



OCONEE COUNTY, GEORGIA

Annual Financial Report

For the fiscal year ended June 30, 2025

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OCONEE COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 2025

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Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Oconee County, Georgia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Oconee County, Georgia's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Oconee County, Georgia, as of June 30, 2025, and the respective changes in the financial position and, where applicable, cash flows thereof, and the budgetary comparisons of the General Fund and Industrial Development Authority Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Oconee County Board of Health, a discretely presented component unit, which represents 93.1% of the assets, 85.0% of the net position, and 90.1% of the revenues of the County's component units for the year ended June 30, 2025.. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Oconee County Board of Health is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Oconee County, Georgia and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Oconee County, Georgia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Oconee County, Georgia's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Oconee County, Georgia's basic financial statements. The accompanying combining statements, the schedule of projects financed with special purpose local option sales tax, the schedule of projects financed with transportation special purpose local option sales tax, the schedule of state contractual assistance, and the schedule of supplemental official income are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. The combining statements, the schedule of expenditures of federal awards, the schedule of projects financed with special purpose local option sales tax, the schedule of projects financed with transportation special purpose local option sales tax, the schedule of state contractual assistance, and the schedule of supplemental official income are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements, the schedule of expenditures of federal awards, the schedule of projects financed with special purpose local option sales tax, the schedule of projects financed with transportation special purpose local option sales tax, the schedule of state contractual assistance, and the schedule of supplemental official income are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2025, on our consideration of Oconee County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Oconee County, Georgia's internal control over financial reporting and compliance.

Rushton, LLC

Gainesville, Georgia
December 2, 2025

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MANAGEMENT DISCUSSION AND ANALYSIS

OCONEE COUNTY, GEORGIA
YEAR ENDED JUNE 30, 2025

OCONEE COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2025

Management's discussion and analysis provides an objective and easily readable analysis of the government's financial activities. It summarizes key financial information and should be reviewed in conjunction with the accompanying financial statements.

The government-wide statements reflect continued growth in the County's net position, indicating long-term financial stability. The fund statements show an increase in the General Fund balance, demonstrating strong short-term liquidity. Overall, the County's financial position remains healthy and is supported by ongoing conservative fiscal management.

Overview of the Financial Statements

The purpose of the Management's Discussion and Analysis is to introduce Oconee County's basic financial statements, which consists of three components:

1. Government-wide financial statements present a comprehensive view of the Government's financial position and results of operations.
2. Fund financial statements present financial information for the Government's major funds.
3. Notes to the financial statements provide additional explanations and disclosures essential to understanding the Government's financial data not included in the Government-wide or Fund financial statements.

This report also includes other supplementary information that may be useful to readers.

Government-Wide Financial Statements

Government-wide financial statements provide a long-term, comprehensive overview of the economic position of Oconee County similar to private-sector financial statements. They include a statement of net position and a statement of activities. Emphasis is placed on the governmental activities, business-type activities, and the change in net position. Governmental activities are primarily supported by sales taxes, property taxes, federal and state grants, and charges for services and fines. Business-type activities are supported by charges to the users of those activities.

The Statement of Net Position shows the County's assets less its liabilities on June 30, 2025. The difference between these assets and liabilities is reported as net position. Governmental and business-type activities are reported separately. Changes in net position over time may be helpful in identifying an improving or deteriorating financial position.

The Statement of Activities follows the Statement of Net Position and shows how net assets changed during the fiscal year. The statement presents all underlying events which give rise to the change, regardless of the timing of the related cash flows. Some included items, such as accounts payable or earned but unused vacation leave, will produce changes in cash in a future fiscal period.

Both statements distinguish functions of Oconee County that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

Governmental activities include public safety, public works, general government, culture and recreation, judicial, housing and development, and health and welfare. Business-type activities include water and sewer, sanitation collection sites, and special facilities.

Fund Financial Statements

A fund is a set of related accounts used to maintain control over resources designated for specific activities or objectives. Like other state and local governments, Oconee County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and Generally Accepted Accounting Principles (GAAP). All funds of Oconee County government can be divided into three categories: governmental, proprietary and fiduciary funds.

Governmental Funds account for the same functions as those reported under the government-wide Statement of Net Position and Statement of Activities. However, this set of financial statements focuses on events that produce near-term inflows and outflows of spendable resources as well as on the balances of spendable resources available at the end of the fiscal year. This shorter-term perspective helps readers assess the County's immediate financing needs and available resources.

By comparing functions between the two sets of statements for governmental funds and governmental activities, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statements of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison. The county reports five major governmental funds: General, Industrial Development Authority, SPLOST 2021, TSPLST 2023, and Local Resources Capital Projects. The County's basic governmental fund financial statements are presented on pages 18-26 of this report.

Proprietary Funds report, in greater detail, the same information presented as business-type activities in the government-wide financial statements. The County's proprietary fund financial statements are presented on pages 27-31 of this report.

Fiduciary Funds are custodial funds held in a custodial nature outside the general county government. Although these funds are presented in the fund set of statements, they do not appear in the government-wide financial statements because the fiduciary funds are not available to support Oconee County Government's general programs. The accrual basis of accounting used for fiduciary funds is much like that used for proprietary funds. Funds held by Oconee County for

investment reflect in this section as a Custodial Fund. The County reports six custodial funds – Tax Commissioner, Sheriff, Superior Court, Probate Court, Magistrate Court and Juvenile Court (pages 32-33).

Notes to the Financial Statements

The Notes provide additional details on Oconee County's financial activities and balances, including accounting policies, investments, long-term debt, capital assets, and the pension plan.

Required Supplementary Information

The required supplementary information includes required schedules and information on the County's defined benefit pension plan and OPEB plan (pages 92-100).

Other Supplementary Information

Other supplementary information includes combining financial statements for non-major governmental, proprietary, and fiduciary funds. While these funds are aggregated by fund type in the basic financial statements, they are not reported individually as major funds are in the government-wide statements.

Financial Analysis of Oconee County

Government – Wide Financial Analysis

Table 1 & Table 2 depict comparative data for Oconee County, Georgia for the fiscal year ended June 30, 2024, and the fiscal year ended June 30, 2025. The comparative data highlights government-wide net position (Table 1) and changes in net position (Table 2). Fiscal year ending 2025 shows a total increase in net position of \$17.86 million (Table 2) over the previous fiscal year.

Governmental activities net position increased \$14.21 million (Table 2). General revenues, primarily property taxes and sales taxes, along with business taxes, intangible taxes, interest and investment earnings, and gains on the disposal of capital assets, increased \$2.36 million (Table 2). Despite a reduced millage rate, ad valorem taxes remained steady due to growth in the tax digest. Sales tax revenue increased \$2.19 million (Table 2). Intangible taxes, which had declined in recent years, increased in fiscal year 2025. Interest and investment earnings remained steady but are expected to decrease in future years.

Program revenues for governmental activities includes charges for services and operating and capital grants and contributions increased \$1.62 million (Table 2). Program expenses for governmental activities increased \$5.81 million (Table 2), primarily due to higher public safety costs and increased public works spending associated with an expanded paving program and completion of the Hog Mountain Multi-Use Path project.

Business-type activities net position increased \$3.65 million (Table 2). General revenues including interest and investment earnings, gains on the disposal of capital assets, and rental revenue, increased \$0.08 million (Table 2). Program revenues for business-type activities, which include charges for services and operating and capital grants and contributions, increased \$1.2 million (Table 2) and were driven primarily by charges for services. The increase reflects user rate adjustments as well as growth in wastewater capacity fees, inspection charges, and water availability fees. These revenue increases were partially offset by higher program expenses in Water & Sewer, Solid Waste, and Special Facilities.

Governmental Funds Financial Analysis

Governmental funds provide information on near-term inflows, outflows and balances of spendable resources. In assessing Oconee County's financial requirements, unassigned fund balance is a particularly useful measure of net resources available for spending at the end of the fiscal year. The governmental fund types include General Fund, Special Revenue Funds, and Capital Projects Funds.

As of June 30, 2025, Oconee County governmental funds reported combined fund balances of \$100,785,337, up from \$90,370,618, in the prior year, an increase of \$10,414,719 (page 22).

General Fund is the primary operating fund of the County. On June 30, 2025, total fund balance in the General Fund was \$14,994,876, an increase of \$1,759,485 from the prior year's fund balance of \$13,235,391 (page 21). The General Fund balance is within the County's target reserve range. Revenue growth was driven by new charges for services related to the implementation of the School Resource Officer program, growth in the property tax base, and continued increases in local option sales tax. Public works expenditures increased as fiscal year 2024 LRA grant revenues were spent in fiscal year 2025. Transfers out to local resource capital projects decreased in the fiscal year.

Industrial Development Authority Special Revenue Fund presents revenues and expenditures of the Oconee County Industrial Development Authority, a blended component unit of Oconee County. The Authority had minimal debt service related to the 2022 issuance of \$16,000,000 in taxable revenue bonds for the purpose of facilitating the COSTCO economic development project. This debt service is funded by interest earned on reserve funds required by the bond issuance. The Authority's fund balance increased by \$270,048 due to interest earnings (page 21).

SPLOST 2021 Capital Projects Fund accounts for the 1% sales tax collected and spent on voter-approved capital projects. Because projects often span multiple years and include design, land acquisition, and construction phases, annual expenditures can vary. Costs are recorded as construction-in-progress until completion and then depreciated over the asset's useful life. Business-type projects funded by SPLOST are recorded as transfers to the related fund and accounted for as Capital Improvement Projects. In fiscal year 2025, SPLOST 2021 revenues of \$13,059,644 funded farmland protection, courthouse elevator upgrades and fire pump replacement, law enforcement vehicles, fire rescue tanker and equipment, paving, recreational facility sports netting, special facility improvements, and a new sanitation site building. The SPLOST 2021 total fund balance at year-end is \$25,180,364 (page 21).

TSPLOST 2023 Capital Projects Fund reflects funds collected with the 1% sales tax and expended for capital items that agree with the referendum approved by the voters. Because projects often cross several years and involve design, land acquisition and construction phases, expenditures may vary widely from year to year. Costs expended yearly in capital project funds are added to the County's construction-in-progress until the project is complete and then depreciated over its useful life. In fiscal year 2025, TSPLOST 2023 revenues of \$12,112,366 funded paving, intersection improvements, and related services. The TSPLOST 2023 total fund balance at year-end is \$8,341,627 (page 22).

Local Resources Capital Projects Fund is a fund used to account for fund balance assigned for capital projects. In fiscal year 2025, funds expended total \$3,546,381. The General Fund transferred in \$3,581,532, resulting in an ending fund balance of \$31,728,420 (page 22). These funds are assigned for projects such as road improvements, building renovations, park and building construction, and equipment purchases.

Proprietary Funds

Proprietary Fund statements provide the same information as in the business activities column of the government-wide statements, but in greater detail, and on a fund basis for enterprise funds.

Enterprise Funds – On June 30, 2025, total net position amounted to \$112,856,137 (page 29). This includes a change in net position of \$3,653,579. Net position changes are a result of operations, non-operating revenues and expenses, capital contributions, and transfers. The funds in this category, Water and Sewer, Solid Waste, and Special Facilities Funds, receive revenue from user fees, licenses, permits, rent and donated infrastructure.

