

# PIKE COUNTY, GEORGIA



## ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR  
ENDED JUNE 30, 2021

This page is left blank intentionally.

# PIKE COUNTY, GEORGIA

## TABLE OF CONTENTS

JUNE 30, 2021

### FINANCIAL SECTION

<b>INDEPENDENT AUDITOR'S REPORT.....</b>	<b>1-3</b>
--	------------

#### **FINANCIAL STATEMENTS**

##### **Government-wide Financial Statements**

Statement of Net Position .....	4-5
Statement of Activities .....	6

##### **Fund Financial Statements**

Balance Sheet – Governmental Funds.....	7
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position .....	8
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes In Fund Balances of Governmental Funds to the Statement of Activities.....	10
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund and Major Special Revenue Fund.....	11-18
Statement of Fiduciary Assets and Liabilities.....	19
Combining Statement of Net Position – Component Units.....	20
Combining Statement of Activities – Component Units .....	21
<b>Notes to the Financial Statements.....</b>	<b>20-49</b>

#### **SUPPLEMENTARY INFORMATION**

##### **Nonmajor Governmental Funds**

Combining Balance Sheet – Nonmajor Governmental Funds .....	50
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds .....	51

# PIKE COUNTY, GEORGIA

## TABLE OF CONTENTS

JUNE 30, 2021

### **Special Revenue Funds**

#### **Law Library Fund:**

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	52
--	----

#### **State Seizure Fund:**

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	53
--	----

#### **Federal Seizure Fund:**

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	54
--	----

#### **Drug Abuse Treatment Fund:**

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	55
--	----

#### **Juvenile Court Fund:**

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual.....	56
--	----

<b>Schedule of Projects Constructed with Special Purpose Local Options Sales Tax.....</b>	<b>57</b>
---	-----------

### **Agency Funds**

Combining Statement of Changes in Assets and Liabilities.....	58-61
---	-------

### **Component Unit – Pike County Agribusiness Authority**

Balance Sheet .....	62
Statement of Revenues, Expenditures and Changes in Fund Balance .....	63

# PIKE COUNTY, GEORGIA

## TABLE OF CONTENTS

JUNE 30, 2021

### INTERNAL CONTROL AND COMPLIANCE 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>Governmental Auditing Standards</i> .....	64-65
Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance.....	66-67
Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	
Schedule of Expenditures of Federal Awards.....	68
Notes to Schedule of Expenditures of Federal Awards .....	69
Schedule of Findings and Responses .....	70-74
E-911 Certification.....	75-77

## **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Pike County Georgia  
Zebulon, Georgia

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pike County, Georgia, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Pike 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 the Pike County Board of Health, which statements reflect total assets and deferred outflows of resources of \$450,610 as of June 30, 2021, and total revenues of \$544,946 as of June 30, 2021. 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 each of these component units, is based solely on the report of the other auditors. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinions**

In our opinion, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pike County, Georgia, as of June 30, 2021, and the respective changes in financial position and, and the respective budgetary comparison for the General Fund and the Major Special Revenue Fund, thereof and for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the General Fund and CARES Act Fund – Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis), as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not 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 methods of preparing information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pike County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, the Pike County Agribusiness Authority statements, and the schedule of projects constructed with special sales tax proceeds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the budgetary comparison schedules, the Pike County Agribusiness Authority statements, and the schedule of projects constructed with special sales tax proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been

subjected to the auditing procedures applied to 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 by other auditors and us. In our opinion, based on our audit, the procedures performed as described above, and the report of other auditors, the combining and individual nonmajor fund financial statements, the budgetary comparison schedules, the Pike County Agribusiness Authority statements, and the schedule of projects constructed with special sales tax proceeds, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2021, on our consideration of Pike County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and other compliance and the results of that testing, and not to provide an opinion on the effectiveness of Pike County, Georgia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Pike County, Georgia's internal control over financial reporting and compliance.

*Driver Adams + Sharpe*

Thomaston, Georgia  
December 29, 2021



## **FINANCIAL STATEMENTS**

# PIKE COUNTY, GEORGIA STATEMENT OF NET POSITION

June 30, 2021

	PRIMARY GOVERNMENT	
	Governmental Activities	Component Units
<b>ASSETS</b>		
Cash and cash equivalents	\$ 10,979,613	\$ 807,608
Receivables (net of allowance for uncollectible):		
Taxes	219,564	-
Accounts	296,474	69,768
Due from other governments	188,826	-
Inventory	4,134	-
Prepaid items	855	11,785
Restricted Assets:		
Temporary cash investments	-	217,779
Net OPEB asset	-	14,272
Capital assets:		
Non depreciable	729,975	2,765,127
Depreciable, net	8,358,251	4,537,011
<b>TOTAL ASSETS</b>	<b>20,777,692</b>	<b>8,423,350</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows of resources related to pensions	-	62,001
Deferred outflows of resources related to OPEB	-	33,272
<b>Total Deferred Outflows of Resources</b>	<b>-</b>	<b>95,273</b>

The notes to financial statements are an integral part of this statement.  
This financial statement continues on the next page.

# PIKE COUNTY, GEORGIA STATEMENT OF NET POSITION

June 30, 2021

	PRIMARY GOVERNMENT	
	Governmental Activities	Component Units
<b>LIABILITIES</b>		
Accounts payable	\$ 721,439	\$ 9,206
Accrued salaries and benefits	123,809	5,368
Accrued interest	6,792	2,209
Unearned Revenue	1,841,573	
Customer deposits	-	48,905
Noncurrent liabilities		
Due within one year		
Notes payable	178,884	40,382
Capital leases	80,981	-
Bonds payable	840,000	158,197
Landfill post closure cost	23,340	-
Compensated absences	160,105	12,505
Due in more than one year		
Notes payable	185,022	150,905
Capital leases	322,355	-
Bonds payable	880,000	1,885,377
Landfill post closure cost	39,420	-
Compensated absences	83,120	30,469
Net pension liability	-	285,985
Net OPEB liability	-	69,662
<b>TOTAL LIABILITIES</b>	<b>5,486,839</b>	<b>2,699,171</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows of resources related to pensions	-	-
Deferred inflows of resources related to OPEB	-	74,508
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>74,508</b>
<b>NET POSITION</b>		
Net investment in capital assets	6,600,984	5,222,381
Restricted for:		
Capital outlay	3,738,294	-
Road projects	-	-
Court programs	75,740	-
Law enforcement	191,390	-
Health services	-	93,340
Debt service	-	217,779
Unrestricted (deficit)	4,684,445	211,443
<b>TOTAL NET POSITION</b>	<b>\$ 15,290,853</b>	<b>\$ 5,744,943</b>

The notes to financial statements are an integral part of this statement.

# PIKE COUNTY, GEORGIA STATEMENT OF ACTIVITIES

June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and	Component
		Charges for Services	Operating	Capital	Primary Government	
			Grants and Contributions	Grants and Contributions	Governmental Activities	
<b>Primary Government</b>						
Governmental activities:						
General government	\$ 2,639,181	\$ 1,729,823	\$ 953,277	\$ -	\$ 43,919	
Public safety	3,922,293	434,706	7,651	-	(3,479,936)	
Public works	4,069,148	3,699	538,670	230,604	(3,296,175)	
Judicial	1,213,992	-	4,848	-	(1,209,144)	
Health and welfare	605,743	-	107,448	-	(498,295)	
Culture and recreation	555,509	-	-	-	(555,509)	
Economic development	664,614	-	-	-	(664,614)	
Interest on long-term debt	73,166	-	-	-	(73,166)	
Total governmental activities	13,743,646	2,168,228	1,611,894	230,604	(9,732,920)	
<b>Total Primary Government</b>	<b>\$ 13,743,646</b>	<b>\$ 2,168,228</b>	<b>\$ 1,611,894</b>	<b>\$ 230,604</b>	<b>\$ (9,732,920)</b>	
<b>Component Units</b>						
Pike County Department of Public Health	\$ 435,414	\$ 265,456	\$ 279,465	\$ -		\$ 109,507
Pike County J. Joel Edward Public Library	165,004	5,486	163,639	-		4,121
Pike County Water and Sewerage Authority	421,734	299,787	210,045	-		88,098
Pike County Agribusiness Authority	76,252	80,088	34,714	-		38,550
Development Authority of Pike County	123,495	-	63,000	-		(60,495)
Pike County Recreation Authority	509,400	188,279	312,653	41,418		32,950
<b>Total Component Units</b>	<b>\$ 1,731,299</b>	<b>\$ 839,096</b>	<b>\$ 1,063,516</b>	<b>\$ 41,418</b>		<b>\$ 212,731</b>
<b>General Revenues</b>						
					\$ 6,661,427	\$ -
Property tax						-
Sales tax					3,459,799	-
Motor vehicle tax					1,685,257	-
Other tax					1,515,694	-
Interest revenue					486	2,823
Miscellaneous					122,589	4,353
Gain on sale of asset					196,503	-
<b>Total General Revenues and Transfers</b>					<b>13,641,756</b>	<b>7,176</b>
Change in net position					\$ 3,908,836	\$ 219,907
Net position - beginning of year (restated)					11,382,017	5,525,035
<b>Net Position - End of year</b>					<b>\$ 15,290,853</b>	<b>\$ 5,744,943</b>

The notes to financial statements are an integral part of this statement.

PIKE COUNTY, GEORGIA  
GOVERNMENTAL FUNDS BALANCE SHEET

June 30, 2021

	General Fund	E911 Fund	American Rescue Plan Fund	Cares Act Fund	Impact Fees Fund	LMIG Fund	SPLOST 2016 Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Assets</b>									
Cash and cash equivalents	\$ 4,725,377	\$ 121,211	\$ 1,841,938	\$ -	\$ 1,201,766	\$ 448,914	\$ 2,296,457	\$ 343,951	\$ 10,979,613
Receivables, net of allowance									
Taxes	219,564	-	-	-	-	-	-	-	219,564
Other receivables	178,205	62,973	-	-	55,295	-	-	-	296,474
Due from other governments	4,050	-	-	-	-	-	184,776	-	188,826
Due from other funds	167,647	-	-	-	-	1,256	-	-	168,903
Inventory	4,134	-	-	-	-	-	-	-	4,134
Prepaid items	855	-	-	-	-	-	-	-	855
<b>Total Assets</b>	<b>\$ 5,299,832</b>	<b>\$ 184,185</b>	<b>\$ 1,841,938</b>	<b>\$ -</b>	<b>\$ 1,257,061</b>	<b>\$ 450,170</b>	<b>\$ 2,481,233</b>	<b>\$ 343,951</b>	<b>\$ 11,858,369</b>
<b>Liabilities and Fund Balances</b>									
<b>Liabilities</b>									
Accounts payable	\$ 212,886	\$ 2,019	\$ -	\$ -	\$ -	\$ 501,944	\$ -	\$ 4,590	\$ 721,439
Accrued payroll deductions	109,290	14,519	-	-	-	-	-	-	123,809
Unearned Revenue	-	-	1,841,573	-	-	-	-	-	1,841,573
Due to other funds	1,256	167,647	-	-	-	-	-	-	168,903
<b>Total Liabilities</b>	<b>\$ 323,432</b>	<b>\$ 184,185</b>	<b>\$ 1,841,573</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 501,944</b>	<b>\$ -</b>	<b>\$ 4,590</b>	<b>\$ 2,855,724</b>
<b>Deferred Inflows of Resources</b>									
Unavailable Revenues - property taxes	\$ 201,243	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 201,243
<b>Total Deferred Inflows of Resources</b>	<b>\$ 201,243</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 201,243</b>
<b>Fund Balances</b>									
Nonspendable	\$ 4,989	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,989
Restricted	-	-	-	-	1,257,061	-	2,481,233	287,658	4,025,952
Committed	159,456	-	-	-	-	-	-	-	159,456
Assigned	-	-	-	-	-	-	-	51,703	51,703
Unassigned	4,610,712	-	365	-	-	(51,774)	-	-	4,559,303
<b>Total Fund Balances</b>	<b>\$ 4,775,157</b>	<b>\$ -</b>	<b>\$ 365</b>	<b>\$ -</b>	<b>\$ 1,257,061</b>	<b>\$ (51,774)</b>	<b>\$ 2,481,233</b>	<b>\$ 339,361</b>	<b>\$ 8,801,403</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 5,299,832</b>	<b>\$ 184,185</b>	<b>\$ 1,841,938</b>	<b>\$ -</b>	<b>\$ 1,257,061</b>	<b>\$ 450,170</b>	<b>\$ 2,481,233</b>	<b>\$ 343,951</b>	<b>\$ 11,858,369</b>

The notes to financial statements are an integral part of this statement.

