	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

RABUN COUNTY, GEORGIA
WASTE-WATER FACILITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2020 and 2019

	2020	2019
OPERATING REVENUES		
Charges for sales and services	\$ 52,989	\$ 120,000
OPERATING EXPENSES	0	0
Operating income (loss)	52,989	120,000
Transfers in (out)		
General Fund	(52,989)	(120,000)
Change in net position	0	0
Net position, July 1	0	0
Net position, June 30	\$ 0	\$ 0

RABUN COUNTY, GEORGIA
WASTE-WATER FACILITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2020 and 2019

	2020	2019
Cash flows from operating activities:		
Receipts from customers	\$ 52,989	\$ 120,000
Cash flows from non-capital financing activities:		
Payments to other funds	(52,989)	(120,000)
Net increase (decrease) in cash and cash equivalents	0	0
Cash and cash equivalents, July 1	0	0
Cash and cash equivalents, June 30	\$ 0	\$ 0
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 52,989	\$ 120,000

RABUN COUNTY, GEORGIA
GOLF COURSE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2020 and 2019

ASSETS

	2020	2019
Current assets		
Cash and cash equivalents	\$ 3,872	\$ 120,709
Prepays	900	0
Total current assets	4,772	120,709
Capital assets		
Non-depreciable	19,800	301,857
Depreciable (net)	1,432,252	22,808
Total capital assets (net of accumulated depreciation)	1,452,052	324,665
Total assets	1,456,824	445,374

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources - pension	16,100	25,996
Deferred outflows of resources - OPEB	443	0
Total deferred outflows of resources	16,543	25,996

LIABILITIES

Current liabilities

Accounts payable	1,644	1,526
Accrued salaries and payroll liabilities	0	5,638
Compensated absences	12,261	17,155
Total current liabilities	13,905	24,319

Noncurrent liabilities

Net pension liability	48,348	67,235
Net OPEB liability	7,509	7,005
Total noncurrent liabilities	55,857	74,240

Total liabilities

69,762	98,559
--------	--------

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources - pension	14,288	3,586
Deferred inflows of resources - OPEB	371	186
Total deferred inflows of resources	14,659	3,772

NET POSITION

Investment in capital assets	1,452,052	324,665
Unrestricted	(63,106)	44,374
Total net position	\$ 1,388,946	\$ 369,039

RABUN COUNTY, GEORGIA
GOLF COURSE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
OPERATING REVENUES		
Charges for sales and services	\$ 95,970	\$ 86,091
Total operating revenues	<u>95,970</u>	<u>86,091</u>
OPERATING EXPENSES		
Costs of sales and services	66,352	68,339
Personal services	254,320	256,329
Depreciation	12,987	10,141
Total operating expenses	<u>333,659</u>	<u>334,809</u>
Operating income (loss)	(237,689)	(248,718)
Non-operating revenues (expenses)		
Interest revenue	53	333
Net income (loss) before transfers	<u>(237,636)</u>	<u>(248,385)</u>
Transfer in (out)		
General Fund	400,000	185,000
SPLOST #6 Fund	857,543	67,525
Total transfers in (out)	<u>1,257,543</u>	<u>252,525</u>
Change in net position	<u>1,019,907</u>	<u>4,140</u>
Net position, July 1 (original)	369,039	371,516
Prior period adjustments	0	(6,617)
Net position, July 1 (restated)	<u>369,039</u>	<u>364,899</u>
Net position, June 30	<u><u>\$ 1,388,946</u></u>	<u><u>\$ 369,039</u></u>

RABUN COUNTY, GEORGIA
GOLF COURSE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities:		
Receipts from customers	\$ 95,970	\$ 86,091
Payments to suppliers	(67,134)	(67,388)
Payments to employees	(262,895)	(251,811)
	<u>(234,059)</u>	<u>(233,108)</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	<u>400,000</u>	<u>185,000</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(1,140,374)	(67,525)
Receipts from other funds	<u>857,543</u>	<u>67,525</u>
	<u>(282,831)</u>	<u>0</u>
Cash flows from investing activities:		
Interest received	<u>53</u>	<u>333</u>
Net increase (decrease) in cash and cash equivalents	(116,837)	(47,775)
Cash and cash equivalents, July 1	<u>120,709</u>	<u>168,484</u>
Cash and cash equivalents, June 30	<u><u>\$ 3,872</u></u>	<u><u>\$ 120,709</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ (237,689)</u>	<u>\$ (248,718)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	12,987	10,141
(Increase) decrease in prepaids	(900)	0
(Increase) decrease in deferred outflows of resources - pension	9,896	(21,938)
(Increase) decrease in deferred outflows of resources - OPEB	(443)	408
Increase (decrease) in accounts payable	118	951
Increase (decrease) in payroll liabilities	(10,532)	1,855
Increase (decrease) in net pension liability	(18,887)	25,501
Increase (decrease) in net OPEB liability	504	(20)
Increase (decrease) in deferred inflows of resources - pension	10,702	(1,474)
Increase (decrease) in deferred inflows of resources - OPEB	<u>185</u>	<u>186</u>
	<u>3,630</u>	<u>15,610</u>
	<u><u>\$ (234,059)</u></u>	<u><u>\$ (233,108)</u></u>