Net Position in the Water and Sewer Fund increased \$3,536,952 (page 29). User rate adjustments in water and sewer fees, as well as growth in wastewater capacity fees, inspection charges, and water availability fees contributed to this increase. The Calls Creek Wastewater Facility expansion was completed in FY25. This expansion added \$22,557,842 to fixed assets and thus an increase of \$451,156 in depreciation expense. Additional interest expense in the amount of \$456,400 was also added in fiscal year 2025 which is related to the new issuance of debt for the Upper Oconee Basin Water Authority expansion of Bear Creek Reservoir.

Net position in the Solid Waste Fund increased \$194,162 (page 29). The Hwy 441 scale house project is underway and is included in the statement of net position as a non-depreciable capital asset while the project is classified as construction in progress. This project is funded by transfers from the Local Resource Capital Projects Fund.

Net position in the Special Facilities Fund decreased \$77,535 (page 29). The Civic Center renovations are underway and are included in the statement of net position as a non-depreciable capital asset while the project is classified as construction in progress. This project is funded by a Board of Education cost share and transfers from SPLOST 2021.

Financial Highlights

Oconee County's main revenue sources are sales taxes and property taxes. Sales tax revenues increased 6.33% and property tax revenues increased 2.03% in fiscal year 2025. Voters approved TSPLOST in November 2022 with a referendum total of \$71,000,000. TSPLOST collections began in April 2023. SPLOST 2021 was approved by voters in November 2020 with a referendum total of \$64,648,250. Collection of SPLOST 2021 began in October 2021. The increase in the property tax digest due to new homes and increasing home values in fiscal year 2025. Oconee County's Board of Commissioners approved a full roll back of the milage rate to maintain minimal tax increases for citizens.

The financial position of the Oconee County government is strong. On June 30, 2025, Oconee County's Governmental Funds Balance Sheet combined ending fund balances were \$100,785,337 (page 19), including an unassigned fund balance of \$12,565,601 (page 19).

The Governmental Funds assigned fund balance includes \$232,687 for Health and Welfare, \$5,228,735 for Housing and Development, and \$32,096,920 for capital outlays.

Governmental funds report a \$33,763,172 restricted fund balance for capital outlay, which include restrictions of the following funds (page 18-19):

Fund:	Balance:	Reference:
SPLOST 2021	25,141,164	Exhibit A-3
TSPLOST 2023	8,341,627	Exhibit A-3
Non-Major Funds	\$280,381	Exhibit A-3
Total	\$33,763,172	

Capital Assets and Debt Administration

Oconee County has invested \$239,455,446 in capital assets net of accumulated depreciation. These assets include land, water and sewer treatment and distribution systems, infrastructure, buildings, equipment, and vehicles. Major capital asset expenditures during the current fiscal year include the following:

- Millers Lake Culvert Replacement
- Courthouse Elevator Replacements
- Snows Mill/Lane Creek Roundabout
- Hog Mountain Multi-Use Trail
- Courthouse Renovation Design
- William and Betty Dawson Park Design
- Landfill Scale House
- Civic Center Improvements
- Calls Creek Wastewater Treatment Plant Upgrade
- Bear Creek Plant Expansion

Disposals of capital assets during the fiscal year were minimal.

As of June 30, 2025, Oconee County had total debt of \$121,033,151, consisting of contracts of \$43,572,225, notes of \$25,990,020, bonds of \$47,915,000, net premiums/discounts of \$3,077,075, and subscriptions of \$478,831 (page 71).

During fiscal year 2025, the County entered an intergovernmental contract with the Upper Oconee Basin Water Authority to finance the expansion of the Bear Creek Reservoir. Oconee County's interest share is 23.809%, resulting in a contract payable balance of \$16,506,780.

The County's prior intergovernmental contract with the Walton County Water and Sewer Authority, entered in 2014, carries a 28.8% interest share. The County's portion of the GEFA note payable increased by \$340,378 in fiscal year 2025, bringing the total outstanding balance to \$2,622,126.

Additionally, in 2024, the County entered into a promissory note with the Georgia Environmental Finance Authority for the expansion of the Calls Creek Wastewater Reclamation Facility. The note allows up to \$25,000,000 in borrowing; \$1,959,619 was drawn in fiscal year 2025, bringing the outstanding balance to \$17,607,894.

During the fiscal year, four subscriptions payable were added.

Additional information on capital assets can be found in Note 10 to the financial statements and additional information on the County's long-term debt and other liabilities can be found in Notes 11, 12, and 13 to the financial statements.

Budget Variations

The original General Fund budget for the fiscal year end June 30, 2025, reflected anticipated revenues and other financing sources and expenditures and other financing uses of \$40,736,394. The final budget for the fiscal year showed revenues and other financing sources of \$48,417,391 and expenditures and other financing uses of \$50,387,326, while the actual results for fiscal year ending June 30, 2025, indicated revenues and other financing sources of \$47,446,876 and expenditures and other financing uses of \$45,687,391 (pages 24-25).

General Fund Budget vs. Actual:	Revenues and Other Financing Sources:	Expenditures and Other Financing Uses:	Change in Fund Balance:
Original Budget	40,736,394	40,736,394	\$0
Final Budget	48,417,391	50,387,326	(\$1,969,935)
Actual Results	47,446,876	45,687,391	\$1,759,485

Revenues and expenditures were amended to reflect the School Resource Officer program, LRA grant funds, and the transfer from the General Fund to the Local Resource Projects fund.

Changes to Financial Presentation

The County implemented the following pronouncements required for fiscal year 2025:

GASB Statement No. 101, *Compensated Absences*. This statement provides guidance on accounting and financial reporting for compensated absences, such as vacation, sick leave, and other forms of paid time off. The standard requires governments to recognize a liability for leave that is earned and not used, reflecting the cost the government will incur when employees are paid for unused leave. While the County already reported vacation as a compensated absence, the liability now includes sick leave and related benefits.

GASB Statement No. 102, *Certain Risk Disclosures*. This pronouncement requires certain disclosures when there is a known concentration or constraint, the government is vulnerable to substantial impact, and an event associated with the concentration or constraint is more likely than not to begin no later than 12 months from the financial statement issuance date. Concentration would include a lack of diversity in inflows or outflows of resources, and a constraint is a limitation on the government's ability to raise resources or control spending. Oconee County does not qualify to report a risk disclosure in fiscal year 2025's note disclosures.

Component Units

Separately issued financial statements for the County's discretely presented component units provide more detailed information about their financial position. These statements can be obtained by contacting these entities:

Oconee County Health Department
1060 Experiment Station Road
Post Office Box 222
Watkinsville, Georgia 30677

Oconee County Tourism & Visitors Bureau
1070 Founders Boulevard
Athens, GA 30606

Oconee County, Georgia
For the Year Ended June 30, 2025

Table 1
Net Position
(in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2024	2025	2024	2025	2024	2025
Assets						
Current Assets	81.36	94.50	32.85	35.87	114.21	130.37
Capital Assets, Net	102.41	103.62	135.96	135.83	238.37	239.45
Other Noncurrent Assets	12.56	12.56	8.36	26.34	20.92	38.90
Total Assets	196.33	210.68	177.17	198.04	373.50	408.72
Deferred Outflows of Resources						
Deferred Charges on Refunding	0.58	0.52	1.07	0.96	1.65	1.48
Deferred Outflows of Resources - Pension	2.57	1.59	0.32	0.22	2.89	1.81
Deferred Outflows of Resources - OPEB	0.89	0.51	0.35	0.23	1.24	0.74
Total Deferred Outflows of Resources	4.04	2.62	1.74	1.41	5.78	4.03
Liabilities						
Current Liabilities	6.65	9.56	6.03	4.74	12.68	14.30
Noncurrent Liabilities	55.31	51.35	63.35	81.49	118.66	132.84
Total Liabilities	61.96	60.91	69.38	86.23	131.34	147.14
Deferred Inflows of Resources						
Deferred Inflows of Resources - Pension	0.23	0.16	0.05	0.10	0.28	0.26
Deferred Inflows of Resources - OPEB	1.63	1.47	0.27	0.26	1.90	1.73
Total Deferred Inflows of Resources	1.86	1.63	0.32	0.36	2.18	1.99
Net Position						
Net Investment in Capital Assets	66.59	69.22	88.53	88.12	155.12	157.34
Restricted						
Judicial	0.49	0.32	0.00	0.00	0.49	0.32
Public Safety	1.14	1.22	0.00	0.00	1.14	1.22
Public Works	0.93	0.93	0.00	0.00	0.93	0.93
Culture and Recreation	0.08	0.09	0.00	0.00	0.08	0.09
Housing and Development	0.01	0.06	0.00	0.00	0.01	0.06
Capital Outlay	24.88	34.04	0.00	0.00	24.88	34.04
Debt Service	1.88	1.98	0.62	0.67	2.50	2.65
Unrestricted	40.55	42.90	20.06	24.07	60.61	66.97
Total Net Position	136.55	150.76	109.21	112.86	245.76	263.62

Oconee County, Georgia
For the Year Ended June 30, 2025

Table 2
Changes in Net Position
(in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2024	2025	2024	2025	2024	2025
Revenue						
Program Revenues						
Charges for Services	6.66	6.99	14.33	16.58	20.99	23.57
Operating Grants & Contributions	1.35	2.31	0.02	0.03	1.37	2.34
Capital Grants & Contributions	2.56	2.89	2.11	1.05	4.67	3.94
General Revenues:						
Property Taxes	20.20	20.60	0.00	0.00	20.20	20.60
Sales Taxes	34.61	36.80	0.00	0.00	34.61	36.80
Insurance Premium Taxes	3.03	3.22	0.00	0.00	3.03	3.22
Intangible Taxes	0.38	0.49	0.00	0.00	0.38	0.49
Other Taxes	1.36	1.39	0.00	0.00	1.36	1.39
Interest and Investment Earnings	2.21	2.28	0.93	1.04	3.14	3.32
Gain on Sale of Capital Assets	0.75	0.19	0.00	0.00	0.75	0.19
Rental Revenue	0.00	0.00	0.13	0.12	0.13	0.12
Other	0.20	0.13	0.07	0.05	0.27	0.18
Total Revenues	73.31	77.29	17.59	18.87	90.90	96.16
Program Expenses						
General Government	7.95	8.62	0.00	0.00	7.95	8.62
Judicial	3.10	3.00	0.00	0.00	3.10	3.00
Public Safety	15.54	17.77	0.00	0.00	15.54	17.77
Public Works	19.75	22.42	0.00	0.00	19.75	22.42
Health & Welfare	1.07	1.16	0.00	0.00	1.07	1.16
Culture & Recreation	4.92	5.23	0.00	0.00	4.92	5.23
Housing & Development	2.05	2.06	0.00	0.00	2.05	2.06
Interest & Fiscal Charges	1.45	1.38	0.00	0.00	1.45	1.38
Water & Sewer	0.00	0.00	12.44	14.98	12.44	14.98
Solid Waste	0.00	0.00	0.79	0.95	0.79	0.95
Special Facilities	0.00	0.00	0.60	0.73	0.60	0.73
Total Expenses	55.83	61.64	13.83	16.66	69.66	78.30
Excess (Deficiency) Before Transfers & Contributions	17.48	15.65	3.76	2.21	21.24	17.86
Transfers	(0.95)	(1.44)	0.95	1.44	0.00	0.00
Changes in Net Position	16.53	14.21	4.71	3.65	21.24	17.86
Net Position, Beginning	120.02	136.55	104.50	109.21	224.52	245.76
Prior Period Adjustments	0.00	0.00	0.00	0.00	0.00	0.00
Net Position, Beginning (Restated)	120.02	136.55	104.50	109.21	224.52	245.76
Net Position, Ending	136.55	150.76	109.21	112.86	245.76	263.62