# PIKE COUNTY, GEORGIA RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

June 30, 2021

Total Fund Balance per Balance Sheet of Governmental Funds	\$ 8,801,402
--	--------------

Amounts reported for governmental activities in the Statement of Net Position differ from amounts reported in the Balance Sheet of Governmental Funds due to the following:

## Capital Assets

Capital assets used in governmental activities are not financial resources and are not reported in the funds

Cost of the assets	19,157,468
Accumulated depreciation	(10,069,242)

## Revenues

Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds.	201,243
---	---------

## Long-Term Liabilities

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities both current and long-term are reported in the Statement of Net Position. Long-term liabilities at year-end consist of the following

Capital leases payable	(403,336)
Notes payable	(363,906)
Bonds payable	(1,720,000)
Landfill postclosure costs	(62,760)
Compensated absences	(243,225)
Accrued interest	<u>(6,792)</u>

Total Net Position of Governmental Activities	<u>\$ 15,290,853</u>
---	----------------------

# GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

June 30, 2021

	General Fund	E911 Fund	American Rescue Plan Fund	Cares Act Fund	Impact Fees Fund	LMIG Fund	SPLOST 2016 Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Revenues</b>									
Taxes:									
Property tax	\$ 6,622,091	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,622,091
Sales tax	1,466,222	-	-	-	-	-	1,993,577	-	3,459,799
Other taxes	3,200,951	-	-	-	-	-	-	-	3,200,951
Licenses and permits	405,978	-	-	-	506,118	-	-	-	912,096
Intergovernmental	192,736	-	-	880,488	-	538,670	-	230,463	1,842,357
Fines and forfeitures	558,838	-	-	-	-	-	-	58,393	617,231
Charges for services	262,588	376,313	-	-	-	-	-	-	638,901
Interest earnings	370	12	12	-	-	52	141	40	627
Rent	2,100	-	-	-	-	-	-	-	2,100
Other revenues	120,489	-	-	-	-	-	-	-	120,489
<b>Total revenues</b>	<b>\$ 12,832,363</b>	<b>\$ 376,325</b>	<b>\$ 12</b>	<b>\$ 880,488</b>	<b>\$ 506,118</b>	<b>\$ 538,723</b>	<b>\$ 1,993,718</b>	<b>\$ 288,896</b>	<b>\$ 17,416,643</b>
<b>Expenditures</b>									
Current:									
General government	\$ 2,340,748	\$ -	\$ 147	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,340,895
Public safety	3,129,764	646,105	-	436,796	-	-	-	174,191	4,386,856
Public works	3,217,321	-	-	-	-	-	17,275	-	3,234,596
Judicial	1,206,436	-	-	-	-	-	-	-	1,206,436
Health and welfare	670,005	-	-	-	-	-	-	-	670,005
Culture and recreation	509,587	-	-	-	41,418	-	-	-	551,005
Housing and development	404,178	-	-	-	-	-	-	-	404,178
Intergovernmental	-	-	-	-	-	-	173,949	-	173,949
Debt service									-
Principal	453,055	-	-	-	-	-	800,000	-	1,253,055
Interest	41,578	-	-	-	-	-	31,588	-	73,166
Capital Outlay	-	139,624	-	-	50,063	1,048,261	-	292,701	1,530,650
<b>Total expenditures</b>	<b>\$ 11,972,672</b>	<b>\$ 785,730</b>	<b>\$ 147</b>	<b>\$ 436,796</b>	<b>\$ 91,482</b>	<b>\$ 1,048,261</b>	<b>\$ 1,022,812</b>	<b>\$ 466,892</b>	<b>\$ 15,824,791</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 859,691</b>	<b>\$ (409,405)</b>	<b>\$ (135)</b>	<b>\$ 443,692</b>	<b>\$ 414,636</b>	<b>\$ (509,538)</b>	<b>\$ 970,907</b>	<b>\$ (177,996)</b>	<b>\$ 1,591,852</b>
<b>Other financing sources (uses)</b>									
Transfer from other funds	\$ 443,692	\$ 409,405	\$ 500	\$ -	\$ -	\$ 202,639	\$ -	\$ 50,000	\$ 1,106,236
Transfer to other funds	(662,544)	-	-	(443,692)	-	-	-	-	(1,106,236)
Loan Proceeds	377,290	-	-	-	-	-	-	-	377,290
Proceeds from sale of property	418,390	-	-	-	-	-	-	-	418,390
<b>Total other financing sources (uses)</b>	<b>\$ 576,828</b>	<b>\$ 409,405</b>	<b>\$ 500</b>	<b>\$ (443,692)</b>	<b>\$ -</b>	<b>\$ 202,639</b>	<b>\$ -</b>	<b>\$ 50,000</b>	<b>\$ 795,680</b>
Net change in fund balance	\$ 1,436,519	\$ -	\$ 365	\$ -	\$ 414,636	\$ (306,899)	\$ 970,907	\$ (127,996)	\$ 2,387,532
Fund balance - beginning of year	3,338,638	-	-	-	842,424	255,125	1,510,326	467,357	6,413,870
<b>Fund balance - end of year</b>	<b>\$ 4,775,157</b>	<b>\$ -</b>	<b>\$ 365</b>	<b>\$ -</b>	<b>\$ 1,257,061</b>	<b>\$ (51,774)</b>	<b>\$ 2,481,233</b>	<b>\$ 339,361</b>	<b>\$ 8,801,403</b>

The notes to financial statements are an integral part of this statement.

# PIKE COUNTY, GEORGIA RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2021

Excess (deficit) of revenues and other financing sources over (under) expenditures and other uses per Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances

\$ 2,387,532

Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the following:

## Capital Assets

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are depreciated over their estimated useful lives and reported as depreciation expense in the current period.

Total capital outlays	1,602,933
Total depreciation	(789,572)

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

Cost of assets disposed	(605,098)
Related accumulated depreciation	383,211

## Long-Term Debt

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The adjustments for these items are as follows:

Capital leases	409,740
Bond payable	800,000
Note payable	43,315
Accrued interest	5,014
Debt issued or incurred	(377,290)
Landfill postclosure costs	23,340
Compensated absences	(13,625)

## Revenues

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

39,336

Change in net position of governmental activities	<u>\$ 3,908,836</u>
---	---------------------



PIKE COUNTY, GEORGIA  
GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Taxes</b>				
General property tax	\$ 7,025,435	\$ 6,869,359	\$ 6,622,091	\$ (247,268)
Local option sales tax	1,000,000	1,000,000	1,466,222	466,222
Other				
Motor vehicle tax	1,447,000	1,497,000	1,685,257	188,257
Intangible tax	150,000	150,000	257,734	107,734
Mobile home tax	15,000	15,000	12,933	(2,067)
Timber taxes	12,000	12,000	8,664	(3,336)
Insurance premium tax	1,000,000	1,118,570	1,118,570	-
Penalties and interest	45,100	45,100	38,437	(6,663)
Financial institution tax	57,000	57,000	66,976	9,976
Other taxes	1,000	1,000	12,380	11,380
<b>Total Taxes</b>	<b>10,752,535</b>	<b>10,765,029</b>	<b>11,289,264</b>	<b>524,235</b>
<b>Licenses and Permits</b>				
Alcohol beverage license	48,000	48,000	58,176	10,176
Business license	38,000	38,000	39,947	1,947
Building permits	206,000	206,000	271,750	65,750
Other	8,500	8,500	36,105	27,605
<b>Total Licenses and Permits</b>	<b>300,500</b>	<b>300,500</b>	<b>405,978</b>	<b>105,478</b>
<b>Intergovernmental Revenues</b>				
Federal grants	100,000	725,733	107,448	(618,285)
State grants				
Secretary of State Elections Grant	4,873	4,873	2,933	(1,940)
Department of Juvenile Justice	5,000	5,000	4,848	(152)
Georgia Emergency Management Agency	32,984	32,984	7,651	(25,333)
Post Closure Landfill Grant	28,000	28,000	-	(28,000)
Other				
Pre-Trial Diversion Program	100	100	-	(100)
City of Zebulon	-	-	-	-
Real estate transfer tax	45,000	45,000	69,856	24,856
<b>Total Intergovernmental Revenue</b>	<b>215,957</b>	<b>841,690</b>	<b>192,736</b>	<b>(648,954)</b>

PIKE COUNTY, GEORGIA  
GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Fines and Forfeitures</b>				
Superior Court fines	150,000	150,000	237,728	87,728
Probate Court fines	140,000	140,000	162,965	22,965
Magistrate Court fines	16,500	16,500	16,690	190
Sheriff's cost and fees	183,372	183,372	141,455	(41,917)
<b>Total Fines and Forfeitures</b>	<b>489,872</b>	<b>489,872</b>	<b>558,838</b>	<b>68,966</b>
<b>Charges for Services</b>				
Tax Commissioner - commissions	240,000	240,000	258,889	18,889
Driveway culverts	10,000	10,000	3,699	(6,301)
<b>Total Charges for Services</b>	<b>250,000</b>	<b>250,000</b>	<b>262,588</b>	<b>12,588</b>
<b>Miscellaneous</b>				
Interest earnings	3,000	3,000	370	(2,630)
Rents	8,400	8,400	2,100	(6,300)
Animal control donations	-	-	-	-
Miscellaneous	126,228	126,228	120,489	(5,739)
<b>Total Miscellaneous</b>	<b>137,628</b>	<b>137,628</b>	<b>122,959</b>	<b>(14,669)</b>
<b>Total Revenues</b>	<b>12,146,492</b>	<b>12,784,719</b>	<b>12,832,363</b>	<b>47,644</b>

PIKE COUNTY, GEORGIA  
GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>General Government</b>				
General Administration	1,060,610	1,208,543	971,342	237,201
Tax Commissioner's Office	280,932	280,932	274,300	6,632
Tax Assessors	353,161	353,161	286,403	66,758
Board of Equalization	2,373	2,498	2,498	-
Voter Registrar	155,134	161,040	145,743	15,297
Cooperative Extension Service	76,545	76,545	55,390	21,155
Code Enforcement Officer	294,307	273,381	257,007	16,374
Building and Grounds	314,242	348,065	348,065	-
<b>Total General Government</b>	<b>2,537,304</b>	<b>2,704,165</b>	<b>2,340,748</b>	<b>363,417</b>
<b>Judicial</b>				
Judicial Administration	171,307	171,307	169,385	1,922
Superior Court	296,465	296,465	288,338	8,127
Probate Court	192,386	191,301	186,476	4,825
Magistrate Court	273,384	273,384	259,888	13,496
Public Defender	181,315	181,315	181,315	-
District Attorney	121,034	121,034	121,034	-
<b>Total Judicial</b>	<b>1,235,891</b>	<b>1,234,806</b>	<b>1,206,436</b>	<b>28,370</b>
<b>Public Safety</b>				
Sheriff's Office	2,181,079	2,168,879	1,716,141	452,738
Jail Operations	872,687	883,187	793,687	89,500
Fire Department	228,320	252,356	252,356	-
Animal Control	166,283	331,799	331,799	-
Coroner's Office	35,668	35,781	35,781	-
<b>Total Public Safety</b>	<b>3,484,037</b>	<b>3,672,002</b>	<b>3,129,764</b>	<b>542,238</b>
<b>Public Works</b>				
Sanitation	76,500	72,216	72,216	-
Road Department	2,193,741	2,918,417	2,918,417	-
<b>Total Public Works</b>	<b>2,270,241</b>	<b>2,990,633</b>	<b>2,990,633</b>	<b>-</b>

PIKE COUNTY, GEORGIA  
GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Health and Welfare</b>				
DFCS	37,475	37,475	18,053	19,422
Ambulance Contract	350,000	400,000	350,000	50,000
Emergency Management	26,235	27,085	27,085	-
Senior Center	164,288	174,201	174,201	-
Pike County Board of Health	76,105	76,105	76,104	1
McIntosh Trail RC	26,400	26,400	24,562	1,838
<b>Total Health and Welfare</b>	<b>680,503</b>	<b>741,266</b>	<b>670,005</b>	<b>71,261</b>
<b>Culture and Recreation</b>				
Recreation	316,196	316,196	311,895	4,301
Library	176,787	176,787	176,160	627
Flint River Regional Library	12,000	12,000	11,859	141
Forestry Resources	9,673	9,673	9,673	-
<b>Total Culture and Recreation</b>	<b>514,656</b>	<b>514,656</b>	<b>509,587</b>	<b>5,069</b>
<b>Housing and Development</b>				
Pike County Agribusiness Authority	38,214	38,214	37,609	605
Pike County Water Authority	210,545	210,759	210,759	-
Economic Development	96,619	96,619	51,628	44,991
Soil Conservation	41,314	41,314	41,182	132
Development Authority	63,000	63,000	63,000	-
<b>Total Housing and Development</b>	<b>449,692</b>	<b>449,906</b>	<b>404,178</b>	<b>45,728</b>
<b>Debt Service</b>				
Principal	420,269	679,743	679,743	-
Interest and fiscal charges	-	41,578	41,578	-
<b>Total Debt Service</b>	<b>420,269</b>	<b>721,321</b>	<b>721,321</b>	<b>-</b>
<b>Total Expenditures</b>	<b>11,592,593</b>	<b>13,028,755</b>	<b>11,972,672</b>	<b>1,056,083</b>
<b>Excess Revenue Over (Under) Expenditures</b>	<b>553,899</b>	<b>(244,036)</b>	<b>859,691</b>	<b>1,103,727</b>

PIKE COUNTY, GEORGIA  
GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Other Financing Sources (Uses)</b>				
Transfer to E911 Fund	(301,660)	(409,405)	(409,405)	-
Transfer to LMIG Fund	(202,639)	(202,639)	(202,639)	-
Transfer to ARPA	-	(500)	(500)	-
Transfer to CDBG Fund	(50,000)	(50,000)	(50,000)	-
Transfer from CARES Fund	-	-	443,692	443,692
Loan Proceeds	-	-	377,290	377,290
Proceeds from sale of property	10,000	422,845	418,390	(4,455)
<b>Total other financing sources (uses)</b>	<b>(544,299)</b>	<b>(239,699)</b>	<b>576,828</b>	<b>816,527</b>
<b>Net change in fund balance</b>	<b>9,600</b>	<b>(483,735)</b>	<b>1,436,519</b>	<b>1,920,254</b>
<b>Fund Balance - Beginning of Year</b>	<b>3,338,638</b>	<b>3,338,638</b>	<b>3,338,638</b>	<b>-</b>
<b>Fund Balance - End of Year</b>	<b>\$ 3,348,238</b>	<b>\$ 2,854,903</b>	<b>\$ 4,775,157</b>	<b>\$ 1,920,254</b>