RABUN COUNTY, GEORGIA
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF NET POSITION
June 30, 2020

ASSETS

Current assets

Cash and cash equivalents	\$ 607,960
Investments	10,001
Notes receivable	28,878
	646,839
Total current assets	646,839

Noncurrent assets

Notes receivable	110,885
Non-depreciable capital assets	275,750
	386,635
Total noncurrent assets	386,635

Total assets	1,033,474
---------------------	------------------

LIABILITIES

Current liabilities

Accounts payable	3,232
	3,232

NET POSITION

Investment in capital assets	275,750
Unrestricted	754,492
	1,030,242
Total net position	\$ 1,030,242

RABUN COUNTY, GEORGIA
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal year ended June 30, 2020

OPERATING REVENUES	
Rental revenue	\$ 597,261
Other revenue	17,666
	614,927
Total operating revenues	614,927
OPERATING EXPENSES	
Costs of sales and services	303,427
Depreciation	194,846
	498,273
Total operating expenses	498,273
Operating income (loss)	116,654
Non-operating revenues (expenses)	
Intergovernmental revenue	690,722
Interest revenue	7,801
Interest expense	(445,419)
Loss on sale of assets	(5,197,134)
	(4,944,030)
Total non-operating revenues (expenses)	(4,944,030)
Net income (loss) before transfers	(4,827,376)
Transfer in (out)	
General Fund	5,564,740
	5,564,740
Change in net position	737,364
Net position, July 1	292,878
Net position, June 30	\$ 1,030,242

RABUN COUNTY, GEORGIA
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
For the fiscal year ended June 30, 2020

Cash flows from operating activities:	
Receipts from customers	\$ 519,084
Payments to suppliers	(331,385)
Other receipts	<u>17,666</u>
Net cash provided (used) by operating activities	<u>205,365</u>
Cash flows from non-capital financing activities:	
Receipts from promissory notes	30,324
Receipts from other governments	<u>690,722</u>
Net cash provided (used) by non-capital financing activities	<u>721,046</u>
Cash flows from capital and related financing activities:	
Proceeds from sale of assets	6,340,370
Receipts from other funds	5,564,740
Principal payments on bonds	(14,120,000)
Interest paid	<u>(602,987)</u>
Net cash provided (used) by capital and related financing activities	<u>(2,817,877)</u>
Cash flows from investing activities:	
Interest received	<u>7,801</u>
Net increase (decrease) in cash and cash equivalents	(1,883,665)
Cash and cash equivalents, July 1	<u>2,491,625</u>
Cash and cash equivalents, June 30	<u><u>\$ 607,960</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	<u>\$ 116,654</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	194,846
(Increase) decrease in accounts receivable	8,208
Increase (decrease) in accounts payable	(27,958)
Increase (decrease) in customer deposits payable	<u>(86,385)</u>
Total adjustments	<u>88,711</u>
Net cash provided (used) by operating activities	<u><u>\$ 205,365</u></u>

RABUN COUNTY, GEORGIA
BUILDING AUTHORITY ENTERPRISE FUND
STATEMENT OF NET POSITION
June 30, 2020

ASSETS

Current assets

Cash and cash equivalents	<u>\$ 5,679</u>
---------------------------	-----------------

NET POSITION

Unrestricted	<u><u>\$ 5,679</u></u>
--------------	------------------------

RABUN COUNTY, GEORGIA
BUILDING AUTHORITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal year ended June 30, 2020

OPERATING REVENUES	<u>\$</u>	0
OPERATING EXPENSES		<u>0</u>
Operating income (loss)		0
Non-operating revenues (expenses)		
Interest revenue		<u>9</u>
Change in net position		9
Net position, July 1		<u>5,670</u>
Net position, June 30	<u>\$</u>	<u><u>5,679</u></u>

RABUN COUNTY, GEORGIA
BUILDING AUTHORITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
For the fiscal year ended June 30, 2020

Cash flows from investing activities:	
Interest received	\$ 9
Cash and cash equivalents, July 1	<u> 5,670</u>
Cash and cash equivalents, June 30	<u><u> \$ 5,679</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	<u><u> \$ 0</u></u>

AGENCY FUNDS

These funds are used to account for assets held by the County as an agent to be expended in accordance with the conditions of its agency capacity.