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BASIC FINANCIAL STATEMENTS

OCONEE COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2025

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current assets				
Cash and cash equivalents	\$ 86,723,242	\$ 18,062,167	\$ 104,785,409	\$ 1,420,418
Receivables (net)				
Accounts	817,275	1,665,961	2,483,236	26,353
Intergovernmental	866,691	358,071	1,224,762	0
Taxes	3,301,891	0	3,301,891	0
Prepaid items	311,280	60,106	371,386	0
Inventories	15,937	0	15,937	5,626
Restricted cash and cash equivalents	2,389,171	15,788,557	18,177,728	0
Internal balances	68,652	(68,652)	0	0
Total current assets	<u>94,494,139</u>	<u>35,866,210</u>	<u>130,360,349</u>	<u>1,452,397</u>
Noncurrent assets				
Investment - UOBWA (net)	0	26,342,007	26,342,007	0
Notes receivable	12,564,421	0	12,564,421	0
Net OPEB asset	0	0	0	199,202
Non-depreciable capital assets	27,164,939	18,957,776	46,122,715	0
Depreciable/amortizable capital assets (net)	76,457,974	116,874,757	193,332,731	74,140
Total noncurrent assets	<u>116,187,334</u>	<u>162,174,540</u>	<u>278,361,874</u>	<u>273,342</u>
Total assets	<u>210,681,473</u>	<u>198,040,750</u>	<u>408,722,223</u>	<u>1,725,739</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	516,410	959,221	1,475,631	0
Deferred outflows of resources - pension	1,592,547	225,297	1,817,844	197,379
Deferred outflows of resources - OPEB	507,659	221,324	728,983	64,162
Total deferred outflows of resources	<u>2,616,616</u>	<u>1,405,842</u>	<u>4,022,458</u>	<u>261,541</u>
LIABILITIES				
Current liabilities				
Payables				
Accounts	4,459,688	732,409	5,192,097	86,964
Intergovernmental	0	17,435	17,435	0
Retainage	133,127	4,909	138,036	0
Arbitrage	0	127,003	127,003	0
Interest	541,477	0	541,477	0
Accrued salaries and payroll liabilities	684,895	89,475	774,370	0
Compensated absences	1,392,630	203,511	1,596,141	0
Subscriptions payable	262,265	0	262,265	0
Contracts payable	0	1,287,003	1,287,003	0
Bonds payable	1,960,000	0	1,960,000	0
Liabilities payable from restricted assets				
Interest payable	0	793,402	793,402	0
Customer deposits	120,992	904,042	1,025,034	0
Bonds payable	0	580,000	580,000	0
Total current liabilities	<u>9,555,074</u>	<u>4,739,189</u>	<u>14,294,263</u>	<u>86,964</u>

OCONEE COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2025

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities				
Compensated absences	\$ 0	\$ 0	\$ 0	\$ 171,542
Net pension liability	6,698,022	818,434	7,516,456	812,676
Net OPEB liability	7,139,336	1,241,624	8,380,960	0
Subscriptions payable	216,566	0	216,566	0
Contracts payable	0	45,001,507	45,001,507	0
Notes payable	0	23,284,876	23,284,876	0
Bonds payable	<u>37,293,236</u>	<u>11,147,698</u>	<u>48,440,934</u>	0
Total noncurrent liabilities	<u>51,347,160</u>	<u>81,494,139</u>	<u>132,841,299</u>	<u>984,218</u>
Total liabilities	<u>60,902,234</u>	<u>86,233,328</u>	<u>147,135,562</u>	<u>1,071,182</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension	161,596	98,283	259,879	124,356
Deferred inflows of resources - OPEB	<u>1,472,064</u>	<u>258,844</u>	<u>1,730,908</u>	<u>73,413</u>
Total deferred inflows of resources	<u>1,633,660</u>	<u>357,127</u>	<u>1,990,787</u>	<u>197,769</u>
NET POSITION				
Net investment in capital assets	69,214,916	88,120,714	157,335,630	74,140
Restricted for:				
Judicial	319,730	0	319,730	0
Public Safety	1,221,775	0	1,221,775	0
Public Works	930,429	0	930,429	0
Health and Welfare	0	0	0	569,772
Culture and Recreation	88,207	0	88,207	0
Housing and Development	57,123	0	57,123	0
Capital outlay	34,042,140	0	34,042,140	0
Debt service	1,983,000	665,858	2,648,858	0
Unrestricted	<u>42,904,875</u>	<u>24,069,565</u>	<u>66,974,440</u>	<u>74,417</u>
Total net position	<u>\$ 150,762,195</u>	<u>\$ 112,856,137</u>	<u>\$ 263,618,332</u>	<u>\$ 718,329</u>

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OCONEE COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2025

	Program Revenues					Net (Expense) Revenue	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions			
FUNCTIONS/PROGRAMS							
Primary government							
Governmental activities							
General Government	\$ 8,616,000	\$ 1,546,166	\$ 54,527	\$ 0	\$ (7,015,307)		
Judicial	3,001,850	471,135	142,895	0	(2,387,820)		
Public Safety	17,764,169	2,880,418	491,871	0	(14,391,880)		
Public Works	22,424,154	989,344	1,269,740	2,889,736	(17,275,334)		
Health and Welfare	1,158,734	0	309,116	0	(849,618)		
Culture and Recreation	5,229,444	963,361	43,443	0	(4,222,640)		
Housing and Development	2,064,606	144,182	0	0	(1,920,424)		
Interest on long-term debt	1,384,935	0	0	0	(1,384,935)		
Total governmental activities	<u>61,643,892</u>	<u>6,994,606</u>	<u>2,311,592</u>	<u>2,889,736</u>	<u>(49,447,958)</u>		
Business-type activities							
Water and Sewer	14,983,963	16,154,664	14,839	1,046,535	2,232,075		
Solid Waste	945,495	294,118	12,542	0	(638,835)		
Special Facilities	729,630	133,453	0	0	(596,177)		
Total business-type activities	<u>16,659,088</u>	<u>16,582,235</u>	<u>27,381</u>	<u>1,046,535</u>	<u>997,063</u>		
Total primary government	<u>78,302,980</u>	<u>23,576,841</u>	<u>2,338,973</u>	<u>3,936,271</u>	<u>(48,450,895)</u>		
Component Units							
Oconee County Board of Health							
Health and Welfare	1,082,570	564,146	835,032	0	316,608		
Oconee County Tourism & Visitors Bureau							
Housing and Development	152,860	3,280	150,318	0	738		
Total component units	<u>1,235,430</u>	<u>567,426</u>	<u>985,350</u>	<u>0</u>	<u>317,346</u>		
Primary Government							
	Governmental Activities	Business-Type Activities	Total		Component Units		
Change in net position							
Net (expense) revenue	<u>\$ (49,447,958)</u>	<u>\$ 997,063</u>	<u>\$ (48,450,895)</u>	<u>\$ 317,346</u>			
General revenues							
Taxes							
Property	20,604,409	0	20,604,409	0			
Sales	36,802,620	0	36,802,620	0			
Insurance premium	3,220,751	0	3,220,751	0			
Intangible	492,454	0	492,454	0			
Other	1,389,701	0	1,389,701	0			
Interest and investment earnings	2,277,250	1,039,765	3,317,015	5,626			
Gain on sale of capital assets	185,158	2,425	187,583	0			
Rental revenue	0	120,249	120,249	0			
Other	130,212	49,159	179,371	9			
Transfers	<u>(1,444,918)</u>	<u>1,444,918</u>	<u>0</u>	<u>0</u>			
Total general revenues and transfers	<u>63,657,637</u>	<u>2,656,516</u>	<u>66,314,153</u>	<u>5,635</u>			
Change in net position	<u>14,209,679</u>	<u>3,653,579</u>	<u>17,863,258</u>	<u>322,981</u>			
Net position, July 1, as previously stated	136,552,516	109,202,558	245,755,074	510,640			
Change in accounting principle	0	0	0	(115,292)			
Net position, July 1, as restated	<u>136,552,516</u>	<u>109,202,558</u>	<u>245,755,074</u>	<u>395,348</u>			
Net position, June 30	<u>\$ 150,762,195</u>	<u>\$ 112,856,137</u>	<u>\$ 263,618,332</u>	<u>\$ 718,329</u>			

OCONEE COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

	General	Industrial Development Authority	SPLOST 2021
ASSETS			
Cash and cash equivalents	\$ 46,321,516	\$ 5,228,735	\$ 25,267,403
Receivables (net)			
Accounts	87,200	4,474	80,774
Intergovernmental	468,004	0	0
Taxes	1,153,506	0	1,096,802
Notes	0	12,564,421	0
Due from other funds	410,572	0	0
Prepaid items	236,716	0	39,200
Inventories	15,937	0	0
Restricted cash and cash equivalents	<u>786,954</u>	<u>1,312,564</u>	<u>211,352</u>
Total assets	<u>\$ 49,480,405</u>	<u>\$ 19,110,194</u>	<u>\$ 26,695,531</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 1,065,785	\$ 0	\$ 1,478,613
Retainage payable	0	0	0
Customer deposits payable	120,992	0	0
Accrued salaries and payroll liabilities	608,810	0	0
Due to other funds	<u>32,585,919</u>	<u>0</u>	<u>36,554</u>
Total liabilities	<u>34,381,506</u>	<u>0</u>	<u>1,515,167</u>
Deferred inflows of resources			
Unavailable property taxes	104,023	0	0
Unavailable intergovernmental revenues	0	0	0
Unavailable fines, fees, and forfeitures	0	0	0
Total deferred inflows of resources	<u>104,023</u>	<u>0</u>	<u>0</u>
Fund balances			
Nonspendable notes receivable	0	12,564,421	0
Nonspendable prepaid items	236,716	0	39,200
Nonspendable inventories	15,937	0	0
Restricted for:			
Judicial	0	0	0
Public Safety	0	0	0
Public Works	927,866	0	0
Culture and Recreation	0	0	0
Housing and Development	0	0	0
Capital outlay	0	0	25,141,164
Debt service	665,962	1,317,038	0
Assigned to:			
Health and Welfare	0	0	0
Housing and Development	0	5,228,735	0
Capital outlay	368,500	0	0
Unassigned	<u>12,779,895</u>	<u>0</u>	<u>0</u>
Total fund balances	<u>14,994,876</u>	<u>19,110,194</u>	<u>25,180,364</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 49,480,405</u>	<u>\$ 19,110,194</u>	<u>\$ 26,695,531</u>

See accompanying notes to the financial statements.