PIKE COUNTY, GEORGIA  
E-911 FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Revenues</b>				
Charges for services	\$ 390,000	\$ 390,000	\$ 376,313	\$ (13,687)
Interest income	175	175	12	(163)
<b>Total Revenues</b>	<b>390,175</b>	<b>390,175</b>	<b>376,325</b>	<b>(13,850)</b>
<b>Expenditures</b>				
Current:				
Public safety	691,835	691,835	646,105	45,730
Capital outlay	-	-	139,624	(139,624)
<b>Total Expenditures</b>	<b>691,835</b>	<b>691,835</b>	<b>785,730</b>	<b>(93,895)</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(301,660)</b>	<b>(301,660)</b>	<b>(409,405)</b>	<b>-</b>
<b>Other Financing Sources (Uses)</b>				
Transfers from General Fund	301,660	301,660	409,405	107,745
<b>Total Other Financing Sources (Uses)</b>	<b>301,660</b>	<b>301,660</b>	<b>409,405</b>	<b>107,745</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>107,745</b>
<b>Fund Balance - Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 107,745</b>

PIKE COUNTY, GEORGIA  
 CARES FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 880,488	\$ 880,488	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>880,488</u>	<u>880,488</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Public safety	-	436,796	436,796	-
<b>Total Expenditures</b>	<u>-</u>	<u>436,796</u>	<u>436,796</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>443,692</u>	<u>443,692</u>	<u>-</u>
<b>Other Financing Sources (Uses)</b>				
Transfers to General Fund	-	(443,692)	(443,692)	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(443,692)</u>	<u>(443,692)</u>	<u>-</u>
<b>Net change in fund balance</b>	-	-	-	-
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PIKE COUNTY, GEORGIA  
 AMERICAN RESCUE PLAN FUND STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Revenues</b>				
Interest income	\$ -	\$ 12	\$ 12	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>12</u>	<u>12</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
General Government	<u>-</u>	<u>147</u>	<u>147</u>	<u>-</u>
<b>Total Expenditures</b>	<u>-</u>	<u>147</u>	<u>147</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>(135)</u>	<u>(135)</u>	<u>-</u>
<b>Other Financing Sources (Uses)</b>				
Transfers from General Fund	<u>-</u>	<u>500</u>	<u>500</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>500</u>	<u>500</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>-</u>	<u>365</u>	<u>365</u>	<u>-</u>
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ 365</u>	<u>\$ 365</u>	<u>\$ -</u>



## STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

June 30, 2021

	<b>Agency Funds</b>
<hr/>	
<b><u>ASSETS</u></b>	
Cash	\$ 523,471
<b>Total Assets</b>	<u>\$ 523,471</u>
<b><u>LIABILITIES</u></b>	
Due to other governments	\$ 384,814
Due to others	<u>138,657</u>
<b>Total Liabilities</b>	<u>\$ 523,471</u>

PIKE COUNTY, GEORGIA  
COMPONENT UNITS COMBINING STATEMENT OF NET POSITION

June 30, 2021

	Pike County Department of Public Health	Pike County J. Joel Edwards Public Library	Pike County Water and Sewerage Authority	Pike County Agribusiness Authority	Development Authority of Pike County	Pike County Recreation Authority	Total
<b>Assets</b>							
<b>Current</b>							
Cash and cash equivalents	\$ 298,200	\$ 75,468	\$ 263,675	\$ 29,429	\$ 19,301	\$ 121,535	\$ 807,608
Receivables							
Accounts	42,121	-	23,957	-	-	3,690	69,768
Prepaid Items	-	-	-	-	-	11,785	11,785
<b>Non-current</b>							
Restricted temporary cash							
investments	-	-	217,779	-	-	-	217,779
Net OPEB asset	14,272	-	-	-	-	-	14,272
Capital Assets							
Nondepreciable	-	-	44,740	324,876	1,853,628	541,883	2,765,127
Depreciable capital assets, net	744	16,755	3,986,660	25,220	140,649	366,983	4,537,011
<b>Total Assets</b>	<b>\$ 355,337</b>	<b>\$ 92,223</b>	<b>\$ 4,536,811</b>	<b>\$ 379,525</b>	<b>\$ 2,013,578</b>	<b>\$ 1,045,876</b>	<b>\$ 8,423,350</b>
<b>Deferred Outflow of Resources</b>							
Deferred outflows of resources							
related to pensions	\$ 62,001	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 62,001
Deferred outflows of resources							
related to OPEB	33,272	-	-	-	-	-	33,272
<b>Total Deferred Outflows</b>	<b>\$ 95,273</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 95,273</b>
<b>Liabilities</b>							
<b>Current Liabilities</b>							
Accounts payable	\$ -	\$ 1,404	\$ 3,552	\$ -	\$ 166	\$ 4,084	\$ 9,206
Accrued interest	-	-	2,209	-	-	-	2,209
Accrued liabilities	-	-	1,333	-	-	4,035	5,368
Compensated absences	8,858	3,647	-	-	-	-	12,505
Meter deposit	-	-	48,905	-	-	-	48,905
Notes payable	-	-	-	3,865	36,517	-	40,382
Bonds payable	-	-	158,197	-	-	-	158,197
<b>Long-term Liabilities</b>							
Compensated absences	20,668	-	-	-	-	9,801	30,469
Notes payable, net of current							
portion	-	-	-	75,517	70,033	5,355	150,905
Bonds payable, net of current							
portion	-	-	1,885,377	-	-	-	1,885,377
Net pension liability	285,985	-	-	-	-	-	285,985
Net OPEB liability	69,662	-	-	-	-	-	69,662
<b>Total Liabilities</b>	<b>\$ 385,173</b>	<b>\$ 5,051</b>	<b>\$ 2,099,574</b>	<b>\$ 79,382</b>	<b>\$ 106,716</b>	<b>\$ 23,275</b>	<b>\$ 2,699,171</b>
<b>Deferred Inflows of Resources</b>							
Deferred inflows of resources							
related to pensions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred inflows of resources							
related to OPEB	74,508	-	-	-	-	-	74,508
<b>Total Deferred Inflows</b>	<b>\$ 74,508</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 74,508</b>
<b>Net Position</b>							
Net investment in capital assets	\$ 744	\$ 16,755	\$ 2,063,548	\$ 350,096	\$ 1,887,726	\$ 903,511	\$ 5,222,381
Restricted	93,340	-	217,779	-	-	-	311,119
Unrestricted (deficit)	(103,155)	70,417	155,909	(49,953)	19,135	119,090	211,443
<b>Total Net Position</b>	<b>\$ (9,071)</b>	<b>\$ 87,172</b>	<b>\$ 2,437,237</b>	<b>\$ 300,143</b>	<b>\$ 1,906,861</b>	<b>\$ 1,022,601</b>	<b>\$ 5,744,943</b>

The notes to the financial statements are an integral part of this statement.

PIKE COUNTY, GEORGIA  
**COMPONENT UNITS COMBINING STATEMENT OF ACTIVITIES**  
For the Fiscal Year Ended June 30, 2021

	Pike County Department of Public Health	Pike County J. Joel Edwards Public Library	Pike County Water and Sewerage Authority	Pike County Agribusiness Authority	Development Authority of Pike County	Pike County Recreation Authority	Total
<b>Expenses</b>							
General government	\$ -	\$ -	\$ -	\$ 76,252	\$ 120,843	\$ -	\$ 197,095
Health and welfare	435,414	-	-	-	-	-	435,414
Culture and recreation	-	165,004	-	-	-	509,400	674,404
Water and sewer	-	-	365,944	-	-	-	365,944
Interest on long-term debt	-	-	55,790	-	2,652	-	58,442
<b>Total Assets</b>	<b>\$ 435,414</b>	<b>\$ 165,004</b>	<b>\$ 421,734</b>	<b>\$ 76,252</b>	<b>\$ 123,495</b>	<b>\$ 509,400</b>	<b>\$ 1,731,299</b>
<b>Revenues</b>							
Program revenues							
Charges for services	\$ 265,456	\$ 5,486	\$ 299,787	\$ 80,088	\$ -	\$ 188,279	\$ 839,096
Operating grants and contributions	279,465	163,639	210,045	34,714	63,000	312,653	1,063,516
Capital grants and contributions	-	-	-	-	-	41,418	41,418
<b>Total Program Revenues</b>	<b>\$ 544,921</b>	<b>\$ 169,125</b>	<b>\$ 509,832</b>	<b>\$ 114,802</b>	<b>\$ 63,000</b>	<b>\$ 542,350</b>	<b>\$ 1,944,030</b>
<b>Net Program (Expense)</b>	<b>\$ 109,507</b>	<b>\$ 4,121</b>	<b>\$ 88,098</b>	<b>\$ 38,550</b>	<b>\$ (60,495)</b>	<b>\$ 32,950</b>	<b>\$ 212,731</b>
<b>General Revenues</b>							
Interest earnings	\$ 25	\$ 7	\$ 2,776	\$ 2	\$ -	\$ 13	\$ 2,823
Miscellaneous	-	22	-	-	-	4,331	4,353
<b>Total General Revenues</b>	<b>\$ 25</b>	<b>\$ 29</b>	<b>\$ 2,776</b>	<b>\$ 2</b>	<b>\$ -</b>	<b>\$ 4,345</b>	<b>\$ 7,176</b>
<b>Change in Net Position</b>	109,532	4,150	90,873	38,552	(60,495)	37,295	219,907
<b>Net Position - Beginning of year (deficit)</b>	(118,603)	83,022	2,346,364	261,591	1,967,356	985,305	5,525,035
<b>Net Position - End of year (deficit)</b>	<b>\$ (9,071)</b>	<b>\$ 87,172</b>	<b>\$ 2,437,237</b>	<b>\$ 300,143</b>	<b>\$ 1,906,861</b>	<b>\$ 1,022,601</b>	<b>\$ 5,744,943</b>

## **NOTES TO THE FINANCIAL STATEMENTS**

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Accounting Policies**

The County's financial statements have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting.

#### **A. Reporting Entity**

Pike County was established under the provisions of an Act of the General Assembly of Georgia. The County operates under a county commissioner form of government. It provides the following services as authorized by state law, general administrative services, public safety, roads and bridges, tax assessment and collection, culture and recreation, courts, and health and welfare.

In conformity with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards Board (GASB) No. 61 "The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and 34," the County's relationships with other governments and agencies have been examined. The component unit columns in the combined financial statements include the financial data for the Pike County Department of Public Health, Pike County Library, Pike County Agribusiness Authority, Development Authority of Pike County, Pike County Water Authority, and the Pike County Recreation Authority, as of June 30, 2021. The component units' financial information is reported in columns separate from the County's financial information to emphasize that it is legally separate from the County.

#### **Pike County Department of Public Health (Health Department)**

The Health Department is charged with determining the health needs and resources of its jurisdiction, developing programs, activities, and facilities responsive to those needs, and enforcing all laws related to health matters unless they fall under the jurisdiction of other agencies. The County appoints the voting majority of the board. The County provides significant operating subsidies to the department. The Health Department is presented as a governmental fund type. Complete financial statements of the Pike County Department of Public Health may be obtained from their administrative office at the following location:

Pike County Department of Public Health  
201 Griffin Street  
Zebulon, Georgia 30295

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### **Pike County J. Joel Edwards Public Library**

The Pike County J. Joel Edwards Public Library provides educational and other reading materials to Pike County citizens. The County provides significant operating subsidies to the library. The Pike County J. Joel Edwards Public Library is presented as a governmental fund type and only maintains a General Fund. Separate financial statements may be obtained from their administrative office at the following location:

Pike County J. Joel Edwards Public Library  
P.O. Box 574  
Zebulon, Georgia 30295

### **Pike County Agribusiness Authority**

The Pike County Agribusiness is a nonprofit 501(c)3 organization that promotes agriculture in Pike County. The County provides significant operating subsidies to the Authority. The Pike County Agribusiness Authority is presented as a governmental fund type and only maintains a General Fund. The Pike County Agribusiness Authority does not issue separate financial statements.

### **Development Authority of Pike County**

The Development Authority of Pike County promotes new industry and existing industries in Pike County. The County provides significant operating subsidies to the Authority. The Development Authority of Pike County is presented as a governmental fund type. Separate financial statements may be obtained from their administrative office at the following location:

Development Authority of Pike County  
P.O. Box 1147  
Zebulon, Georgia 30295

### **Pike County Water and Sewerage Authority**

The Pike County Water and Sewerage Authority is responsible for developing the necessary infrastructure to provide water and sewerage service to the unincorporated areas of Pike County. The County provides significant operating subsidies to the Authority. The Pike County Water and Sewerage Authority is presented as a governmental fund type. Separate financial statements may be obtained from their administrative office at the following location:

Pike County Water and Sewerage Authority  
P.O. Box 948  
Zebulon, Georgia 30295

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### **Pike County Recreation Authority**

The Pike County Recreation Authority is responsible for developing and promoting recreational needs within the County. The County provides significant operating subsidies to the Authority. The Pike County Recreation Authority is presented as a governmental fund type. Separate financial statements may be obtained from their administrative office at the following location:

Pike County Recreation Authority  
P.O. Box 697  
Zebulon, Georgia 30295

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

Three Rivers Regional Commission  
P.O. Box 818  
Griffin, Georgia 30224

### **B. Government-wide and Fund Financial Statements**

The government-wide financial statements (Statement of Net Position and Statement of Activities) report information on all of the primary government's nonfiduciary activities and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely significantly on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which program revenues offset the direct expenses of a given function or segment. Direct expenses are those that are clearly identifiable with a specific function or segment. 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. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### **C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

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

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

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

When both restricted and unrestricted resources are available for use, the government's policy is to use restricted resources first and then unrestricted resources as they are needed.