Tax Commissioner - This fund accounts for assets and related liabilities for the collection of taxes and tag and title fees.

Clerk of Superior Court, Probate Court, and Magistrate Court - These funds account for assets and related liabilities for the collection of court related fees.

Sheriff Department - This fund accounts for deposits held for incarcerated inmates.

RABUN COUNTY, GEORGIA
AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 2020

	<u>Tax Commissioner</u>	<u>Clerk of Superior Court</u>
ASSETS		
Cash	\$ 477,354	\$ 681,362
Taxes receivable, net	<u>132,800</u>	<u>0</u>
Total assets	<u>\$ 610,154</u>	<u>\$ 681,362</u>
 LIABILITIES AND FUND BALANCES		
Liabilities		
Due to other agencies	<u>\$ 610,154</u>	<u>\$ 681,362</u>

<u>Probate Court</u>	<u>Magistrate Court</u>	<u>Sheriff Department</u>	<u>Totals</u>
\$ 52,829	\$ 1,553	\$ 14,333	\$ 1,227,431
<u>0</u>	<u>0</u>	<u>0</u>	<u>132,800</u>
<u>\$ 52,829</u>	<u>\$ 1,553</u>	<u>\$ 14,333</u>	<u>\$ 1,360,231</u>
<u>\$ 52,829</u>	<u>\$ 1,553</u>	<u>\$ 14,333</u>	<u>\$ 1,360,231</u>

RABUN COUNTY, GEORGIA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the fiscal year ended June 30, 2020

	<u>Balance July 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30</u>
TAX COMMISSIONER				
ASSETS				
Cash	\$ 460,631	\$ 37,902,531	\$ 37,885,808	\$ 477,354
Taxes receivable, net	204,418	15,981,309	16,052,927	132,800
Total	<u>\$ 665,049</u>	<u>\$ 53,883,840</u>	<u>\$ 53,938,735</u>	<u>\$ 610,154</u>
LIABILITIES				
Due to other agencies	<u>\$ 665,049</u>	<u>\$ 53,883,840</u>	<u>\$ 53,938,735</u>	<u>\$ 610,154</u>
CLERK OF SUPERIOR COURT				
ASSETS				
Cash	<u>\$ 586,688</u>	<u>\$ 1,791,142</u>	<u>\$ 1,696,468</u>	<u>\$ 681,362</u>
LIABILITIES				
Due to other agencies	<u>\$ 586,688</u>	<u>\$ 1,791,142</u>	<u>\$ 1,696,468</u>	<u>\$ 681,362</u>
PROBATE COURT				
ASSETS				
Cash	<u>\$ 43,023</u>	<u>\$ 416,523</u>	<u>\$ 406,717</u>	<u>\$ 52,829</u>
LIABILITIES				
Due to other agencies	<u>\$ 43,023</u>	<u>\$ 416,523</u>	<u>\$ 406,717</u>	<u>\$ 52,829</u>
MAGISTRATE COURT				
ASSETS				
Cash	<u>\$ 1,741</u>	<u>\$ 88,342</u>	<u>\$ 88,530</u>	<u>\$ 1,553</u>
LIABILITIES				
Due to other agencies	<u>\$ 1,741</u>	<u>\$ 88,342</u>	<u>\$ 88,530</u>	<u>\$ 1,553</u>
SHERIFF DEPARTMENT				
ASSETS				
Cash	<u>\$ 18,393</u>	<u>\$ 162,996</u>	<u>\$ 167,056</u>	<u>\$ 14,333</u>
LIABILITIES				
Due to other agencies	<u>\$ 18,393</u>	<u>\$ 162,996</u>	<u>\$ 167,056</u>	<u>\$ 14,333</u>
TOTALS				
ASSETS				
Cash	\$ 1,110,476	\$ 40,361,534	\$ 40,244,579	\$ 1,227,431
Taxes receivable, net	204,418	15,981,309	16,052,927	132,800
Total	<u>\$ 1,314,894</u>	<u>\$ 56,342,843</u>	<u>\$ 56,297,506</u>	<u>\$ 1,360,231</u>
LIABILITIES				
Due to other agencies	<u>\$ 1,314,894</u>	<u>\$ 56,342,843</u>	<u>\$ 56,297,506</u>	<u>\$ 1,360,231</u>

OTHER REPORTING SECTION

This page intentionally left blank.

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*

Honorable Chairman and Members
of the Board of Commissioners
Rabun County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Rabun County, Georgia, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Rabun County, Georgia's basic financial statements and have issued our report thereon dated November 13, 2020. Our report includes a reference to other auditors who audited the financial statements of the Rabun County Health Department, as described in our report on Rabun County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that were reported on separately by those auditors.