TSPLOST 2023	Local Resources	Nonmajor Governmental Funds	Totals
	Capital Projects		
\$ 8,840,348	\$ 0	\$ 1,065,240	\$ 86,723,242
559	0	644,268	817,275
0	0	398,687	866,691
1,024,513	0	27,070	3,301,891
0	0	0	12,564,421
0	32,274,173	610,129	33,294,874
0	0	74,564	350,480
0	0	0	15,937
0	0	78,301	2,389,171
<u>\$ 9,865,420</u>	<u>\$ 32,274,173</u>	<u>\$ 2,898,259</u>	<u>\$ 140,323,982</u>
\$ 1,512,248	\$ 210,442	\$ 192,600	\$ 4,459,688
11,545	121,582	0	133,127
0	0	0	120,992
0	0	76,085	684,895
0	213,729	390,020	33,226,222
<u>1,523,793</u>	<u>545,753</u>	<u>658,705</u>	<u>38,624,924</u>
0	0	312	104,335
0	0	176,506	176,506
0	0	632,880	632,880
0	0	809,698	913,721
<u> </u>	<u> </u>	<u> </u>	<u> </u>
0	0	0	12,564,421
0	0	74,564	350,480
0	0	0	15,937
0	0	319,730	319,730
0	0	588,895	588,895
0	0	2,563	930,429
0	0	88,207	88,207
0	0	57,123	57,123
8,341,627	0	280,381	33,763,172
0	0	0	1,983,000
0	0	232,687	232,687
0	0	0	5,228,735
0	31,728,420	0	32,096,920
0	0	(214,294)	12,565,601
<u>8,341,627</u>	<u>31,728,420</u>	<u>1,429,856</u>	<u>100,785,337</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>\$ 9,865,420</u>	<u>\$ 32,274,173</u>	<u>\$ 2,898,259</u>	<u>\$ 140,323,982</u>

See accompanying notes to the financial statements.

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OCONEE COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
June 30, 2025

Total fund balance - total governmental funds \$ 100,785,337

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

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

Capital assets, net of accumulated depreciation/amortization	103,622,913
--	-------------

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

913,721

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

Deferred charges on refunding	\$ 516,410
Deferred outflows of resources - pension	1,592,547
Deferred outflows of resources - OPEB	507,659
Deferred inflows of resources - pension	(161,596)
Deferred inflows of resources - OPEB	<u>(1,472,064)</u> 982,956

Prepaid interest is reported in the governmental funds. On the statement of net position, the prepaid interest is netted against accrued interest.

(39,200)

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

Compensated absences	(1,392,630)
Net pension liability	(6,698,022)
Net OPEB liability	(7,139,336)
Interest payable	(541,477)
Subscriptions payable	(478,831)
Bonds payable	<u>(39,253,236)</u> (55,503,532)
Net position of governmental activities	<u>\$ 150,762,195</u>

OCONEE COUNTY, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2025

	General	Industrial Development Authority	SPLOST 2021
REVENUES			
Taxes	\$ 36,857,221	\$ 0	\$ 13,059,644
Licenses and permits	1,311,399	0	0
Intergovernmental	1,762,560	0	0
Charges for services	3,745,210	25,000	0
Fines, fees and forfeitures	552,215	0	0
Interest	1,986,205	286,142	936,405
Contributions	130,200	0	0
Other	130,212	0	0
Total revenues	46,475,222	311,142	13,996,049
EXPENDITURES			
Current			
General Government	7,841,224	0	0
Judicial	2,758,464	0	0
Public Safety	13,861,818	0	0
Public Works	5,499,873	0	0
Health and Welfare	347,848	0	0
Culture and Recreation	4,521,068	0	0
Housing and Development	1,501,640	7,545	0
Capital Outlay	0	0	3,223,980
Intergovernmental	0	0	1,829,656
Debt Service	2,658,634	33,549	1,860,531
Total expenditures	38,990,569	41,094	6,914,167
Excess (deficiency) of revenues over (under) expenditures	<u>7,484,653</u>	<u>270,048</u>	<u>7,081,882</u>
Other financing sources (uses)			
Transfers in	230,052	0	0
Transfers out	(6,696,822)	0	(36,554)
Sale of capital assets	190,826	0	0
Issuance of subscriptions payable	550,776	0	0
Total other financing sources (uses)	<u>(5,725,168)</u>	<u>0</u>	<u>(36,554)</u>
Net change in fund balances	1,759,485	270,048	7,045,328
Fund balances, July 1	<u>13,235,391</u>	<u>18,840,146</u>	<u>18,135,036</u>
Fund balances, June 30	<u>\$ 14,994,876</u>	<u>\$ 19,110,194</u>	<u>\$ 25,180,364</u>

TSPLOST 2023	Local Resources		Nonmajor Governmental Funds		Totals
	Capital Projects				
\$ 12,112,366	\$ 0		\$ 522,312	\$ 62,551,543	
0	0		0	1,311,399	
0	0		500,842	2,263,402	
0	0		1,235,964	5,006,174	
0	0		87,295	639,510	
267,034	0		7,024	3,482,810	
0	0		190,426	320,626	
0	0		0	130,212	
<u>12,379,400</u>	<u>0</u>		<u>2,543,863</u>	<u>75,705,676</u>	
0	0		12,606	7,853,830	
0	0		181,421	2,939,885	
0	0		3,102,123	16,963,941	
0	0		246,082	5,745,955	
0	0		1,034,887	1,382,735	
0	0		0	4,521,068	
0	0		362,685	1,871,870	
8,788,690	3,332,653		0	15,345,323	
1,580,664	0		0	3,410,320	
0	0		0	4,552,714	
<u>10,369,354</u>	<u>3,332,653</u>		<u>4,939,804</u>	<u>64,587,641</u>	
<u>2,010,046</u>	<u>(3,332,653)</u>		<u>(2,395,941)</u>	<u>11,118,035</u>	
0	3,581,532		2,148,225	5,959,809	
0	(213,728)		(457,623)	(7,404,727)	
0	0		0	190,826	
0	0		0	550,776	
<u>0</u>	<u>3,367,804</u>		<u>1,690,602</u>	<u>(703,316)</u>	
2,010,046	35,151		(705,339)	10,414,719	
6,331,581	31,693,269		2,135,195	90,370,618	
<u>\$ 8,341,627</u>	<u>\$ 31,728,420</u>		<u>\$ 1,429,856</u>	<u>\$ 100,785,337</u>	

OCONEE COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2025

Net change in fund balances - total governmental funds \$ 10,414,719

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

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

Capital outlays	\$ 7,125,823	
Depreciation and amortization	<u>(7,170,707)</u>	(44,884)

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

Cost of assets disposed	(417,566)	
Related accumulated depreciation	<u>411,898</u>	(5,668)

Contributions of capital assets increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources.

Cost of assets contributed from individuals	1,267,548	
Related accumulated depreciation	<u>0</u>	1,267,548

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include recognition of unavailable revenue. 150,986

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

Pension contributions	2,643,290	
Cost of benefits earned, net of employee contributions	<u>(2,264,730)</u>	378,560

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

OPEB contributions	348,894	
Cost of benefits earned, net of employee contributions	<u>(421,051)</u>	(72,157)

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

Debt proceeds	(550,776)	
Debt principal payments	3,005,297	
Amortization of bond premiums and discounts	206,165	
Net change in deferred charges on refunding	(65,584)	
Net change in interest payable	<u>23,731</u>	2,618,833

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

Net change in compensated absences	<u>(498,258)</u>	
Change in net position of governmental activities	<u>\$ 14,209,679</u>	

OCONEE COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2025

	Budget			Variance with	
	Original	Final	Actual	Final Budget	
REVENUES					
Taxes	\$ 34,894,949	\$ 37,265,829	\$ 36,857,221	\$ (408,608)	
Licenses and permits	970,350	1,256,395	1,311,399	55,004	
Intergovernmental	804,335	1,738,513	1,762,560	24,047	
Charges for services	2,952,080	4,462,361	3,745,210	(717,151)	
Fines, fees and forfeitures	531,100	541,435	552,215	10,780	
Interest	508,500	1,972,021	1,986,205	14,184	
Contributions	500	131,000	130,200	(800)	
Other	49,580	69,140	130,212	61,072	
Total revenues	40,711,394	47,436,694	46,475,222	(961,472)	
EXPENDITURES					
Current					
General Government					
Commission	699,794	747,291	715,116	32,175	
Administration	1,012,393	1,029,872	795,542	234,330	
Human resources	840,004	847,267	736,877	110,390	
Finance	965,340	976,325	956,282	20,043	
Board of elections	432,113	471,581	452,571	19,010	
Information technology / GIS	1,249,498	1,480,312	1,374,658	105,654	
Tax commissioner	812,220	843,516	804,379	39,137	
Tax assessor	865,173	869,429	777,250	92,179	
Operations	1,485,437	1,502,322	1,224,430	277,892	
Board of equalization	10,000	10,000	4,119	5,881	
Judicial					
Superior court	327,244	327,244	301,556	25,688	
Clerk of courts	1,321,456	1,363,356	1,302,306	61,050	
District attorney	31,500	31,500	26,888	4,612	
Magistrate court	132,498	132,498	126,248	6,250	
Probate court	674,899	688,538	672,294	16,244	
Juvenile court	102,360	102,360	78,574	23,786	
Grand jury	400	400	0	400	
Public defender	268,425	268,425	250,598	17,827	
Public Safety					
Law enforcement	6,099,943	8,360,486	7,283,229	1,077,257	
Jail	4,178,808	4,309,572	4,188,731	120,841	
Public safety	2,360,371	2,522,560	2,353,368	169,192	
Coroner	49,585	49,585	36,490	13,095	
Public Works					
Public works	3,413,558	5,433,685	4,144,046	1,289,639	
Telecommunications	0	602,750	602,750	0	
County facilities	864,744	856,767	753,077	103,690	
Health and Welfare					
Joint governmental					
programs - health and welfare	349,848	349,848	347,848	2,000	
Culture and Recreation					
Parks and recreation	4,225,179	4,280,666	3,890,149	390,517	
Joint governmental programs - library	631,975	631,975	630,919	1,056	

OCONEE COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2025

	Budget			Variance with Final Budget	
	Original	Final	Actual		
EXPENDITURES (continued)					
Housing and Development					
Community development	\$ 100,000	\$ 100,000	\$ 100,000	\$ 0	0
Joint governmental programs - development	210,210	210,210	175,908	34,302	
Code enforcement	1,290,795	1,317,407	1,225,732	91,675	
Debt service					
General Government					
Finance	0	10,500	10,500	0	0
Information technology / GIS	0	143,473	143,473	0	0
Judicial					
Clerk of courts	0	41,976	41,976	0	0
Public Safety					
Law enforcement	0	57,500	57,500	0	0
Public safety	0	4,500	4,500	0	0
Housing and Development					
Community development	2,273,825	2,406,075	2,400,685	5,390	
Total expenditures	37,279,595	43,381,771	38,990,569	4,391,202	
Excess (deficiency) of revenues over (under) expenditures	3,431,799	4,054,923	7,484,653	3,429,730	
Other financing sources (uses)					
Transfers in	25,000	236,450	230,052	(6,398)	
Transfers out	(3,456,799)	(7,005,555)	(6,696,822)	308,733	
Sale of capital assets	0	193,470	190,826	(2,644)	
Issuance of subscriptions payable	0	550,777	550,776	(1)	
Total other financing sources (uses)	(3,431,799)	(6,024,858)	(5,725,168)	299,690	
Net change in fund balance	0	(1,969,935)	1,759,485	3,729,420	
Fund balances, July 1	0	1,969,935	13,235,391	11,265,456	
Fund balances, June 30	\$ 0	\$ 0	\$ 14,994,876	\$ 14,994,876	