#### **Fund Financial Statements**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

Under the modified accrual basis of accounting, revenues are recognized as soon as they are measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if collected within 60 days of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

However, debt service expenditures and expenditures related to compensated absences, claims, and judgments are recorded only when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, local option sales taxes, intergovernmental revenues, interest, and charges for services associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are considered to be measurable and available only when cash is received by the government.

The fund financial statements provide more detailed information about the government's most significant funds, not the government as a whole. The activities of the government are organized



# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

on the basis of funds, each of which is considered a separate accounting entity. Each Fund's operations are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The government reports the following major governmental funds:

General Fund – The General Fund is the government's primary operating Fund. It accounts for all the general government's financial resources, except those required to be accounted for in another fund.

E911 Fund – The special revenue fund is used to account for the E911 fees collected and disbursements for the operations of the E911 call center.

American Rescue Plan Fund – The special revenue fund is used to account for the American Rescue Plan revenues and expenditures.

CARES Act Fund – The special revenue fund is used to account for the Coronavirus Relief Fund grant revenue and expenditures.

The LMIG Fund – The capital projects fund is used to account for the proceeds and various projects associated with the Local Maintenance & Improvement Grant.

Impact Fees Fund – The capital project fund is used to account for the proceeds of impact fees collected and the capital projects approved for those funds.

2016 SPLOST Fund – The capital project fund is used to account for the bond proceeds and various projects associated with the approved SPLOST.

Additionally, the government reports the following fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Project Funds – The LMIG Fund is used to account for the proceeds and various projects associated with the Local Maintenance & Improvement Grant. The Jail Construction fund is used to account for capital improvements made on the jail. Capital improvements fund was established to identify and monitor major capital expenditures of the County's various departments.

Agency Funds – Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### **D. Deposits and Investments**

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments are reported at fair value, which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amount, which reasonably estimates fair value.

### **E. Receivables**

Receivables and Due from Other Governments represent funds to be received from other local governments, state grant-in-aid, state contracts, or federal funds. No allowance is deemed necessary for those receivables.

Activity between funds representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" or "advances to/from other funds." All other outstanding balances between funds are reported as "due to/from other funds."

All trade and property tax receivables have been reduced to their estimated net realizable value and are shown net of an allowance for doubtful accounts. Estimated uncollectible amounts are based upon historical experience rates.

### **F. Inventories**

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

### **G. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in government-wide and fund financial statements.

### **H. Capital Assets**

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items acquired subsequent to November 1, 2003), are reported in the governmental activities column in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life over two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

The cost of routine maintenance and repairs that do not add to the asset's value or materially extend the asset's lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Building	25-40 years
Equipment	5-20 years
Infrastructure	50 years
Furniture	5 years
Vehicles	5 years
Intangible assets	3-5 years

### **I. Compensated Absences**

The County's policy permits employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide and fiduciary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, due to employee resignations and retirements.

### **J. Long-Term Obligations**

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

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

### **K. Deferred Inflows of Resources**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition as an inflow of resources (revenue) until that time. The government only has one item that qualifies for reporting in this category, which arises only under a modified accrual basis of accounting. Accordingly, the item, unavailable

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

revenue, is reported only in the governmental fund's balance sheet. The governmental funds report unavailable revenues for property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

### **L. Net Position Flow Assumption**

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

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

### **M. Fund Equity**

In the financial statements, governmental funds report the following classifications of fund balance:

- Nonspendable – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- Restricted – amounts are restricted when constraints have been placed on the use of resources by (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by the Board of Commissioners' formal action through a motion and vote during the voting session of Board meetings. Only the Board of Commissioners can modify or rescind the commitment.
- Assigned – amounts constrained by the County's intent to be used for specific purposes but are neither restricted nor committed. By resolution, the Board of Commissioners has authorized the County Manager or designee to assign fund balance.
- Unassigned – amounts that have not been assigned to other funds that are not restricted, committed, or assigned to specific purposes within the General Fund.

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

- Committed
- Assigned
- Unassigned

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

The County does not have a formal minimum fund balance policy.

The following is a summary of the fund balance classifications as of June 30, 2021

	General Fund	Impact Fees Fund	LMIG Fund	Rescue Plan Fund	SPLOST 2016 Fund	Nonmajor Governmental	Total
<b>Fund Balances</b>							
<b>Nonspendable</b>							
Inventory	\$ 4,134	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,134
Prepays	855	-	-	-	-	-	855
<b>Restricted for</b>							
Capital outlay	-	1,257,061	-	-	2,481,233	20,527	3,758,820
Road projects	-	-	-	-	-	-	-
Court programs	-	-	-	-	-	75,740	75,740
Law enforcement	-	-	-	-	-	191,390	191,390
<b>Committed for</b>							
Capital outlay	119,456	-	-	-	-	-	119,456
Tax assessments	40,000	-	-	-	-	-	40,000
<b>Assigned for</b>							
Working capital	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	39,480	39,481
Juvenile court	-	-	-	-	-	12,223	12,224
Fire department	-	-	-	-	-	-	-
<b>Unassigned</b>	<u>4,610,712</u>	<u>-</u>	<u>(51,774)</u>	<u>365</u>	<u>-</u>	<u>-</u>	<u>4,559,303</u>
<b>Total fund</b>							
balances	<u>\$4,775,157</u>	<u>\$1,257,061</u>	<u>\$ (51,774)</u>	<u>\$ 365</u>	<u>\$2,481,233</u>	<u>\$ 339,361</u>	<u>\$8,801,403</u>

### **N. Risk Management**

The County is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets, and errors or omissions. The County purchases commercial insurance for most types of risk. For these risks, settlements have not exceeded coverage for each of the past three fiscal years. The County had no significant reduction in insurance coverage from coverage in the prior year.

The County has joined together with other municipalities in the state as part of the ACCG Group Self Insurance Workers' Compensation Self Insurance Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

The Fund is to defend, in the name of and on behalf of the members, any suits or other proceedings, which may at any time be instituted against them on account of injuries or death within the preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability. The Fund is to pay all costs taxed against members in any legal proceeding defined by the members, all interest accruing after entry of judgment, and all expenses incurred for investigations, negotiation, or defense. For the fiscal year ending June 30, 2021, the County's total contribution was \$113,604 for the Workers Compensation Fund.

The County is a member of the ACCG Interlocal Risk Management Agency (ACCG-IRMA). This agency functions as a risk-sharing arrangement among Georgia County governments and is administered by the Association of County Commissioners of Georgia (ACCG). The purpose of ACCG-IRMA is to establish and administer one or more group self-insurance funds; to establish and administer a risk management service; to prevent or lessen the incidence or severity of casualty and property losses. Each member pays an annual contribution established by the Board of ACCG-IRMA. For the period July 1, 2020 – June 30, 2021, the County's total contribution was \$165,254. ACCG-IRMA may develop and issue such self-insurance coverage descriptions as it deems necessary. The current coverage provides a \$1,000,000 general liability unit with a \$1,000 per occurrence deductible.

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 pools' 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 issues, all incidents which could result in the funds being required to pay any claim of loss. The County also allows the pools' agents and attorneys to represent the Government in investigations, settlement discussions, and all levels of litigation arising out of any claim made against the Government within the scope of loss protection furnished by the funds.

### **NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING**

#### **Budget Process**

The annual budget document is the financial plan for the operation of Pike County. The budget process exists to provide a professional management approach to establishing priorities and implementing work programs while providing an orderly means for controlling and evaluating the County's financial posture.

The County prepares a separately issued budget report. An annual operating budget is prepared for the General and Special Revenue funds. Prior to year-end, the County Manager submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following November 1. The operating budget includes proposed expenditures and the means of financing them. The Board of Commissioners holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Pike County.

The budget is then revised and adopted or amended by the Board of Commissioners at a regular meeting before the year to which it applies. The budget so adopted may be revised during the year only by formal action of the Board of Commissioners in a regular meeting, and no increase shall be

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

made therein without provision also being made for financing same. The legal level of control is at the department level.

Formal budgetary integration is employed as a management control device during the year. The General and Special Revenue Funds' budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). The General Fund is subject to budgetary control on a departmental basis, while the Special Revenue funds are subject to budgetary control on an individual fund basis. Budgets are prepared for the Capital Projects Funds on a project basis, usually covering two or more fiscal years. Budgeted amounts are as originally adopted or as amended by the Board of Commissioners. Individual amendments are not material in relation to the original appropriations.

### NOTE 3 – DEPOSITS

#### **Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that the government's deposits may not be returned to the government in the event of a bank failure. The government's deposit policy for custodial credit risk requires that the banking institution hold collateral in the County's name equal to 110% of the total government's deposits in excess of FDIC coverage. On June 30, 2021, the County's bank balances were either insured by FDIC or collateralized with collateral held by the pledging bank's trust department in the County's name.

On June 30, 2021, the carrying amount of deposits for the Pike County Department of Public Health, a discretely presented component unit, was \$298,200. All of the bank balance was covered by federal depository insurance or by collateral held.

On June 30, 2021, the carrying amount of deposits for the Pike County Library, a discretely presented component unit, was \$75,468. All of the bank balance was covered by federal depository insurance or by collateral held.

On June 30, 2021, the carrying amount of deposits for the Pike County Water and Sewerage Authority, a discretely presented component unit, was \$481,454. All of the bank balance was covered by federal depository insurance or by collateral held.

On June 30, 2021, the carrying amount of deposits for the Pike County Agribusiness Authority, a discretely presented component unit, was \$29,429. All of the bank balance was covered by federal depository insurance or by collateral held.

On June 30, 2021, the carrying amount of deposits for the Development Authority of Pike County, a discretely presented component unit, was \$19,301. All of the bank balance was covered by federal depository insurance or by collateral held.

On June 30, 2021, the carrying amount of deposits for the Pike County Recreation Authority, a discretely presented component unit, was \$121,535. All of the bank balance was covered by federal depository insurance or by collateral held.

#### **Interest Rate Risk**

Interest rate risk is the risk that debt investments' interest rates will adversely affect an investment's fair value. The County does not have a formal policy for managing interest rate risk.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### Credit Quality Risk

Georgia law authorizes local governments to invest in the following types of obligations: obligations of the State of Georgia or any other states; obligations issued by the United States; obligations fully insured or guaranteed by the United States government or governmental agency; prime banker's acceptances; State of Georgia Local Government Investment Pool; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

### NOTE 4 – PROPERTY TAXES

The Board of Commissioners levied property taxes on September 25, 2020. Property taxes attached as an enforceable lien on the property as of January 1. Property taxes were billed on September 25, 2020 and were payable on December 20, 2020.

### NOTE 5 – RECEIVABLES

Receivables as of June 30, 2021, consist of the following:

	General Fund	E911 Fund	Impact Fees Fund	Total
<u>Receivables</u>				
Taxes	\$ 269,404	\$ -	\$ -	\$ 269,404
Accounts	178,205	62,973	55,295	296,474
Gross Receivables	<u>\$ 447,609</u>	<u>\$ 62,973</u>	<u>\$ 55,295</u>	<u>\$ 565,878</u>
Less: Allowance for Uncollectible	<u>(49,840)</u>	<u>-</u>	<u>-</u>	<u>(49,840)</u>
Net Total Receivables	<u>\$ 397,769</u>	<u>\$ 62,973</u>	<u>\$ 55,295</u>	<u>\$ 516,038</u>

### NOTE 6 – DUE FROM OTHER GOVERNMENTS

Amounts due from other governments on June 30, 2021, are as follows:

<u>Fund</u>	<u>State</u>
General Fund	\$ 4,050
SPLOST 2016 Fund	<u>184,776</u>
Total	<u>\$ 188,826</u>

The amounts due from the state government are for sales tax.



# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### NOTE 7 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2021, is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	E911 Fund	\$ 167,647
	LMIG Fund	1,256
Total		<u>\$ 168,903</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

	Transfer In:					Total
	E911 Fund	American Rescue Plan Fund	LMIG Fund	General Fund	Nonmajor Governmental Funds	
Transfer Out:						
General Fund	\$ 409,405	\$ 500	\$ 202,639	\$ -	\$ 50,000	\$ 662,544
Cares Fund	-	-	-	443,692	-	443,692
Total	<u>\$ 409,405</u>	<u>\$ 500</u>	<u>\$ 202,639</u>	<u>\$ 443,692</u>	<u>\$ 50,000</u>	<u>\$ 1,106,236</u>

Transfers are used to move unrestricted revenue to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### NOTE 8 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2021 is as follows:

	Beginning Balance	Increase	Decrease	Transfer	Ending Balance
<u>Governmental Activities</u>					
Capital assets, not being depreciated					
Land	\$ 317,020	\$ -	\$ -	\$ -	\$ 317,020
Equipment, not in service	-	-	-	-	-
Construction in progress	182,158	238,482	-	(7,685)	412,955
Total capital assets, not being depreciated	499,178	238,482	-	(7,685)	729,975
Capital assets, being depreciated					
Buildings	7,782,520	336,428	-	7,685	8,126,633
Furniture and fixtures	11,366	-	-	-	11,366
Machinery and equipment	4,681,222	587,313	(539,635)	-	4,728,900
Vehicles	4,068,389	432,710	(65,463)	-	4,435,636
Intangible assets	27,995	8,000	-	-	35,995
Infrastructure	1,088,963	-	-	-	1,088,963
Total capital assets, being depreciated	17,660,455	1,364,451	(605,098)	7,685	18,427,493
Less accumulated depreciation for					
Buildings	(2,682,630)	(196,104)	-	-	(2,878,734)
Furniture and fixtures	(10,107)	(1,135)	-	-	(11,242)
Machinery and equipment	(3,356,081)	(375,588)	317,748	-	(3,413,921)
Vehicles	(3,389,036)	(190,726)	65,463	-	(3,514,299)
Intangible assets	(27,995)	(2,119)	-	-	(30,114)
Infrastructure	(197,033)	(23,900)	-	-	(220,933)
Total accumulated depreciation	(9,662,881)	(789,572)	383,211	-	(10,069,242)
Total capital assets, being depreciated, net	7,997,574	574,879	(221,887)	7,685	8,358,251
Governmental activities capital assets, net	\$ 8,496,752	\$ 813,361	\$ (221,887)	\$ -	\$ 9,088,226
Less related long-term debt outstanding					(2,487,242)
Net investment in capital assets					\$ 6,600,984

In accordance with GASB 51, the County has identified intangible assets which are fully amortized.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

Governmental activities

General government	\$ 150,456
Public safety	269,836
Public works	331,130
Judicial	7,557
Culture and recreation	18,712
Housing and development	-
Health and welfare	<u>11,881</u>

Total depreciation expense - governmental activities	<u>\$ 789,572</u>
--	-------------------

Capital asset activity for the Pike County Agribusiness Authority for the fiscal year ended June 30, 2021, is as follows:

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Tranfers</u>	<u>Ending Balance</u>
Capital assets, not being depreciated					
Land	\$ 24,952	\$ -	\$ -	\$ -	\$ 24,952
Construction in progress	<u>270,434</u>	<u>29,490</u>	<u>-</u>	<u>-</u>	<u>299,924</u>
Total capital assets, not being depreciated	<u>295,386</u>	<u>29,490</u>	<u>-</u>	<u>-</u>	<u>324,876</u>
Capital assets, being depreciated					
Building	82,496	-	-	-	82,496
Furniture and Fixtures	-	6,300	-	-	6,300
Site improvements	<u>19,050</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,050</u>
Total capital assets, being depreciated	<u>101,546</u>	<u>6,300</u>	<u>-</u>	<u>-</u>	<u>107,846</u>
Less accumulated depreciation for					
Building	(61,912)	(719)	-	-	(62,631)
Furniture and Equipment	-	(945)	-	-	(945)
Site improvements	<u>(19,050)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,050)</u>
Total accumulated depreciation	<u>(80,962)</u>	<u>(1,664)</u>	<u>-</u>	<u>-</u>	<u>(82,626)</u>
Total capital assets, being depreciated, net	<u>20,584</u>	<u>4,636</u>	<u>-</u>	<u>-</u>	<u>25,220</u>
Agribusiness Authority capital assets, net	<u>315,970</u>	<u>34,126</u>	<u>-</u>	<u>-</u>	<u>350,096</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated				
Land	\$ 1,794,125	\$ -	\$ (210,926)	\$ 1,583,199
Gas line access	-	270,428	-	270,428
Total capital assets, not being depreciated	<u>1,794,125</u>	<u>-</u>	<u>(210,926)</u>	<u>1,853,627</u>
Capital assets, being depreciated				
Infrastructure	155,502	-	-	155,502
Equipment	7,950	-	-	7,950
Total capital assets, being depreciated	<u>163,452</u>	<u>-</u>	<u>-</u>	<u>163,452</u>
Less accumulated depreciation for				
Infrastructure	(11,743)	(3,110)	-	(14,853)
Equipment	(7,950)	-	-	(7,950)
Total accumulated depreciation	<u>(19,693)</u>	<u>(3,110)</u>	<u>-</u>	<u>(22,803)</u>
Total capital assets, being depreciated, net	<u>143,759</u>	<u>(3,110)</u>	<u>-</u>	<u>140,649</u>
Development Authority capital assets, net	<u>\$ 1,937,884</u>	<u>\$ (3,110)</u>	<u>\$ (210,926)</u>	<u>\$ 1,994,276</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Capital asset activity for the Pike Water and Sewerage Authority for the fiscal year ended June 30, 2021, is as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated				
Land	\$ 23,600	\$ -	\$ -	\$ 23,600
Construction in Progress	<u>53,783</u>	<u>21,140</u>	<u>(53,783)</u>	<u>21,140</u>
Total capital assets, not being depreciated	<u>77,383</u>	<u>21,140</u>	<u>(53,783)</u>	<u>44,740</u>
Capital assets, being depreciated				
Water Tower, Well & Treatment Plant	390,498	56,980	-	447,478
Water and Sewer Lines and Meters	5,640,339	78,456	(56,980)	5,661,815
Vehicles	20,557	-	-	20,557
Equipment	-	37,332	-	37,332
Storage Buildings	<u>2,700</u>	<u>-</u>	<u>-</u>	<u>2,700</u>
Total capital assets, being depreciated	<u>6,054,094</u>	<u>172,768</u>	<u>(56,980)</u>	<u>6,169,882</u>
Less accumulated depreciation for				
Water Tower, Well & Treatment Plant	(142,518)	(14,483)	-	(157,001)
Water and Sewer Lines and Meters	(1,861,086)	(140,892)	-	(2,001,978)
Vehicles	(20,557)	-	-	(20,557)
Equipment	-	(886)	-	(886)
Storage Buildings	<u>(2,700)</u>	<u>-</u>	<u>-</u>	<u>(2,700)</u>
Total accumulated depreciation	<u>(2,026,861)</u>	<u>(156,261)</u>	<u>-</u>	<u>(2,183,122)</u>
Total capital assets, being depreciated, net	<u>4,027,233</u>	<u>16,507</u>	<u>(56,980)</u>	<u>3,986,760</u>
Water & Sewerage Authority capital assets, net	<u>\$ 4,104,616</u>	<u>\$ 37,647</u>	<u>\$ (110,763)</u>	4,031,500
Plus Unspent Bond Proceeds				75,722
Less: related long-term debt outstanding				<u>(2,043,574)</u>
Net investment in capital assets				<u>\$ 2,063,648</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Capital asset activity for the Pike County Recreation Authority for the fiscal year ended June 30, 2021, is as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated				
Land	\$ 475,000	\$ -	\$ -	\$ 475,000
Construction in Progress	25,584	41,300	-	66,884
Total capital assets, not being depreciated	<u>500,584</u>	<u>41,300</u>	<u>-</u>	<u>541,884</u>
Capital assets, being depreciated				
Building & Improvements	484,874	-	-	484,874
Furniture, fixtures & equipment	499,378	-	-	499,378
Vehicles	15,708	-	-	15,708
Infrastructure	9,780	-	-	9,780
Total capital assets, being depreciated	<u>1,009,740</u>	<u>-</u>	<u>-</u>	<u>1,009,740</u>
Less accumulated depreciation for				
Building & Improvements	(228,739)	(18,965)	-	(247,704)
Furniture, fixtures & equipment	(355,633)	(15,997)	-	(371,630)
Vehicles	(15,708)	-	-	(15,708)
Infrastructure	(7,064)	(652)	-	(7,716)
Total accumulated depreciation	<u>(607,144)</u>	<u>(35,614)</u>	<u>-</u>	<u>(642,758)</u>
Total capital assets, being depreciated, net	<u>402,596</u>	<u>(35,614)</u>	<u>-</u>	<u>366,982</u>
Recreation Authority capital assets, net	<u>\$ 903,180</u>	<u>\$ 5,686</u>	<u>\$ -</u>	<u>\$ 908,866</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Capital asset activity for the Pike County Board of Health for the fiscal year ended June 30, 2021, is as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, being depreciated				
Machinery & Equipment	18,603	-	-	18,603
Vehicles	-	-	-	-
Total capital assets, being depreciated	<u>18,603</u>	<u>-</u>	<u>-</u>	<u>18,603</u>
Less accumulated depreciation for				
Machinery & Equipment	(16,777)	(1,082)	-	(17,859)
Vehicles	-	-	-	-
Total accumulated depreciation	<u>(16,777)</u>	<u>(1,082)</u>	<u>-</u>	<u>(17,859)</u>
Total capital assets, being depreciated, net	<u>1,826</u>	<u>(1,082)</u>	<u>-</u>	<u>744</u>
Board of Health capital assets, net	<u>\$ 1,826</u>	<u>\$ (1,082)</u>	<u>\$ -</u>	<u>\$ 744</u>

Capital asset activity for the J. Joel Edwards Public Library of Pike County for the fiscal year ended June 30, 2021, is as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, being depreciated				
Equipment	6,900	-	-	6,900
Furniture and fixtures	26,947	-	-	26,947
Total capital assets, being depreciated	<u>33,847</u>	<u>-</u>	<u>-</u>	<u>33,847</u>
Less accumulated depreciation for				
Equipment	(1,380)	(1,380)	-	(2,760)
Furniture and fixtures	(11,637)	(2,695)	-	(14,332)
Total accumulated depreciation	<u>(13,017)</u>	<u>(4,075)</u>	<u>-</u>	<u>(17,092)</u>
Total capital assets, being depreciated, net	<u>20,830</u>	<u>(4,075)</u>	<u>-</u>	<u>16,755</u>
Library capital assets, net	<u>\$ 20,830</u>	<u>\$ (4,075)</u>	<u>\$ -</u>	<u>\$ 16,755</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### NOTE 9 – LONG TERM DEBT

For governmental activities, compensated absences and landfill post-closure costs are generally liquidated by the General Fund.

#### Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities</u>					
Notes payable					
First Bank of Pike	\$ 29,931	\$ -	\$ (18,271)	\$ 11,660	\$ 11,660
First National Bank of Griffin	-	144,006	(3,804)	140,202	46,562
United Bank	-	157,300	(14,999)	142,301	50,919
United Bank	-	75,984	(6,241)	69,743	69,743
Capital Leases					
Caterpillar - road equipment	481,684	-	(78,348)	403,336	80,981
Caterpillar - asphalt compactor	70,837	-	(70,837)	-	-
Caterpillar - asphalt paver	218,330	-	(218,330)	-	-
Caterpillar - excavator	42,225	-	(42,225)	-	-
General Obligation Bonds			-		
2016 Bonds	2,520,000	-	(800,000)	1,720,000	840,000
Landfill postclosure cost	62,760	-	(23,340)	39,420	23,340
Compensated absences	229,600	160,222	(146,597)	243,225	160,105
Governmental activity					
Long-term liabilities	<u>\$ 3,655,367</u>	<u>\$ 537,512</u>	<u>\$ (1,422,992)</u>	<u>\$ 2,769,887</u>	<u>\$ 1,283,310</u>



# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### Note Payables

#### First Bank of Pike

In 2018, the County entered into a \$65,300 note payable with the First Bank of Pike to finance a tack truck. The note is due in 48 monthly installments of \$1,482 to April 5, 2022. Interest is at 2.20%. Total interest paid for the fiscal year 2021 was \$1,141.

Year Ending June 30th	Governmental Activities	
	Principal	Interest
2022	\$ 11,660	\$ 187
Total	\$ 11,660	\$ 187

#### First National Bank of Griffin

In 2021, the County entered into a \$144,006 note payable with the First National Bank of Griffin to finance two On-Highway Trucks. The note is due in 36 monthly installments of \$4,206 to May 28, 2024. Interest is at 3.250%. Total interest paid for the fiscal year 2021 was \$404.

Year Ending June 30th	Governmental Activities	
	Principal	Interest
2022	\$ 46,562	\$ 3,922
2023	48,119	2,365
2024	45,521	758
Total	\$ 140,202	\$ 7,045

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### United Bank

In 2021, the County entered into a \$157,300 note payable with United Bank to finance a new paver and roller. The note is due in 36 monthly installments of \$4,586 to June 01, 2024. Interest is at 3.125%. Total interest paid for the fiscal year 2021 was \$415.

Year Ending June 30th	Governmental Activities	
	Principal	Interest
2022	\$ 50,919	\$ 4,112
2023	52,416	2,615
2024	38,966	651
Total	<u>\$ 142,301</u>	<u>\$ 7,378</u>

### United Bank

In 2021, the County entered into a \$75,984 note payable with United Bank to finance two Massey Ferguson tractors. The note is due in 12 monthly installments of \$6,441 to June 01, 2022. Interest is at 3.125%. Total interest paid for the fiscal year 2021 was \$200.0

June 30th	Principal	Interest
2022	\$ 69,743	\$ 1,105
Total	<u>\$ 69,743</u>	<u>\$ 1,105</u>

### **Capital Lease Payables:**

#### Caterpillar Financial Services Corporation – road equipment

The County obtained a \$690,115 capital lease from Caterpillar Financial Services Corporation to finance Public Works road equipment. The equipment has a seven- year estimated useful life. This year, \$98,516 was included in depreciation expense and accumulated depreciation of \$377,602. Total interest paid for the fiscal year 2021 was \$14,762. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2021, were as follows:

Year Ending June 30th	Governmental Activities	
	Principal	Interest
2022	\$ 80,981	\$ 12,129
2023	322,355	1,759
Total	<u>\$ 403,336</u>	<u>\$ 13,888</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

**General Obligation Bonds** On June 30, 2016, the County issued the \$4,640,000 Pike County, Georgia General Obligation Sales Tax Bonds Series 2016.