Internal Control over Financial Reporting

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

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

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

2020-001

Condition: During test of disbursements at the Law Library, we noted appropriate segregation of duties does not exist. The Law Library Secretary currently signs checks to herself for her monthly fees.

2020-001, continued

Criteria: Segregation of employees' duties is a common practice in an effective internal control structure. Segregation of duties is when specific employee functions related to important accounting areas (such as cash receipting and cash disbursements) are separated among different individuals to significantly reduce the risk that any one individual could intentionally or unintentionally misappropriate assets.

Effect: Failure to maintain adequate segregation of duties exposes the assets of the County to greater risk of misappropriation.

Cause: The same employee is writing and signing checks in which she is also the payee.

Recommendation: We recommend a member of the Law Library board sign all checks written to the Law Library Secretary. A member of the board should also review and document review of the bank reconciliations and statements on a monthly basis.

Management Response: Management has provided a copy of this finding to the appropriate Elected Officials and Department Heads and they concur with this finding. Action was taken immediately upon receipt of this comment from our auditors.

2020-002

Condition: While performing audit procedures on recreation receipts, we noted instances where deposits were not made timely. We noted 3 of 25 (12%) receipts tested were held for more than seven days before depositing.

Criteria: Proper internal controls require that cash receipts be deposited and transactions recorded in a timely manner.

Effect: Failure to deposit cash receipts in a timely manner exposes the County to a greater risk of loss due to fraud.

Cause: Recreation personnel are not depositing receipts at a minimum once per week.

Recommendation: At a minimum, deposits should be made weekly.

Management Response: Management concurs with this finding. Management has provided a copy of this finding to the appropriate Department Head and they concur with this finding. This action was taken immediately upon receipt of the comment from our auditors.

Compliance and Other Matters

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

Rabun County, Georgia's Responses to Findings

Rabun County, Georgia's responses to the findings identified in our audit are described above. Rabun County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

This report is intended 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 Rabun County, Georgia'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.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia

November 13, 2020

This page intentionally left blank.

STATE REPORTING SECTION

RABUN COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2020

Project	Estimated Cost *		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<u>SPLOST #6</u>					
Roads, Streets and Bridges	\$ 5,000,000	\$ 5,000,000	\$ 748,142	\$ 2,352,627	\$ 3,100,769
Water and Sewer Improvements	9,100,000	9,100,000	7,428,556	1,288,837	8,717,393
Parks and Recreation	2,000,000	2,000,000	969,634	893,787	1,863,421
Solid Waste Mgt Infrastructure	300,000	300,000	95,482	34,900	130,382
Senior Center	200,000	200,000	198,767	1,842	200,609
Fire Improvements	1,500,000	1,500,000	612,857	420,706	1,033,563
City of Dillard	400,000	400,000	400,000	0	400,000
City of Sky Valley	350,000	350,000	350,000	0	350,000
Mountain City	500,000	500,000	500,000	0	500,000
City of Tiger	450,000	450,000	450,000	0	450,000
City of Tallulah Falls	200,000	200,000	200,000	0	200,000
Total	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>	<u>\$ 11,953,438</u>	<u>\$ 4,992,699</u>	<u>\$ 16,946,137</u>
Parks and Recreation expenditures financed by Transfers from the General Fund				<u>136,995</u>	
Total expenditures and transfers out of the SPLOST #6 Fund				<u><u>\$ 5,129,694</u></u>	

RABUN COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2020

Project	Estimated Cost *		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<u>SPLOST #7</u>					
Sheriff's Building Administration -	\$ 1,000,000	\$ 1,000,000	\$ 0	\$ 89,714	\$ 89,714
Courthouse	3,000,000	3,000,000	0	0	0
Jail	4,000,000	4,000,000	0	29,695	29,695
Water and Sewer	5,000,000	5,000,000	0	0	0
Roads and Bridges	2,500,000	2,500,000	0	0	0
City of Clayton	2,300,000	2,300,000	0	447,035	447,035
City of Dillard	440,000	440,000	0	440,000	440,000
City of Sky Valley	390,000	390,000	0	390,000	390,000
Mountain City	650,000	650,000	0	447,035	447,035
City of Tiger	500,000	500,000	0	447,035	447,035
City of Tallulah Falls	220,000	220,000	0	220,000	220,000
Total	\$ 20,000,000	\$ 20,000,000	\$ 0	\$ 2,510,514	\$ 2,510,514

* Estimated cost represents the portion of these projects to be financed with Special Purpose Local Option Sales Tax. Actual costs that are in excess of these amounts have been financed through alternative funds.

This page intentionally left blank.