OCONEE COUNTY, GEORGIA
INDUSTRIAL DEVELOPMENT AUTHORITY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2025

	Budget			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Charges for services	\$ 25,000	\$ 25,000	\$ 25,000	\$ 0
Interest	30,000	63,550	286,142	222,592
Total revenues	55,000	88,550	311,142	222,592
EXPENDITURES				
Current				
Housing and Development				
Economic development	55,000	55,000	7,545	47,455
Debt service				
Housing and Development				
Economic development	0	33,550	33,549	1
Total expenditures	55,000	88,550	41,094	47,456
Net change in fund balance	0	0	270,048	270,048
Fund balances, July 1	0	0	18,840,146	18,840,146
Fund balances, June 30	\$ 0	\$ 0	\$ 19,110,194	\$ 19,110,194

OCONEE COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

	Business-Type Activities			
	Water and Sewer	Solid Waste	Special Facilities	Totals
ASSETS				
Current assets				
Cash and cash equivalents	\$ 18,062,167	\$ 0	\$ 0	\$ 18,062,167
Receivables (net)				
Accounts	1,664,792	1,169	0	1,665,961
Intergovernmental	358,071	0	0	358,071
Due from other funds	0	109,001	36,554	145,555
Prepaid items	54,411	2,728	2,967	60,106
Restricted cash and cash equivalents	<u>15,788,557</u>	<u>0</u>	<u>0</u>	<u>15,788,557</u>
Total current assets	<u>35,927,998</u>	<u>112,898</u>	<u>39,521</u>	<u>36,080,417</u>
Noncurrent assets				
Investment - UOBWA (net)	26,342,007	0	0	26,342,007
Non-depreciable capital assets	18,723,868	139,282	94,626	18,957,776
Depreciable capital assets (net)	<u>114,825,993</u>	<u>232,883</u>	<u>1,815,881</u>	<u>116,874,757</u>
Total noncurrent assets	<u>159,891,868</u>	<u>372,165</u>	<u>1,910,507</u>	<u>162,174,540</u>
Total assets	<u>195,819,866</u>	<u>485,063</u>	<u>1,950,028</u>	<u>198,254,957</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	959,221	0	0	959,221
Deferred outflows of resources - pension	111,030	0	114,267	225,297
Deferred outflows of resources - OPEB	<u>210,288</u>	<u>0</u>	<u>11,036</u>	<u>221,324</u>
Total deferred outflows of resources	<u>1,280,539</u>	<u>0</u>	<u>125,303</u>	<u>1,405,842</u>
LIABILITIES				
Current liabilities				
Payables				
Accounts	603,588	38,895	89,926	732,409
Intergovernmental	17,435	0	0	17,435
Retainage	0	1,428	3,481	4,909
Arbitrage	127,003	0	0	127,003
Accrued salaries and payroll liabilities	66,475	11,787	11,213	89,475
Compensated absences	160,190	18,783	24,538	203,511
Due to other funds	214,207	0	0	214,207
Contracts payable	<u>1,287,003</u>	<u>0</u>	<u>0</u>	<u>1,287,003</u>
Liabilities payable from restricted assets				
Interest payable	793,402	0	0	793,402
Customer deposits	904,042	0	0	904,042
Bonds payable	<u>580,000</u>	<u>0</u>	<u>0</u>	<u>580,000</u>
Total current liabilities	<u>4,753,345</u>	<u>70,893</u>	<u>129,158</u>	<u>4,953,396</u>
Noncurrent liabilities				
Net pension liability	709,890	0	108,544	818,434
Net OPEB liability	1,086,421	0	155,203	1,241,624
Contracts payable	45,001,507	0	0	45,001,507
Notes payable	23,284,876	0	0	23,284,876
Bonds payable	<u>11,147,698</u>	<u>0</u>	<u>0</u>	<u>11,147,698</u>
Total noncurrent liabilities	<u>81,230,392</u>	<u>0</u>	<u>263,747</u>	<u>81,494,139</u>
Total liabilities	<u>85,983,737</u>	<u>70,893</u>	<u>392,905</u>	<u>86,447,535</u>

OCONEE COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

	Business-Type Activities				Totals
	Water and Sewer	Solid Waste	Special Facilities		
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources - pension	\$ 0	\$ 0	\$ 98,283	\$ 98,283	
Deferred inflows of resources - OPEB	<u>207,132</u>	<u>0</u>	<u>51,712</u>		<u>258,844</u>
Total deferred inflows of resources	<u>207,132</u>	<u>0</u>	<u>149,995</u>		<u>357,127</u>
NET POSITION					
Net investment in capital assets	85,909,095	370,737	1,840,882	88,120,714	
Restricted for debt service	665,858	0	0	665,858	
Unrestricted	<u>24,334,583</u>	<u>43,433</u>	<u>(308,451)</u>		<u>24,069,565</u>
Total net position	<u>\$ 110,909,536</u>	<u>\$ 414,170</u>	<u>\$ 1,532,431</u>		<u>\$ 112,856,137</u>

OCONEE COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2025

	Business-Type Activities			
	Water and Sewer	Solid Waste	Special Facilities	Totals
OPERATING REVENUES				
Charges for sales and services	\$ 16,154,664	\$ 294,118	\$ 133,453	\$ 16,582,235
Rental revenue	0	0	120,249	120,249
Other	49,159	0	0	49,159
Total operating revenues	16,203,823	294,118	253,702	16,751,643
OPERATING EXPENSES				
Costs of sales and services	5,681,951	656,358	203,053	6,541,362
Personal services	2,526,898	276,646	386,987	3,190,531
Depreciation	3,718,803	12,491	139,590	3,870,884
Total operating expenses	11,927,652	945,495	729,630	13,602,777
Operating income (loss)	4,276,171	(651,377)	(475,928)	3,148,866
Non-operating revenues (expenses)				
Intergovernmental revenues	14,839	12,542	0	27,381
Interest revenue	1,039,765	0	0	1,039,765
Interest expense	(2,522,622)	0	0	(2,522,622)
Debt issue costs	(127,003)	0	0	(127,003)
Gain (loss) on sale of capital assets	(26,071)	0	2,425	(23,646)
Distribution of capital assets to other governments	(380,615)	0	0	(380,615)
Total non-operating revenues (expenses)	(2,001,707)	12,542	2,425	(1,986,740)
Net income (loss) before capital contributions and transfers	2,274,464	(638,835)	(473,503)	1,162,126
Capital contributions	1,046,535	0	0	1,046,535
Net income (loss) before transfers	3,320,999	(638,835)	(473,503)	2,208,661
Transfers in (out)				
Transfers in	215,953	832,997	395,968	1,444,918
Change in net position	3,536,952	194,162	(77,535)	3,653,579
Net position, July 1	107,372,584	220,008	1,609,966	109,202,558
Net position, June 30	\$ 110,909,536	\$ 414,170	\$ 1,532,431	\$ 112,856,137

OCONEE COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2025

	Business-Type Activities			
	Water and Sewer	Solid Waste	Special Facilities	Totals
Cash flows from operating activities:				
Receipts from customers	\$ 16,459,934	\$ 293,964	\$ 260,667	\$ 17,014,565
Payments to suppliers	(5,823,948)	(654,952)	(118,786)	(6,597,686)
Payments to employees	(2,389,072)	(270,403)	(417,593)	(3,077,068)
Other receipts	49,159	0	0	49,159
Net cash provided (used) by operating activities	<u>8,296,073</u>	<u>(631,391)</u>	<u>(275,712)</u>	<u>7,388,970</u>
Cash flows from non-capital financing activities:				
Receipts from other funds	126,946	723,996	359,414	1,210,356
Receipts from other governments	14,839	12,542	0	27,381
Net cash provided (used) by non-capital financing activities	<u>141,785</u>	<u>736,538</u>	<u>359,414</u>	<u>1,237,737</u>
Cash flows from capital and related financing activities:				
Receipts from other funds	245,653	0	0	245,653
Receipts from other governments	2,441,058	0	0	2,441,058
Proceeds from sale of capital assets	13,201	0	2,425	15,626
Payments for acquisitions of capital assets	(2,535,815)	(107,573)	(86,127)	(2,729,515)
Payment of prior year capital related payables	(2,022,924)	0	0	(2,022,924)
Interest paid	(2,174,049)	0	0	(2,174,049)
Debt issue costs paid	(127,003)	0	0	(127,003)
Issuance of notes payable	2,122,638	0	0	2,122,638
Principal payments - contracts	(1,228,708)	0	0	(1,228,708)
Principal payments - bonds	<u>(550,000)</u>	<u>0</u>	<u>0</u>	<u>(550,000)</u>
Net cash provided (used) by capital and related financing activities	<u>(3,815,949)</u>	<u>(107,573)</u>	<u>(83,702)</u>	<u>(4,007,224)</u>
Cash flows from investing activities				
Interest received	1,039,765	0	0	1,039,765
Purchase of investments	<u>(273,859)</u>	<u>0</u>	<u>0</u>	<u>(273,859)</u>
Net cash provided (used) by investing activities	<u>765,906</u>	<u>0</u>	<u>0</u>	<u>765,906</u>
Net increase (decrease) in cash and cash equivalents	5,387,815	(2,426)	0	5,385,389
Cash and cash equivalents, July 1	<u>28,462,909</u>	<u>2,426</u>	<u>0</u>	<u>28,465,335</u>
Cash and cash equivalents, June 30	<u>\$ 33,850,724</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 33,850,724</u>

OCONEE COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2025

	Business-Type Activities			
	Water and Sewer	Solid Waste	Special Facilities	Totals
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)				
	\$ 4,276,171	\$ (651,377)	\$ (475,928)	\$ 3,148,866
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	3,718,803	12,491	139,590	3,870,884
(Increase) decrease in accounts receivable	53,488	(154)	6,965	60,299
(Increase) decrease in intergovernmental receivable	78,852	0	0	78,852
(Increase) decrease in prepaid items	(39,851)	(692)	(338)	(40,881)
(Increase) decrease in deferred outflows of resources - pension	166,323	0	(75,502)	90,821
(Increase) decrease in deferred outflows of resources - OPEB	119,008	0	8,226	127,234
Increase (decrease) in accounts payable	(246,584)	2,098	84,605	(159,881)
Increase (decrease) in intergovernmental payable	17,435	0	0	17,435
Increase (decrease) in arbitrage payable	127,003	0	0	127,003
Increase (decrease) in customer deposits	172,930	0	0	172,930
Increase (decrease) in accrued payroll liabilities	64,972	6,243	(1,583)	69,632
Increase (decrease) in net pension liability	(162,136)	0	(21,674)	(183,810)
Increase (decrease) in net OPEB liability	(22,967)	0	(3,281)	(26,248)
Increase (decrease) in deferred inflows of resources - pension	(13,088)	0	65,271	52,183
Increase (decrease) in deferred inflows of resources - OPEB	(14,286)	0	(2,063)	(16,349)
Total adjustments	<u>4,019,902</u>	<u>19,986</u>	<u>200,216</u>	<u>4,240,104</u>
Net cash provided (used) by operating activities	<u><u>\$ 8,296,073</u></u>	<u><u>\$ (631,391)</u></u>	<u><u>\$ (275,712)</u></u>	<u><u>\$ 7,388,970</u></u>
Cash and cash equivalents reconciliation				
Cash and cash equivalents	\$ 18,062,167	\$ 0	\$ 0	\$ 18,062,167
Restricted cash and cash equivalents	<u>15,788,557</u>	<u>0</u>	<u>0</u>	<u>15,788,557</u>
	<u><u>\$ 33,850,724</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 33,850,724</u></u>

Noncash investing, capital, and financing activities:

Contributions of capital assets from individuals totaled \$1,046,535.
 Acquisition of capital assets through accounts payables totaled \$386,311.
 Acquisition of capital assets through retainage payables totaled \$4,909.
 Capital assets distributed to other governments totaled \$380,615.
 Increase in notes payable through intergovernmental receivable totaled \$177,359.
 Increase in contracts payable through investments totaled \$18,138,178.