The Series 2016 Bonds were issued for the purpose of (1) funding various capital outlay projects and (2) paying expenses incident to accomplishing the foregoing. Interest on the General Obligation Sales Tax Bonds, Series 2016 is 1.49% over the life of the bonds. Interest is paid semi-annually on March 1 and September 1 of each year, and the principal is to be paid on September 1. Total interest paid for the fiscal year 2021 was \$31,588. Annual debt service requirements to maturity for this bond issue are as follows:

Year Ending June 30th	Governmental Activities	
	Principal	Interest
2022	\$ 840,000	\$ 19,370
2023	<u>880,000</u>	<u>6,556</u>
Total	<u>\$ 1,720,000</u>	<u>\$ 25,926</u>

**Landfill Post-Closure Costs** - In 1994, the County closed its landfill site. State regulations require the County to perform certain maintenance and monitoring functions for thirty years after closure. Under GASB 18, the County is required to disclose the estimated maintenance and monitoring cost of \$ 62,760. The required plan for the closure of the landfill was adopted by the County and approved by the State of Georgia. Estimates were outlined in the plan and updated in 2017. These costs are subject to change due to inflation or deflation, technology, or applicable laws and regulations. The County is not required to commit current financial resources to guarantee future maintenance and monitoring activities.

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

### Directly presented component units:

Activity for the Pike County Water Sewerage Authority for the fiscal year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Governmental Activities</u>					
2017 revenue bonds	<u>\$ 2,197,669</u>	<u>\$ -</u>	<u>\$ (154,096)</u>	<u>\$ 2,043,573</u>	<u>\$ 158,197</u>
Water and Sewerage					
Authority long-term liabilities	<u>\$ 2,197,669</u>	<u>\$ -</u>	<u>\$ (154,096)</u>	<u>\$ 2,043,573</u>	<u>\$ 158,197</u>

Activity for the Agribusiness Authority of Pike County for the fiscal year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Governmental Activities</u>					
Note payable	<u>\$ 83,396</u>	<u>\$ -</u>	<u>\$ (4,014)</u>	<u>\$ 79,382</u>	<u>\$ 3,865</u>
Agribusiness Authority					
long-term liabilities	<u>\$ 83,396</u>	<u>\$ -</u>	<u>\$ (4,014)</u>	<u>\$ 79,382</u>	<u>\$ 3,865</u>

Activity for the Development Authority of Pike County for the fiscal year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Governmental Activities</u>					
Note payable	<u>\$ -</u>	<u>\$ 127,308</u>	<u>\$ (20,758)</u>	<u>\$ 106,550</u>	<u>\$ 36,507</u>
Development Authority					
long-term liabilities	<u>\$ -</u>	<u>\$ 127,308</u>	<u>\$ (20,758)</u>	<u>\$ 106,550</u>	<u>\$ 36,507</u>

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Activity for the Pike County Recreation Authority for the fiscal year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental Activities</u>					
Notes Payable	\$ -	\$ 5,355	\$ -	\$ 5,355	\$ -
Compensated Absences	<u>9,291</u>	<u>11,926</u>	<u>(11,416)</u>	<u>9,801</u>	<u>9,801</u>
 Recreation Authority long-term liabilities	 <u>\$ 9,291</u>	 <u>\$ 11,926</u>	 <u>\$ (11,416)</u>	 <u>\$ 9,801</u>	 <u>\$ 9,801</u>

Activity for the Pike County Board of Health for the fiscal year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental Activities</u>					
Compensated absences	<u>\$ 23,377</u>	<u>\$ 15,592</u>	<u>\$ (9,443)</u>	<u>\$ 29,526</u>	<u>\$ 8,858</u>
 Pike County Board of Health long-term liabilities	 <u>\$ 23,377</u>	 <u>\$ 15,592</u>	 <u>\$ (9,443)</u>	 <u>\$ 29,526</u>	 <u>\$ 8,858</u>

Activity for the J. Joel Edwards Library of Pike County for the fiscal year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental Activities</u>					
Compensated absences	<u>\$ 2,454</u>	<u>\$ 4,132</u>	<u>\$ (2,939)</u>	<u>\$ 3,647</u>	<u>\$ 3,647</u>
 J. Joel Edwards Public Library long-term liabilities	 <u>\$ 2,454</u>	 <u>\$ 4,132</u>	 <u>\$ (2,939)</u>	 <u>\$ 3,647</u>	 <u>\$ 3,647</u>

### NOTE 10 - OPERATING LEASES

The County leases road equipment for the public works department. Total costs for the leases were \$155,736 for the year ended June 30, 2021. The future minimum lease payments for these leases are as follows:

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

	Caterpillar motorgraders
2022	51,506
2023	8,584
Total	<u>\$ 60,090</u>

### NOTE 11 - EMPLOYEE RETIREMENT PLANS

#### **ACCG Defined Contribution Plan**

##### **Plan Description**

The County contributes to the Association of County Commissioners of Georgia (ACCG) Defined Contribution Plan 401(a), administered by the Government Employee Benefits Corporation of Georgia (GEBCorp), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for Counties in the State of Georgia. GEBCorp provides retirement and death benefits to plan members and beneficiaries. GEBCorp issues a publicly available financial report that includes financial statements and required supplementary information for the County. That report may be obtained by writing to:

1100 Circle 75 Parkway  
Suite 300  
Atlanta, Georgia 30339

##### **Funding Policy**

County employees are required to contribute to the plan if they are to be members and receive the County match. The required member contribution is equal to 3% of the member's gross salary. The County is required to contribute 1% of the members' gross salary. The Plan provisions are established and may be amended by the Pike County Board of Commissioners and the ACCG Defined Benefit Board of Trustees. The contribution requirements of the plan members are established and may be amended by the ACCG Defined Benefit Board of Trustees. The County's contributions to GEBCorp for the fiscal year ended June 30, 2021, were \$12,634. The Member's contributions to GEBCorp for the fiscal year ended June 30, 2021, were \$39,398.

### NOTE 12 - SPECIAL FUNDING DEFINED BENEFIT PENSION PLANS

#### **A. Employees' Retirement System**

The County's Tax Commissioner is eligible to participate in the Employees' Retirement System (ERS), a voluntary pension system. The County makes no contributions to this plan. Pursuant to O.C.G.A. 47-2-292(a), the Department of Revenue receives an annual appropriation from the Georgia General Assembly to fund the employer contributions for local County Tax Commissioners. The plan is administered by the Employees' Retirement System, which issues a publicly available financial report that can be

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

obtained at [www.ers.ga.gov/formspubs/formspubs](http://www.ers.ga.gov/formspubs/formspubs). This plan is considered immaterial to Pike County's financial statements.

**B. Sheriffs' Retirement Fund of Georgia**

The County's Sheriff is covered by the Sheriffs' Retirement Fund of Georgia. The County does not contribute to this plan. The County collects contributions as the agent for this Fund through its court systems. This plan is administered by the Georgia Sheriffs' Association (GSA), where separate financial statements may be obtained on their website. This plan is considered immaterial to Pike County's financial statements.

**C. Judges of the Probate Courts Retirement Fund of Georgia**

The County's Probate Judge is covered by the Judges of the Probate Courts Retirement Fund of Georgia. The County makes no contributions to this plan. The State of Georgia provides non-employer contributions to the Fund through the collection of court fines and forfeitures. These non-employer contributions are recognized as revenue by the Fund when collected from the courts. The Judges of the Probate Courts Retirement Fund of Georgia is a component unit of the State of Georgia. This plan is considered immaterial to Pike County's financial statements.

**D. Magistrates Retirement Fund of Georgia**

The Magistrates Retirement Fund of Georgia covers the County's Magistrate Judge. The County makes no contributions to this plan. The State of Georgia provides non-employer contributions to the Fund through the collection of court filing fees. These non-employer contributions are recognized as revenue by the Fund when collected from the courts. The Magistrates Retirement Fund of Georgia is a component unit of the State of Georgia. This plan is considered immaterial to Pike County's financial statements.

**E. Georgia Firefighters' Pension Fund**

The County's Volunteer Firemen are eligible to participate in the Georgia Firefighters' Pension Fund, a voluntary pension system. The County makes no contributions to this plan. Contributions are made through monthly dues by eligible firefighters electing to participate in the plan and non-employer contributions, which consist of insurance premium taxes collected and remitted by insurers directly to the pension fund in accordance with the law. The plan is administered by the Georgia Firefighters' Pension Fund located at 2171 Eastview Parkway NE in Conyers, Georgia, where separate financial statements may be obtained. This plan is considered immaterial to Pike County's financial statements.

**F. Peace Officers' Annuity and Benefit Fund of Georgia**

The County's Sheriff Deputies are covered by the State of Georgia Peace Officers' Annuity and Benefit Fund. The County does not contribute to this plan. The County collects contributions as the agent for this Fund through its court systems. This plan is

# PIKE COUNTY, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

administered through the Peace Officers' Annuity and Benefit Fund of Georgia, located at 1210 Greenbelt Parkway in Griffin, Georgia, where separate financial statements may be obtained. This plan is considered immaterial to Pike County's financial statements.

### NOTE 13 - CONTINGENT LIABILITIES

#### A. Litigation

During the course of normal operations of the County, various claims and lawsuits arise. The County Attorney has advised that there are no potential liabilities that will impair the position as of the date of this audit report.

#### B. **Federal Grants**

The County participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives, and the audits of these programs for or including the fiscal year ended June 30, 2021, have not yet been conducted. Accordingly, the County's compliance with applicable grant requirements will be established at a later date. The amount, if any, of expenditures which the granting agencies may disallow cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

### NOTE 14 - EVALUATION OF SUBSEQUENT EVENTS

The County has evaluated subsequent events through December 29, 2021, when the financial statements were available to be issued.

### NOTE 15 - RESTATEMENT

An analysis of the governmental activities for the various funds revealed prior year activity in the CDBG fund, including a prior year ending fund balance of \$500. This necessitates a restatement of the June 30, 2020 net position of \$500::

Net position - June 30, 2019	\$ 11,381,517
Cash in bank - CDBG Fun	<u>500</u>
Net Position - June 30, 2019 (Restated)	<u>\$ 11,382,017</u>



## **SUPPLEMENTARY INFORMATION**

## NONMAJOR GOVERNMENTAL FUNDS COMBINING BALANCE SHEET

June 30, 2021

	Special Revenue Funds					Capital Project Funds			Total Nonmajor Governmental Funds
	Law Library	State Seizure	Federal Seizure	Drug Abuse Treatment	Juvenile Court	Jail Construction	Capital Improvement	CDBG Fund	
<u>ASSETS</u>									
Cash and cash equivalents	\$ 21,746	\$ 30,175	\$ 132,496	\$ 53,994	\$ 12,223	\$ 33,309	\$ 39,480	\$ 20,527	\$ 343,951
Due from other funds	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 21,746</u>	<u>\$ 30,175</u>	<u>\$ 132,496</u>	<u>\$ 53,994</u>	<u>\$ 12,223</u>	<u>\$ 33,309</u>	<u>\$ 39,480</u>	<u>\$ 20,527</u>	<u>\$ 343,951</u>
<u>LIABILITIES AND FUND BALANCES</u>									
Liabilities									
Accounts payable	\$ -	\$ 4,590	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,590
Due to other funds	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>4,590</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,590</u>
Fund Balances									
Restricted	21,746	25,585	132,496	53,994	-	33,309	-	20,527	287,658
Assigned	-	-	-	-	12,223	-	39,480	-	51,703
Total Fund Balances	<u>21,746</u>	<u>25,585</u>	<u>132,496</u>	<u>53,994</u>	<u>12,223</u>	<u>33,309</u>	<u>39,480</u>	<u>20,527</u>	<u>339,361</u>
Total Liabilities and Fund Balances	<u>\$ 21,746</u>	<u>\$ 30,175</u>	<u>\$ 132,496</u>	<u>\$ 53,994</u>	<u>\$ 12,223</u>	<u>\$ 33,309</u>	<u>\$ 39,480</u>	<u>\$ 20,527</u>	<u>\$ 343,951</u>