OCONEE COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2025

	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	\$ 2,455,108
Taxes receivable	<u>428,204</u>
Total assets	<u><u>2,883,312</u></u>
LIABILITIES	
Due to others	<u>472,670</u>
NET POSITION	
Restricted for individuals, organizations, and other governments	<u><u>\$ 2,410,642</u></u>

OCONEE COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the fiscal year ended June 30, 2025

	Custodial Funds
ADDITIONS	
Taxes collected for other agencies	\$ 61,315,581
Court fees collected for other agencies	1,782,299
Court individual cases	2,248,057
Sheriff fees collected	1,800
Sheriff inmate account deposits	<u>185,547</u>
Total additions	<u>65,533,284</u>
DEDUCTIONS	
Taxes distributed to other agencies	61,315,581
Court fees distributed to other agencies	1,782,299
Payments to others	799,881
Payments from inmates to others	<u>181,773</u>
Total deductions	<u>64,079,534</u>
Change in net position	1,453,750
Net position, July 1	<u>956,892</u>
Net position, June 30	<u><u>\$ 2,410,642</u></u>

OCONEE COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2025

	Oconee County Board of Health	Oconee County Tourism & Visitors Bureau	Totals
ASSETS			
Current assets			
Cash and cash equivalents	\$ 1,373,384	\$ 47,034	\$ 1,420,418
Accounts receivable (net)	1,033	25,320	26,353
Inventories	0	5,626	5,626
Total current assets	<u>1,374,417</u>	<u>77,980</u>	<u>1,452,397</u>
Noncurrent assets			
Net OPEB asset	199,202	0	199,202
Depreciable capital assets (net)	33,155	40,985	74,140
Total current assets	<u>232,357</u>	<u>40,985</u>	<u>273,342</u>
Total assets	<u>1,606,774</u>	<u>118,965</u>	<u>1,725,739</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pension	197,379	0	197,379
Deferred outflows of resources - OPEB	64,162	0	64,162
Total deferred outflows of resources	<u>261,541</u>	<u>0</u>	<u>261,541</u>
LIABILITIES			
Current liabilities			
Accounts payable	<u>75,949</u>	<u>11,015</u>	<u>86,964</u>
Noncurrent liabilities			
Compensated absences	171,542	0	171,542
Net pension liability	812,676	0	812,676
Total noncurrent liabilities	<u>984,218</u>	<u>0</u>	<u>984,218</u>
Total liabilities	<u>1,060,167</u>	<u>11,015</u>	<u>1,071,182</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	124,356	0	124,356
Deferred inflows of resources - OPEB	73,413	0	73,413
Total deferred inflows of resources	<u>197,769</u>	<u>0</u>	<u>197,769</u>
NET POSITION			
Investment in capital assets	33,155	40,985	74,140
Restricted for Health and Welfare	569,772	0	569,772
Unrestricted	7,452	66,965	74,417
Total net position	<u>\$ 610,379</u>	<u>\$ 107,950</u>	<u>\$ 718,329</u>

OCONEE COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the fiscal year ended June 30, 2025

	Oconee County Board of Health	Oconee County Tourism & Visitors Bureau	Totals
Expenses			
Health and Welfare	\$ 1,082,570	\$ 0	\$ 1,082,570
Housing and Development	0	152,860	152,860
Total expenses	1,082,570	152,860	1,235,430
Program revenues			
Charges for services	564,146	3,280	567,426
Operating grants and contributions	835,032	150,318	985,350
Total program revenues	1,399,178	153,598	1,552,776
Net (expense) revenue	316,608	738	317,346
General revenues			
Interest	5,626	0	5,626
Other	0	9	9
Total general revenues	5,626	9	5,635
Change in net position	322,234	747	322,981
Net position - beginning, as previously stated	403,437	107,203	510,640
Change in accounting principle	(115,292)	0	(115,292)
Net position - beginning, as restated	288,145	107,203	395,348
Net position - ending	\$ 610,379	\$ 107,950	\$ 718,329

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

1. Description of Government Unit

Oconee County was incorporated under the laws of the State of Georgia in 1875. The County is governed by a five-member Board of Commissioners. Each commissioner is elected to a four-year term. The Chairman serves as the full-time Chief Executive Officer and the other four commissioners serve on a part-time basis. The Chairman is responsible for the daily operations of the County.

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

2. Summary of Significant Accounting Policies

A. Description of Government-wide Financial Statements

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

B. Reporting Entity

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

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

Oconee County Industrial Development Authority – The financial operations of the Oconee County Industrial Development Authority (OCIDA) are presented in its stand-alone statements as governmental activities. The five voting members of the OCIDA include the Chairman of the Board of Commissioners, the President of the Oconee County Chamber of Commerce, the Mayor of the City of Watkinsville, and two at-large members appointed by the County Board of Commissioners. Substantially all of the financial operations of the Authority are subject to the prior approval of the Board of Commissioners. The OCIDA issued bonds which are payable only from payments by Oconee County pursuant to an intergovernmental agreement. Because substantially all of the debt of the OCIDA will be paid by resources of the County, the OCIDA is reported as a blended component unit. Separate financial statements are not issued.

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

Oconee County Board of Health – The Oconee County Board of Health was created by state legislative act in 1964 to provide various health and related programs such as immunization, family planning, and nutrition services. It operates under an Executive Officer and a seven member board comprised of the following: the Chairman of the Board of Commissioners, the Oconee County School Superintendent, and the Mayor of the City of Watkinsville, three at-large members appointed by the County, and one at-large member appointed by the City of Watkinsville. Because the County appoints a majority of the board members and provides funding, the Board of Health is reported as a discretely presented component unit of the County. Complete financial statements can be obtained from the Oconee County Board of Health, 1060 Experiment Station Road, Watkinsville, Georgia 30677.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

Oconee County Tourism & Visitors Bureau – The Oconee County Tourism & Visitors Bureau was established as a legally separate entity and operates pursuant to Section 501(c)(6) of the Internal Revenue Code. The Bureau was formed and organized to promote, solicit, and market the area's facilities, attractions, special events, and other appropriate businesses to encourage economic development through the attractions of visitors to Oconee County; and advocate for and assist with collaboration and cooperation between businesses and industries servicing visitors, conventions, and tourism in general. Oconee County appoints all seven members of the Bureau's board of directors. Because the County appoints a majority of the board members and provides funding, the Bureau is reported as a discretely presented component unit of the County. Complete financial statements can be obtained from the Oconee County Tourism & Visitors Bureau, 1070 Founders Boulevard, Athens, Georgia 30606.

C. Basis of Presentation – Government-wide Financial Statements

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

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements

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

The County reports the following major governmental funds:

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

Industrial Development Authority Special Revenue Fund – This fund is used to account for the General Fund of the Oconee County Industrial Development Authority, which meets the criteria of a blended component unit.

SPLOST 2021 Capital Projects Fund – This fund is used to account for all special purpose local option sales tax revenues collected as a result of the County's 2021 SPLOST referendum, as well as specifically identified projects for which the SPLOST was established.

TSPLOST 2023 Capital Projects Fund – This fund is used to account for all transportation special purpose local option sales tax revenues collected as a result of the County's 2022 TSPLOST referendum, as well as specifically identified projects for which the TSPLOST was established.

Local Resources Capital Projects Fund – This fund is used to account for the acquisition of capital facilities.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

The County reports the following major proprietary funds:

Water and Sewer Enterprise Fund – This fund is used to account for the operation, maintenance, and development of the County's water and sewer system.

Solid Waste Enterprise Fund – This fund is used to account for the operation and maintenance of the County's landfill disposal sites and recycling.

Special Facilities Enterprise Fund – This fund is used to account for the operation, maintenance, and development of the County's Civic Center.

Additionally, the County reports the following fund types:

Governmental Fund Types

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

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

Fiduciary Fund Types

Custodial Funds - Custodial Funds are fiduciary in nature and are used to account for assets that are held for others. They are reported using the economic resources measurement focus and the accrual basis of accounting.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

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

Private-sector standards of accounting and financial reporting issued on or before November 30, 1989, are generally followed in the governmental and business type activities and enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option for following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

E. Measurement Focus and Basis of Accounting

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

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

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

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

F. Revenues and Expenditures/Expenses

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

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

G. Budgets and Budgetary Accounting

The County follows these procedures in establishing budgetary data reflected in the financial statements:

1. Prior to the May Board of Commissioners' meeting, department heads must submit their requests for budgets for the coming fiscal year.
2. The Board of Commissioners meets with each department head to discuss their requests and make necessary adjustments.
3. The revised requests are reviewed at the May Board of Commissioners' meeting.
4. The final budget is approved at the June Board of Commissioners' meeting.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

G. Budgets and Budgetary Accounting, continued

5. Department heads may make lateral changes to the budget within their department. Any increase in total departmental budgets, however, must be approved by the Board of Commissioners.

6. The budget is prepared and adopted on a basis consistent with generally accepted accounting principles, but is adopted at the department level and presented as such in the financial statements. A reconciliation from the department level to current expenditures, debt service expenditures, and transfers out is provided. An annual budget is adopted for the General Fund, Special Revenue Funds, and Capital Projects Funds. An operating budget is prepared for each Enterprise Fund for planning, control, cost allocation, and evaluation purposes.

H. Cash and Investments

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

I. Intergovernmental Receivables

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

J. Prepaid Items

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

K. Capital Assets

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

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

Property, plant, and equipment with initial, individual costs that equal or exceed \$10,000 are recorded as capital assets. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are reported at acquisition value. The costs of normal maintenance and repairs that do not add value or materially extend the life of the asset are charged to operations as incurred. Costs of major additions and improvements are capitalized.

The County has recorded intangible right-to-use assets as a result of implementing GASB Statement No. 87, *Leases* and GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. The assets are initially measured at an amount equal to the initial measurement of the related lease or subscription liability plus any payments made prior to the lease or subscription term, less lease or subscription incentives, and plus ancillary charges necessary to place the lease or subscription into service. The intangible right-to-use assets are amortized on a straight-line basis over the shorter of the estimated useful life of the underlying asset or life of the related lease or subscription.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

K. Capital Assets, continued

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

	Useful Life in Years
Land	N/A
Infrastructure	15-50
Water and sewer distribution system	20-50
Buildings and improvements	10-50
Equipment, furniture and vehicles	4-20
Intangible right-to-use assets:	
Software	5-10

L. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The County reports deferred outflows of resources for deferred charges on refundings and their defined benefit pension and OPEB plans. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item that arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grant reimbursements. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to their defined benefit pension and OPEB plans.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

M. Net Position Flow Assumption

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

N. Fund Balance Flow Assumption

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

O. Restricted Assets and Restricted Net Position

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

P. Fund Balances – Governmental Funds

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

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

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

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

Assigned – includes amounts that are intended to be used by the County for a specific purpose. Intent can only be expressed by the Board of Commissioners or their designee. An assignment of fund balance requires the majority vote of the Board. Through board action, the Board of Commissioners has authorized the Finance Director to assign fund balances.