# NONMAJOR GOVERNMENTAL FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

For the Fiscal Year Ended June 30, 2021

	Special Revenue Funds					Capital Project Funds			Total Nonmajor Governmental Funds
	Law Library	State Seizure	Federal Seizure	Drug Abuse Treatment	Juvenile Court	Jail Construction	Capital Improvements	CDBG Fund	
<u>Revenues</u>									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 230,463	\$ 230,463
Fines and forfeitures	9,991	2,575	19,854	7,587	1,200	17,186	-	-	58,393
Interest earnings	-	-	16	11	2	3	7	-	40
Total Revenues	<u>9,991</u>	<u>2,575</u>	<u>19,870</u>	<u>7,598</u>	<u>1,202</u>	<u>17,189</u>	<u>7</u>	<u>230,463</u>	<u>288,896</u>
<u>Expenditures</u>									
Current									
General government	-	-	-	-	-	-	-	-	-
Public safety	6,275	7,108	76,351	7,768	240	13,417	63,033	-	174,191
Public works	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	32,265	-	-	-	-	260,436	292,701
Total Expenditures	<u>6,275</u>	<u>7,108</u>	<u>108,616</u>	<u>7,768</u>	<u>240</u>	<u>13,417</u>	<u>63,033</u>	<u>260,436</u>	<u>466,893</u>
Excess (Deficiency) of Revenues									
Over (Under) Expenditures	<u>3,716</u>	<u>(4,532)</u>	<u>(88,746)</u>	<u>(170)</u>	<u>962</u>	<u>3,772</u>	<u>(63,026)</u>	<u>(29,973)</u>	<u>(177,996)</u>
<u>Other Financing Sources (Uses)</u>									
Transfers from other funds	-	-	-	-	-	-	-	50,000	50,000
Transfers to other funds	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>
Net change in fund balances	<u>3,716</u>	<u>(4,532)</u>	<u>(88,746)</u>	<u>(170)</u>	<u>962</u>	<u>3,772</u>	<u>(63,026)</u>	<u>20,027</u>	<u>(127,996)</u>
Fund balance, beginning of year (restated)	<u>18,030</u>	<u>30,117</u>	<u>221,242</u>	<u>54,164</u>	<u>11,261</u>	<u>29,537</u>	<u>102,506</u>	<u>500</u>	<u>467,357</u>
Fund balance, end of year	<u>\$ 21,746</u>	<u>\$ 25,585</u>	<u>\$ 132,496</u>	<u>\$ 53,994</u>	<u>\$ 12,223</u>	<u>\$ 33,309</u>	<u>\$ 39,480</u>	<u>\$ 20,527</u>	<u>\$ 339,361</u>

## LAW LIBRARY FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Final Budget	Actual	Variance with Final Budget
<u>REVENUES</u>			
Fines and forfeitures	\$ 100	\$ 9,991	\$ 9,891
Total Revenues	100	9,991	9,891
<u>EXPENDITURES</u>			
Current			
Public safety	100	6,275	6,175
Total Expenditures	100	6,275	6,175
Net change in fund balances	-	3,716	3,716
Fund balance, beginning of year	18,030	18,030	-
Fund balance, end of year	\$ 18,030	\$ 21,746	\$ 3,716

# STATE SEIZURE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Final Budget	Actual	Variance with Final Budget
<u>REVENUES</u>			
Fines and forfeitures	\$ -	\$ 2,575	\$ 2,575
Interest income	-	-	-
Total Revenues	-	2,575	2,575
<u>EXPENDITURES</u>			
Current			
Public safety	-	7,108	7,108
Total Expenditures	-	7,108	7,108
Net change in fund balances	-	(4,532)	(4,532)
Fund balance, beginning of year	30,117	30,117	-
Fund balance, end of year	\$ 30,117	\$ 25,585	\$ (4,532)

# FEDERAL SEIZURE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Final Budget	Actual	Variance with Final Budget
<u>REVENUES</u>			
Fines and forfeitures	\$ 5,000	\$ 19,854	\$ 14,854
Interest income	-	16	16
Total Revenues	5,000	19,870	14,870
<u>EXPENDITURES</u>			
Current			
Public safety	5,000	108,616	103,616
Total Expenditures	5,000	108,616	103,616
Net change in fund balances	-	(88,746)	(88,746)
Fund balance, beginning of year	221,242	221,242	-
Fund balance, end of year	\$ 221,242	\$ 132,496	\$ (88,746)

# DRUG ABUSE TREATMENT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Final Budget	Actual	Variance with Final Budget
<u>REVENUES</u>			
Fines and forfeitures	\$ 9,900	\$ 7,587	\$ (2,313)
Interest income	<u>1,200</u>	<u>11</u>	<u>(1,189)</u>
Total Revenues	<u>11,100</u>	<u>7,598</u>	<u>(3,502)</u>
<u>EXPENDITURES</u>			
Current			
Public safety	<u>11,100</u>	<u>7,768</u>	<u>(3,332)</u>
Total Expenditures	<u>11,100</u>	<u>7,768</u>	<u>(3,332)</u>
Net change in fund balances	-	(170)	(170)
Fund balance, beginning of year	<u>54,164</u>	<u>54,164</u>	<u>-</u>
Fund balance, end of year	<u>\$ 54,164</u>	<u>\$ 53,994</u>	<u>\$ (170)</u>

# JUVENILE COURT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2021

	Final Budget	Actual	Variance with Final Budget
<u>REVENUES</u>			
Fines and forfeitures	\$ 1,500	\$ 1,200	\$ (300)
Interest income	<u>50</u>	<u>2</u>	<u>(48)</u>
Total Revenues	<u>1,550</u>	<u>1,202</u>	<u>(348)</u>
<u>EXPENDITURES</u>			
Current			
Public safety	<u>1,550</u>	<u>240</u>	<u>(1,310)</u>
Total Expenditures	<u>1,550</u>	<u>240</u>	<u>(1,310)</u>
Net change in fund balances	-	962	962
Fund balance, beginning of year	<u>11,261</u>	<u>11,261</u>	<u>-</u>
Fund balance, end of year	<u>\$ 11,261</u>	<u>\$ 12,223</u>	<u>\$ 962</u>



## SCHEDULE OF PROJECT EXPENDITURES WITH SPECIAL SALES TAX PROCEEDS

For the Fiscal Year Ended June 30, 2021

Project	Original Estimated Budget	Expenditures		Total
		Prior Years	Current Year	
2016 Special Local Option Sales Tax				
Road, Street and Bridge Projects	\$ 4,026,432	\$ 4,352,027	\$ 17,275	\$ 4,369,302
Debt Service:				
Interest	265,568	208,054	31,588	239,642
Issuance Cost	-	36,700	-	36,700
Intergovernmental:				
City of Williamson	197,200	200,720	22,747	223,467
City of Zebulon	689,040	701,344	79,481	780,825
City of Meansville	174,000	178,115	20,071	198,186
City of Molena	241,860	246,179	27,899	274,078
City of Concord	205,900	208,337	23,751	232,088
Total 2016 SPLOST	<u>\$ 5,800,000</u>	<u>\$ 6,131,476</u>	<u>\$ 222,812</u>	<u>\$ 6,354,288</u>

Note 1 The difference in SPLOST expenditures by project and the expenditures noted in the SPLOST 2016 Fund represents principal debt service payments totalling \$800,000 attributed to repayment of the 2016 SPLOST bonds. The expenditures to purchase approved items are already included in the above schedule. If debt payments were included, the expenditures would be reported twice.

Current year expenditures from above	\$ 222,812
Bond principal payment	<u>800,000</u>
Current year expenditures per financial statements	<u>\$ 1,022,812</u>

## AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Fiscal Year Ended June 30, 2021

	Balance June 30, 2020	Increases	Decreases	Balance June 30. 2021
<u>Total - All Agency Funds</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 537,769	\$ 14,881,923	\$ 14,896,221	\$ 523,471
Total Assets	<u>\$ 537,769</u>	<u>\$ 14,881,923</u>	<u>\$ 14,896,221</u>	<u>\$ 523,471</u>
<u>LIABILITIES</u>				
Due to Board of Education	\$ 173,270	\$ 11,296,353	\$ 11,266,093	\$ 203,530
Due to State of Georgia	135,798	2,419,034	2,384,669	170,163
Due to Other Governments	9,553	465,827	464,259	11,121
Other	<u>219,148</u>	<u>700,709</u>	<u>781,200</u>	<u>138,657</u>
Total Liabilities	<u>\$ 537,769</u>	<u>\$ 14,881,923</u>	<u>\$ 14,896,221</u>	<u>\$ 523,471</u>

## AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Fiscal Year Ended June 30, 2021

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021
<u>Superior Court</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 35,430	\$ 521,736	\$ 496,337	\$ 60,829
Total Assets	<u>\$ 35,430</u>	<u>\$ 521,736</u>	<u>\$ 496,337</u>	<u>\$ 60,829</u>
<u>LIABILITIES</u>				
Other	\$ 35,430	\$ 521,736	\$ 496,337	\$ 60,829
Total Liabilities	<u>\$ 35,430</u>	<u>\$ 521,736</u>	<u>\$ 496,337</u>	<u>\$ 60,829</u>
 <u>Probate Court</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 8,658	\$ 104,038	\$ 106,678	\$ 6,018
Total Assets	<u>\$ 8,658</u>	<u>\$ 104,038</u>	<u>\$ 106,678</u>	<u>\$ 6,018</u>
<u>LIABILITIES</u>				
Other	\$ 8,658	\$ 232,999	\$ 235,639	\$ 6,018
Total Liabilities	<u>\$ 8,658</u>	<u>\$ 232,999</u>	<u>\$ 235,639</u>	<u>\$ 6,018</u>

## AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Fiscal Year Ended June 30, 2021

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021
<u>Magistrate Court</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 950	\$ 58,812	\$ 44,186	\$ 15,576
Total Assets	<u>\$ 950</u>	<u>\$ 58,812</u>	<u>\$ 44,186</u>	<u>\$ 15,576</u>
<u>LIABILITIES</u>				
Other	\$ 950	\$ 58,812	\$ 44,186	\$ 15,576
Total Liabilities	<u>\$ 950</u>	<u>\$ 58,812</u>	<u>\$ 44,186</u>	<u>\$ 15,576</u>
<u>Sheriff's Office</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 42,874	\$ 11,582	\$ 4,032	\$ 50,424
Total Assets	<u>\$ 42,874</u>	<u>\$ 11,582</u>	<u>\$ 4,032</u>	<u>\$ 50,424</u>
<u>LIABILITIES</u>				
Other	\$ 42,874	\$ 11,582	\$ 4,032	\$ 50,424
Total Liabilities	<u>\$ 42,874</u>	<u>\$ 11,582</u>	<u>\$ 4,032</u>	<u>\$ 50,424</u>

## AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Fiscal Year Ended June 30, 2021

	Balance June 30, 2020	Increases	Decreases	Balance June 30. 2021
<u>Tax Commissioner's Office</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 449,857	\$ 14,185,755	\$ 14,244,988	\$ 390,624
Total Assets	<u>\$ 449,857</u>	<u>\$ 14,185,755</u>	<u>\$ 14,244,988</u>	<u>\$ 390,624</u>
<u>LIABILITIES</u>				
Due to Board of Education	\$ 173,270	\$ 11,296,353	\$ 11,266,093	\$ 203,530
Due to State of Georgia	135,798	2,419,034	2,384,669	170,163
Due to Other Governments	9,553	465,827	464,259	11,121
Other	<u>131,236</u>	<u>4,541</u>	<u>129,967</u>	<u>5,810</u>
Total Liabilities	<u>\$ 449,857</u>	<u>\$ 14,185,755</u>	<u>\$ 14,244,988</u>	<u>\$ 390,624</u>

## PIKE COUNTY AGRIBUSINESS AUTHORITY - COMPONENT UNIT BALANCE SHEET

For the Fiscal Year Ended June 30, 2021

### ASSETS

Cash and cash equivalents	\$	29,429
---------------------------	----	--------

Total Assets	\$	29,429
--------------	----	--------

### LIABILITIES AND FUND BALANCE

#### Liabilities

Accounts payable	\$	-
------------------	----	---

Total Liabilities		-
-------------------	--	---

#### Fund Balance

Unassigned		29,429
------------	--	--------

Total Fund Balance		29,429
--------------------	--	--------

Total Liabilities and Fund Balance	\$	29,429
------------------------------------	----	--------

# PIKE COUNTY AGRIBUSINESS AUTHORITY COMPONENT UNIT

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

### IN FUND BALANCES

For the Fiscal Year Ended June 30, 2021

#### REVENUES

Intergovernmental revenue		
Pike County	\$	34,714
Interest earnings		2
Other miscellaneous revenues		<u>80,088</u>
Total Revenues		<u>114,804</u>

#### EXPENDITURES

Current		
General government		70,039
Capital Outlay		35,790
Debt Service:		
Principal		4,014
Interest and fiscal charges		<u>4,549</u>
Total Liabilities		<u>114,392</u>

Excess (Deficiency) of Revenues		
Over (Under) Expenditures		<u>413</u>

#### Other Financing Sources

Issuance of debt		<u>-</u>
Total Other Financing Sources		<u>-</u>

Net change in fund balance		413
----------------------------	--	-----

Fund Balance, beginning of year		<u>29,016</u>
---------------------------------	--	---------------

Fund Balance, end of year	\$	<u><u>29,429</u></u>
---------------------------	----	----------------------

**REPORTS ON INTERNAL CONTROL  
AND COMPLIANCE MATTERS**



**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**

Board of Directors  
Pike County, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pike County, Georgia as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Pike County, Georgia's basic financial statements, and have issued our report thereon dated December 29, 2021. Our report includes a reference to other auditors who audited the financial statements of the Pike County Department of Public Health, as described in our report on Pike County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Pike County, Georgia's internal control over financial reporting (internal control) to determine 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 Pike County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Pike County, Georgia's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material

weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as items 2020-001 and 2020-002, that we consider to be material weaknesses.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Pike County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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*.

### **Pike County, Georgia's Response to the Findings**

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

### **Purpose of this Report**

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

*Driver Adams + Sharpe*

Thomaston Georgia,  
December 29, 2021

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

Board of Commissioners of  
Pike County, Georgia  
Zebulon, Georgia

**Report on Compliance for Each Major Federal Program**

We have audited the County of Pike, Georgia's compliance with the types of compliance requirements described in the Uniform Guidance that could have a direct and material effect on each of the county of Pike, Georgia's major federal programs for the year ended June 30, 2021. The County of Pike, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

***Opinion on Each Major Federal Program***

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

## Report on Internal Control Over Compliance

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

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

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

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

*Driver Adams + Sharpe*

Thomaston, Georgia  
December 29, 2021

**PIKE COUNTY, GEORGIA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2021

<b>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE</b>	<b>Federal CFDA Number</b>	<b>Grant Identification Number</b>	<b>Toal Expenditures</b>	<b>Passed Through to Subrecipients</b>
<b>U.S. Department of Housing and Urban Development</b>				
Community Development Block Grant	14.218	19b-y-114-1-6086	\$ 230,463	\$ -
<b>Total U.S Department of Housing and Urban Development</b>			<u>\$ 230,463</u>	<u>\$ -</u>
<b>U.S. Department of the Treasury</b>				
Coronavirus Aid Relief & Economic Security (CARES) Act	21-019		<u>\$ 880,483</u>	<u>\$ -</u>
<b>U.S. Department of Homeland Security</b>				
(Passed through Georgia Emergency Management and Homeland Security Agency)				
Hazard Mitigation Program	97.032		\$ 15,197	\$ -
<b>Total F.E.M.A.</b>			<u>\$ 15,197</u>	<u>\$ -</u>
<b>Total Expenditures and Federal Awards</b>			<u>\$ 1,126,143</u>	<u>\$ -</u>

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2021

**Note 1. Basis of Presentation**

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Pike County, Georgia and is presented on the accrual basis of accounting.

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

**Note 3. Non-cash Assistance and Loans**

There were no federal awards expended in the form of noncash assistance during the year. There were also no loan or loan guarantees outstanding at year-end.

**Note 2. De Minimis Indirect Cost Rate**

The County did not use the 10% de minimis indirect cost rate.

**Note 3. Subrecipients**

The County did not pass any funds through to subrecipients during the fiscal year ended June 30, 2021.

PIKE COUNTY, GEORGIA  
SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2021

**Section I – Summary of Audit Results**

*Financial Statements*

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified not considered to be material weakness(es)	None Reported
Noncompliance material to financial statements noted?	No

*Federal Awards*

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weakness(es)	None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be Reported in accordance with 2 CFR part 200?	None

Identification of major programs:

CFDA Number  
21.019

Name of Federal Program  
**U.S Department of Treasury**  
Coronavirus Aid, Relief &  
Economic Security (CARES) Act

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

PIKE COUNTY, GEORGIA  
SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2021

**Section II – Financial Statement Findings**

The findings noted on the 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*:

**2021-001 – Accounts Receivable/Revenue**

***CRITERIA***

In accordance with generally accepted accounting principles, governmental fund revenues are recognized as soon as they are both measurable and available.

***CONDITION***

Various revenue items were not recorded in the proper fiscal period.

***CONTEXT***

The following adjustments were necessary to fairly state and classify revenues for the fiscal year ended June 30, 2021:

- An adjustment of \$9,902 in the General Fund to record the June reimbursement for Senior Meals.
- An adjustment of \$44,451 in the General Fund to correct property taxes.
- An adjustment of \$62,973 in the E911 Fund to record accounts receivable.

***EFFECT***

The County’s accounting records contained material errors which were identified and adjusted during the annual audit process.

***CAUSE***

The County does not have adequate accounting procedures in place to ensure the accrual of revenues in the proper fiscal year.

***RECOMMENDATION***

We recommend that the County develop procedures to ensure the recording of revenues when they become both measurable and available to finance expenditures of the fiscal period.

***VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS***

Management agrees with the finding. The County had a vacancy for several months for the Finance Director position. The County hired a Finance Director with previous experience. Management will continue to implement procedures to ensure proper accrual of revenues during the fiscal year.



PIKE COUNTY, GEORGIA  
SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2021

**2021-002 – Management of Due to/From Accounts**

**CRITERIA**

Generally accepted accounting principles require consideration of the collectability of receivables of all kinds, whether external or internal to the County. As part of that process, the County should review the amounts included in the due to/from accounts (interfund receivables and payables) in each fund and make the appropriate settlements monthly.

**CONDITION**

The County did not monitor interfund receivable and payable accounts monthly and did not make the appropriate settlements between funds.

**CONTEXT**

At year-end, the County had not settled the following interfund balances between the funds:

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	\$ <u>167,467</u>	E911 Fund	\$ <u>167,467</u>
Total	\$ <u><u>167,467</u></u>		\$ <u><u>167,467</u></u>

**EFFECT**

The County's General Fund bank account paid for obligations of other funds which were not timely reimbursed for the fiscal year June 30, 2021.

**CAUSE**

The County did not consider the need for settlements between funds as part of the monthly close-out procedures.

**RECOMMENDATION**

We recommend the County review all interfund receivables and payables monthly and consider the need for timely settlements between funds.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS**

Management agrees with the finding. Management will conduct periodic reviews to ensure that settlements between funds are conducted monthly.

PIKE COUNTY, GEORGIA  
SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2021

**2021-003 – Accounts Payable/Expenditures**

***CRITERIA***

In accordance with generally accepted accounting principles, expenditures are recognized as soon as a liability is incurred.

***CONDITION***

The County does not have adequate accounting procedures to ensure that expenditures are recorded and properly classified when a liability is incurred.

***CONTEXT***

Material audit adjustments were required to fairly state and classify expenditures for the year ended June 30, 2021 as follows:

- An adjustment for a transfer of \$138,868 from the General Fund to the E911 Fund to eliminate the deficit in the E911 Fund.

***EFFECT***

The County's accounting records contained material errors which were identified and adjusted during the annual audit process.

***CAUSE***

The County lacked accounting procedures to ensure the recording and proper classification of incurred expenditures at the end of the fiscal period

***RECOMMENDATION***

The County should establish procedures to ensure the proper accrual and classification of all liabilities incurred during the fiscal period.

***VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS***

Management agrees with the finding. The County recently hired a new Finance Officer. Management will develop procedures to ensure that expenditures are recorded as the liability is incurred.

PIKE COUNTY, GEORGIA  
SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2021

**2021-004 – CDBG Fund Reporting**

***CRITERIA***

In accordance with generally accepted accounting principles, all funds should be reported in the Comprehensive Annual Financial Report.

***CONDITION***

The County does not have adequate accounting procedures to ensure all funds and their activities are properly reported.

***CONTEXT***

A restatement to net position and the governmental fund balance was required to fairly state fund and government-wide financial statements for the year ended June 30, 2020 (prior year) as follows:

- A restatement of \$500 to the fund balance of the CDBG Fund was required to fairly present financial statements and to appropriately represent each of the major and nonmajor funds of the county.

***EFFECT***

The County's accounting records contained evidence of prior year activity in a fund not previously disclosed during the annual audit process.

***CAUSE***

The County lacked accounting procedures to ensure reporting and proper classification of fund activity and/or the existence of new funds.

***RECOMMENDATION***

The County should establish procedures to ensure the proper classification of fund activity and/or the existence of new funds.

***VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS***

Management agrees with the finding. The County recently hired a new Finance Officer. Management will develop procedures to ensure all funds are appropriately accounted for and reported.

Pike County, Georgia  
 Certification of 9-1-1 Expenditures  
 For the Year Ended June 30, 2021

<u>Line</u> <u>No.</u>		<div style="background-color: #cccccc; padding: 2px;">O.C.G.A. Reference:</div>	
1	Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):  <div style="display: flex; justify-content: space-between; width: 80%;"> <span><u>  X  </u> Special Revenue Fund</span> <span><u>      </u> Enterprise Fund</span> </div>		
 Expenditures (UCOA Activity 3800)			
2	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)	<div style="background-color: #cccccc; padding: 2px;">46-5-134(e)</div>	
	<hr/>		\$ <hr/>
	<hr/>		\$ <hr/>
	<hr/>		\$ <hr/>
3	Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:		
3a	Lease costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(A)</div>	\$ <hr/>
3b	Purchase costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(A)</div>	\$ <hr/>
3c	Maintenance costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(A)</div>	\$ <hr/>
4	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(B)</div>	\$ <hr/>
5	Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system and employees who work as directors as defined in O.C.G.A. §46-5-138.2		
5a	Salaries and wages	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(C)</div>	\$ <hr/> 400,245
5b	Employee benefits	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(C)</div>	\$ <hr/> 141,187
6	Cost of training of employees who work as dispatchers or directors	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(D)</div>	\$ <hr/>
7	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(E)</div>	\$ <hr/>
8	Building used as a public safety answering point:		
8a	Lease costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(F)</div>	\$ <hr/>
8b	Purchase costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(F)</div>	\$ <hr/>
9	Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems and automatic vehicle location systems:		
9a	Lease costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(G)</div>	\$ <hr/>
9b	Purchase costs	<div style="background-color: #cccccc; padding: 2px;">46-5-134(f)(1)(G)</div>	\$ <hr/>

Pike County, Georgia  
Certification of 9-1-1 Expenditures  
For the Year Ended June 30, 2021

Line No.		O.C.G.A. Reference:	
9c	Maintenance costs	46-5-134(f)(1)(G)	\$ 19,126
10	Supplies directly related to providing emergency 9-1-1 system services, including the cost of printing emergency 9-1-1 public education materials	46-5-134(f)(1)(H)	\$
11	Logging recorders used at a public safety answering point to record telephone and radio traffic:		
11a	Lease costs	46-5-134(f)(1)(I)	\$
11b	Purchase costs	46-5-134(f)(1)(I)	\$
11c	Maintenance costs	46-5-134(f)(1)(I)	\$
12	Insurance purchased to insure against risks and liability in the operation and maintenance of the 9-1-1 system on behalf of the local government or on behalf of employees hired by the local government solely for the operation and maintenance of the 9-1-1 system and employees who work as directors	46-5-134(f)(2)(B)(i)	\$
13	Mobile communications vehicle and equipment, if the primary purpose and designation of such vehicle is to function as a backup 9-1-1 system center		
13a	Lease costs	46-5-134(f)(2)(B)(ii)	\$
13b	Purchase costs	46-5-134(f)(2)(B)(ii)	\$
13c	Maintenance costs	46-5-134(f)(2)(B)(ii)	\$
14	Allocation of indirect costs associated with supporting the 9-1-1 system center and operations as identified and outlined in an indirect cost allocation plan approved by the local governing authority that is consistent with the costs allocated within the local government to both governmental and business-type activities	46-5-134(f)(2)(B)(iii)	\$
15	Mobile public safety voice and data equipment, geo-targeted test messaging alert systems, or towers necessary to carry out the function of 9-1-1 system operations		
15a	Lease costs	46-5-134(f)(2)(B)(iv)	\$
15b	Purchase costs	46-5-134(f)(2)(B)(iv)	\$
15c	Maintenance costs	46-5-134(f)(2)(B)(iv)	\$
16	Public safety voice and data communications systems located in the 9-1-1 system facility that further the legislative intent of providing the highest level of emergency response service on a local, regional, and state-wide basis, including equipment and associated hardware and software that supports the use of public safety wireless voice and data communication systems		
16a	Lease costs	46-5-134(f)(2)(B)(v)	\$
16b	Purchase costs	46-5-134(f)(2)(B)(v)	\$
16c	Maintenance costs	46-5-134(f)(2)(B)(v)	\$

Pike County, Georgia  
 Certification of 9-1-1 Expenditures  
 For the Year Ended June 30, 2021

Line  
 No.

O.C.G.A.  
 Reference:

17 Other expenditures not included in Lines 2 through 16 above.  
 Identify by object and purpose.

Uniforms	\$ 7,088
Telephones	\$ 71,068
Supplies and other miscellaneous	\$ 3,550
Utilities	\$ 3,840
Equipment upgrades	\$ 139,624
	\$
	\$
	\$

18 Total Expenditures (total of all amounts reported on Lines 2 through 17 above) \$ 785,730

**Certification of Local Government Officials**

I have reviewed the information presented in this report and certify that it is accurate and correct. I further certify that the 9-1-1 funds were expended in compliance with the expenditure requirements specified in the Official Code of Georgia Annotated (OCGA), Section 46-5-134. I understand that, in accordance with OCGA Section 46-5-134(m)(2), any local government which makes expenditures not in compliance with this Code section may be held liable for pro rata reimbursement to telephone and wireless telecommunications subscribers of amounts improperly expended. Further, the noncompliant local government shall be solely financially responsible for the reimbursement and for any costs associated with the reimbursement. Such reimbursement shall be accomplished by the service providers abating the imposition of the 9-1-1 charges and 9-1-1 wireless enhanced charges until such abatement equals the total amount of the rebate.

Signature of Chief Elected Official J Briar Johnson Date 12/31/2021  
J Briar Johnson (Dec 31, 2021 15:03 EST)

Print Name of Chief Elected Official J. Briar Johnson

Title of Chief Elected Official Chairman, Pike County Board of Commissioners

Signature of Chief Financial Officer Brandon Rogers Date 12/31/2021  
Brandon Rogers (Dec 31, 2021 15:17 EST)

Print Name of Chief Financial Officer Brandon Rogers