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

Q. Compensation for Future Absences

In accordance with GASB Statement No. 101, *Compensated Absences*, it is the County's policy to permit employees to accumulate earned but unused vacation benefits which will be paid to the employees upon separation from County service. Accumulated unpaid vacation pay amounts are accrued when incurred by the County in the government-wide, proprietary, and fiduciary fund financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. In governmental fund types, a liability is recorded only if the benefit has matured and is expected to be liquidated with expendable available financial resources.

R. Long-Term Obligations

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

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

S. Pension and OPEB Plans

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

2. Summary of Significant Accounting Policies (continued)

T. Capital Contributions

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

3. Deposit and Investment Risk

Custodial Credit Risk – Deposits

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

Interest Rate Risk

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

Concentration of Credit Risk

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

Foreign Currency Risk

The County has no investments denominated in a foreign currency.

Credit Risk

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

3. Deposit and Investment Risk (continued)

The County participates in the State of Georgia Local Government Investment Pool (Georgia Fund 1). Assets in this pool are invested in the Georgia Fund 1, created by OCGA §36-83-8, which is a stable net asset investment pool that follows Fitch's criteria for AAAf rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company.

The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1.00 per share. Georgia Fund 1 is managed by the Georgia Office of the State Treasurer. The investment policies of Georgia Fund 1 are established by the Georgia State Depository Board.

The Georgia Fund 1 is rated AAAf/S1 by Fitch. The weighted average maturity at the end of the current fiscal year was 51 days. At the end of the current fiscal year, the County's balance in Georgia Fund 1 was \$69,614,960.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

4. Accounts Receivable

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

Primary Government:

General Fund	\$ 87,200
Industrial Development Authority Special Revenue Fund	4,474
SPLOST 2021 Capital Projects Fund	80,774
TSPLOST 2023 Capital Projects Fund	559
Water and Sewer Enterprise Fund	\$ 1,705,044
Less: Allowance for Uncollectibles	<u>(40,252)</u>
	1,664,792
Solid Waste Enterprise Fund	1,169
Nonmajor Governmental Funds	<u>644,268</u>
Total primary government	<u><u>\$ 2,483,236</u></u>

Component Units:

Oconee County Board of Health	\$ 1,033
Oconee County Tourism & Visitors Bureau	<u>25,320</u>
Total component units	<u><u>\$ 26,353</u></u>

5. Intergovernmental Receivables

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

Primary Government:

General Fund	\$ 468,004
Water and Sewer Enterprise Fund	358,071
Nonmajor Governmental Funds	<u>398,687</u>
Total primary government	<u><u>\$ 1,224,762</u></u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

6. Notes Receivable

In conjunction with the February 8, 2022 bond issuance, Oconee County Industrial Development Authority issued a long-term note receivable in the amount of \$12,564,421 to a nongovernmental entity. The purpose of the note was to finance the acquisition of the 2022 Project. The loan agreement, entered into on December 31, 2021 between the Developer and Defeasance Trust (as Co-Borrowers) with the Oconee County Industrial Development Authority, was not to exceed \$18,000,000 and will be paid on or before the final maturity date of December 31, 2071. The account assets of the Defeasance Trust are pledged as collateral to secure the note. The note is determined to be fully collectible. Semi-annual Defeasance Trust statements are evaluated to confirm the stability of account assets.

7. Property Taxes

Property tax rates are set by the Board of Commissioners each year and are limited by statutory or constitutional provision. Property values are assessed as of January 1st each year. Property taxes for digest year 2024, based upon the assessments of January 1, 2024, were levied on July 9, 2024, billed on September 13, 2024, and due on November 15, 2024. Tax liens may be issued 90 days after the due date.

8. Interfund Receivables and Payables

A summary of interfund receivables and payables at the end of the current fiscal year is as follows:

Receivable Fund	Payable Fund	Amount
General	Water and Sewer	\$ 214,207
	Nonmajor Governmental	196,365
Local Resources Capital Projects	General	32,274,173
Solid Waste	Local Resources Capital Projects	109,001
Special Facilities	SPLOST 2021	36,554
Nonmajor Governmental	General	311,746
	Local Resources Capital Projects	104,728
	Nonmajor Governmental	193,655
		<u>\$ 33,440,429</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

8. Interfund Receivables and Payables (continued)

The balances reported as Due to/Due from represent loans between funds. These balances resulted from the time lag between the dates that transactions are recorded in the accounting system and payments between the funds are made. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

9. Interfund Transfers

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

Transfer Out Fund	Transfer In Fund	Amount
General	Local Resources Capital Projects	\$ 3,581,532
	Solid Waste	723,997
	Special Facilities	359,414
	Nonmajor Governmental	2,031,879
SPLOST 2021	Special Facilities	36,554
Local Resources Capital Projects	Nonmajor Governmental	104,728
	Solid Waste	109,000
Nonmajor Governmental	General	230,052
	Water and Sewer	215,953
	Nonmajor Governmental	11,618
		<u>\$ 7,404,727</u>

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

10. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Non-depreciable assets				
Land	\$ 22,893,690	\$ 49,898	\$ 0	\$ 22,943,588
Construction in progress	945,641	4,146,807	(3,890,265)	1,202,183
Intangibles	<u>2,797,668</u>	<u>221,500</u>	<u>0</u>	<u>3,019,168</u>
Total non-depreciable assets	<u>26,636,999</u>	<u>4,418,205</u>	<u>(3,890,265)</u>	<u>27,164,939</u>
Depreciable/amortizable assets				
Land improvements	676,720	185,107	0	861,827
Infrastructure	128,162,227	4,683,241	0	132,845,468
Buildings and improvements	69,345,027	453,417	(61,121)	69,737,323
Equipment, furniture and vehicles	24,772,634	1,992,890	(356,445)	26,409,079
Intangible right-to-use assets				
Software	249,806	550,776	0	800,582
Total depreciable/amortizable assets	<u>223,206,414</u>	<u>7,865,431</u>	<u>(417,566)</u>	<u>230,654,279</u>
Less accumulated depreciation/amortization				
Land improvements	(33,836)	(49,058)	0	(82,894)
Infrastructure	(104,115,159)	(3,370,081)	0	(107,485,240)
Buildings and improvements	(24,505,156)	(1,957,850)	55,453	(26,407,553)
Equipment, furniture and vehicles	(18,727,711)	(1,574,160)	356,445	(19,945,426)
Intangible right-to-use assets				
Software	(55,634)	(219,558)	0	(275,192)
Total accumulated depreciation/amortization	<u>(147,437,496)</u>	<u>(7,170,707)</u>	<u>411,898</u>	<u>(154,196,305)</u>
Total depreciable/amortizable assets, net	<u>75,768,918</u>	<u>694,724</u>	<u>(5,668)</u>	<u>76,457,974</u>
Governmental activities capital assets, net	<u>\$ 102,405,917</u>	<u>\$ 5,112,929</u>	<u>\$ (3,895,933)</u>	<u>\$ 103,622,913</u>
Business-type activities				
Non-depreciable assets				
Land	\$ 14,558,521	\$ 0	\$ 0	\$ 14,558,521
Construction in progress	24,193,761	2,813,328	(22,977,730)	4,029,359
Intangibles	<u>335,941</u>	<u>33,955</u>	<u>0</u>	<u>369,896</u>
Total non-depreciable assets	<u>39,088,223</u>	<u>2,847,283</u>	<u>(22,977,730)</u>	<u>18,957,776</u>
Depreciable assets				
Treatment and distribution system	139,795,285	23,604,380	0	163,399,665
Land improvements	190,211	0	0	190,211
Buildings and improvements	4,106,709	0	0	4,106,709
Equipment, furniture and vehicles	2,205,103	273,450	(57,878)	2,420,675
Total depreciable assets	<u>146,297,308</u>	<u>23,877,830</u>	<u>(57,878)</u>	<u>170,117,260</u>
Less accumulated depreciation				
Treatment and distribution system	(45,462,301)	(3,580,739)	0	(49,043,040)
Land improvements	(55,570)	(4,574)	0	(60,144)
Buildings and improvements	(2,203,575)	(130,338)	0	(2,333,913)
Equipment, furniture and vehicles	(1,708,051)	(155,233)	57,878	(1,805,406)
Total accumulated depreciation	<u>(49,429,497)</u>	<u>(3,870,884)</u>	<u>57,878</u>	<u>(53,242,503)</u>
Total depreciable assets, net	<u>96,867,811</u>	<u>20,006,946</u>	<u>0</u>	<u>116,874,757</u>
Business-type activities capital assets, net	<u>\$ 135,956,034</u>	<u>\$ 22,854,229</u>	<u>\$ (22,977,730)</u>	<u>\$ 135,832,533</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

10. Capital Assets (continued)

Decreases in construction in progress for the governmental activities consist of projects placed in service in the amount of \$3,890,265. Decreases in construction in progress for the business-type activities consist of projects placed in service in the amount of \$22,557,843, projects abandoned in the amount of \$39,272, and projects distributed to other governments in the amount of \$380,615.

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

	Beginning Balance	Increases	Decreases	Ending Balance
Ocnee County Board of Health				
Depreciable assets				
Office and Medical Equipment	\$ 169,728	\$ 17,262	\$ (6,329)	\$ 180,661
Less accumulated depreciation				
Office and Medical Equipment	(141,722)	(12,113)	6,329	(147,506)
Ocnee County Board of Health capital assets, net	<u>\$ 28,006</u>	<u>\$ 5,149</u>	<u>\$ 0</u>	<u>\$ 33,155</u>

	Beginning Balance	Increases	Decreases	Ending Balance
Ocnee County Tourism & Visitors Bureau				
Depreciable assets				
Equipment, furniture, and fixtures	\$ 14,202	\$ 30,768	\$ 0	\$ 44,970
Less accumulated depreciation				
Equipment, furniture, and fixtures	(1,592)	(2,393)	0	(3,985)
Ocnee County Tourism & Visitors Bureau capital assets, net	<u>\$ 12,610</u>	<u>\$ 28,375</u>	<u>\$ 0</u>	<u>\$ 40,985</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

10. Capital Assets (continued)

Depreciation/amortization expense was charged to functions/programs as follows:

Primary Government:

Governmental activities

General Government	\$ 1,146,177
Judicial	62,116
Public Safety	1,529,731
Public Works	3,396,400
Culture and Recreation	844,734
Housing and Development	<u>191,549</u>
	<u>7,170,707</u>

Total depreciation/amortization expense for governmental activities

Business-type activities

Water and Sewer	3,718,803
Solid Waste	12,491
Special Facilities	<u>139,590</u>
	<u>3,870,884</u>

Total depreciation/amortization expense for primary government

\$ 11,041,591

Component units:

Oconee County Board of Health	\$ 12,113
Oconee County Tourism & Visitors Bureau	<u>2,393</u>
	<u>2,393</u>
Total depreciation expense for component units	<u>\$ 14,506</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt

Governmental Activities

Subscriptions Payable

The County has entered into subscription-based information technology arrangements (SBITAs) with vendors for software. Subscriptions payable are comprised of the following individual subscriptions at the end of the current fiscal year:

- \$28,765 software subscription due in annual installments varying between \$8,000 and \$11,025 through June 2026, interest at 2.41%, \$10,766 outstanding
- \$78,828 software subscription due in annual installments of \$16,853 through June 2028, interest at 3.45%, \$47,260 outstanding
- \$109,862 software subscription due in monthly installments of \$3,180 through June 2026, interest at 2.85%, \$37,578 outstanding
- \$10,986 software subscription due in monthly installments of \$318 through June 2026, interest at 2.85%, \$3,758 outstanding
- \$21,365 software subscription due in annual installments of \$4,500 through June 2028, interest at 2.66%, \$12,813 outstanding
- \$119,085 software subscription due in annual installments of \$40,900 through June 2027, interest at 3.07%, \$78,185 outstanding
- \$151,910 software subscription due in annual installments of \$77,143 through June 2026, interest at 3.18%, \$74,767 outstanding
- \$57,496 software subscription due in annual installments varying between \$8,577 and \$25,790 through June 2027, interest at 2.84%, \$48,919 outstanding
- \$222,285 software subscription due in annual installments of \$57,500 through June 2028, interest at 2.32%, \$164,785 outstanding

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

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 262,265	\$ 11,962	\$ 274,227
2027	139,698	5,845	145,543
2028	<u>76,868</u>	<u>1,984</u>	<u>78,852</u>
Totals	<u>\$ 478,831</u>	<u>\$ 19,791</u>	<u>\$ 498,622</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Governmental Activities, continued

General Obligation Bonds

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

- The County issued \$12,500,000 Oconee County, Georgia General Obligation Bonds, Series 2021, with a premium of \$2,664,140. The bonds were issued to pay a portion of the costs of acquiring, constructing, and equipping of administrative facilities of the County and paying the costs of issuing the bonds. The bonds are due in annual principal payments on January 1 beginning in 2023 with semi-annual interest payments (3.00% to 4.00%) due on January 1 and July 1. The bond principal and interest payments are payable first from a one percent sales and use tax (SPLOST) received by the County. To the extent the proceeds from the sales and use tax are insufficient to make such payments, the principal and interest on the bonds are payable from an ad valorem tax, unlimited as to rate or amount, which may be levied upon all taxable property within the territorial limits of the County subject to taxation for general obligation bond purposes. The remaining balance at the end of the current fiscal year was \$10,535,000.

The annual requirements to amortize general obligation bonds at the end of the current fiscal year are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 675,000	\$ 421,400	\$ 1,096,400
2027	685,000	394,400	1,079,400
2028	695,000	367,000	1,062,000
2029	1,360,000	339,200	1,699,200
2030	1,380,000	284,800	1,664,800
2031-2034	<u>5,740,000</u>	<u>578,000</u>	<u>6,318,000</u>
Totals	<u>\$ 10,535,000</u>	<u>\$ 2,384,800</u>	<u>\$ 12,919,800</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Governmental Activities, continued

Revenue Bonds

Revenue bonds have been issued for the Oconee County Industrial Development Authority and are comprised of the following individual issue:

- The Oconee County Industrial Development Authority issued \$16,000,000 Taxable Revenue Bonds (Economic Development Project), Series 2022, with a discount of \$155,000. The bonds were issued for the purpose of financing the acquisition of the 2022 Project (certain land to be leased for economic development purposes), paying capitalized interest on the Series 2022 Bonds, funding a debt service reserve fund, and paying the costs of issuing the Series 2022 Bonds. The bonds bear interest at rates between 5.75% and 6.00% and mature in March 2048. The bond principal and interest payments are payable from the proceeds of intergovernmental contracts which call for the County to make contract payments. The contract payments shall be paid monthly from the General Fund of the County and shall be in amount equal to the County's previous month's portion of Local Option Sales Tax reported to be generated at the Premises; provided, however, that such amounts paid shall not be paid from the revenues of such Local Option Sales Tax collected.

The Authority shall cause Costco Wholesale Corporation or any other owner or operator of the Premises to provide the Authority and the Trustee the monthly sales and use tax returns required to be filed with the Department of Revenue of the State of Georgia (the "Sales and Use Tax Returns") for the Local Option Sales Tax generated at the Premises. The amount of each Contract Payment shall equal the amount of Local Option Sales Tax reported to be generated at the Premises as provided in the previous month's Sales and Use Tax Return, multiplied by the County's percentage share of the Local Option Sales Tax (currently 89.06%).

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Governmental Activities, continued

Revenue Bonds, continued

Notwithstanding the foregoing, on an annual basis, the Contract Payments together with any other principal and interest amounts due on the Series 2012 Bonds, the Series 2020 Bond and any other obligations secured by the Statutory Tax as authorized to be issued pursuant to Section 210 of the Indenture shall not exceed one mill per dollar upon the assessed value of taxable property in the County in accordance with the Statutory Tax (or such greater amount as may hereafter be authorized by applicable law).

In the event that the amount of the Statutory Tax collected by the County in any year is insufficient to pay (1) the scheduled debt service on the Series 2012 Bonds, the Series 2020 Bond and any outstanding Additional Bonds or other obligations authorized to be issued under the Indenture and (2) the amount equal to the County's portion of the Local Option Sales Tax reported to be generated at the Costco Project, the amount of the Statutory Tax for such year will be applied to the payment of the scheduled debt service on the Series 2012 Bonds, the Series 2020 Bond and any outstanding Additional Bonds and then, the remaining amount (subject to the amount of the Local Option Sales Tax reported to be generated at the Premises for such year) will be applied to the payment of the Contract Payments on the Series 2022 Bonds due in such year. Due to the variable payments required, a schedule of the future payments is not included. The remaining balance at the end of the current fiscal year was \$15,500,000.

Upon an event of default, the bondholders may (1) require the Authority to furnish copies of all books and records of the Authority pertaining to the 2022 Project, (2) take whatever action at law or in equity may appear necessary or desirable to collect the contract payments then due and thereafter to become due, or to enforce performance and observance of any obligation, agreement, or covenant of the County or the Authority under the contract, (3) require any depository under the indenture to turn over to the sinking fund custodian any moneys held in any of the funds, and (4) exercise any remedies provided for in the indenture and revenue bond law.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Governmental Activities, continued

Bonds from Direct Placements

Bonds from direct placements have been issued and are comprised of the following individual issues:

- The County issued \$8,210,000 Series 2020 Oconee County, Georgia General Obligation Taxable Refunding Bond, with issue costs of \$161,918, for net proceeds to the County of \$8,048,082. The bond was issued to provide funds to advance refund \$7,640,000 of the Series 2011 Oconee County, Georgia General Obligation Refunding Bonds. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$564,429. This difference, reported in the financial statements in deferred outflow of resources as a deferred charge on refunding, is being charged to operations through fiscal year 2033 using the straight line method. The bond is due in annual principal payments on January 1 beginning in 2021 with semi-annual interest payments (1.395%) due on January 1 and July 1. The bond principal and interest payments are payable first from a one percent sales and use tax (SPLOST) received by the County. To the extent the proceeds from the sales and use tax are insufficient to make such payments, the principal and interest on the bonds are payable from an ad valorem tax, unlimited as to rate or amount, which may be levied upon all taxable property within the territorial limits of the County subject to taxation for general obligation bond purposes. The remaining balance at the end of the current fiscal year was \$5,620,000.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Governmental Activities, continued

Bonds from Direct Placements, continued

- The Oconee County Industrial Development Authority issued \$4,285,000 Series 2016 Taxable Revenue Refunding Bond. The bond was issued to provide funds to finance the acquisition, construction, reconstruction, improvement, betterment, or extension of certain economic development road projects to be sold to the County upon completion. The bond is due in annual principal payments on November 1 beginning in 2017 with semi-annual interest payments (2.38%) due on May 1 and November 1. The bond principal and interest payments are payable through the proceeds of an intergovernmental contract which calls for the County to make all of the required debt service payments. Pursuant to this contract, the County has agreed to assess property taxes sufficient to make all of the required debt service payments provided that the necessary taxes will not exceed one mill per dollar of assessed value. Upon the occurrence of an event of default, the bondholder may declare the payments to be made to be immediately due and payable. The remaining principal balance was paid in full during the current fiscal year.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Governmental Activities, continued

Bonds from Direct Placements, continued

- The Oconee County Industrial Development Authority issued \$7,790,000 Series 2020 Taxable Revenue Refunding Bond. The bond was issued to provide funds to refund the Oconee County Industrial Development Authority Revenue Bonds, Series 2012, maturing in the years 2021 and 2023 through 2034. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$290,833. This difference, reported in the financial statements in deferred outflow of resources as a deferred charge on refunding, is being charged to operations through fiscal year 2034 using the straight line method. The bond is due in annual principal payments on March 1 beginning in 2022 with semi-annual interest payments (1.25%) due on March 1 and September 1. The bond principal and interest payments are payable through the proceeds of an intergovernmental contract which calls for the County to make all of the required debt service payments. Pursuant to this contract, the County has agreed to assess property taxes sufficient to make all of the required debt service payments provided that the necessary taxes will not exceed one mill per dollar of assessed value. Upon the occurrence of an event of default, the bondholder may pursue any available remedy provided by the contract, as well as any available remedy at law or in equity to enforce the payment of the payment of the principal installments of and interest on the bond. The remaining balance at the end of the current fiscal year was \$5,895,000.

The annual requirements to amortize bonds from direct placements at the end of the current fiscal year are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 1,285,000	\$ 152,087	\$ 1,437,087
2027	1,305,000	135,060	1,440,060
2028	1,325,000	117,768	1,442,768
2029	1,340,000	100,212	1,440,212
2030	1,365,000	82,455	1,447,455
2031-2034	4,895,000	146,582	5,041,582
Totals	\$ 11,515,000	\$ 734,164	\$ 12,249,164

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Business-Type Activities

Contracts Payable

In April 2015, the UOBWA issued a total of \$29,980,000 of its Series 2015 Revenue Refunding Bonds (Series 2015 Bonds) which advance refunded the Series 2005 Bonds and provided additional working capital for UOBWA. The County signed an intergovernmental agreement, which requires the County to make monthly interest and principal payments to UOBWA for its 20.959% share of the interest and principal payments due under the Series 2015 Bonds. The original principal of the County's share payable under this agreement is \$6,283,508. The monthly principal payments will range from \$37,115 to \$53,620 and the interest payments will accrue at a weighted average yield of 2.06%.

The County's share of the difference between UOBWA's carrying value of the Series 2005 bonds as of the refunding date and the issuance price of the Series 2015 Bonds was \$352,272 and is reported in deferred outflow of resources as a deferred charge on refunding on the Water and Sewer Fund statement of net position. This amount will be amortized to interest expense over the life of the Series 2015 Bonds.

In December 2024, the UOBWA issued a total of \$69,330,000 of its Series 2024 Revenue Bonds (Series 2024 Bonds) which provided additional working capital for UOBWA. The County signed an intergovernmental agreement, which requires the County to make monthly interest and principal payments to UOBWA for its 23.809% share of the interest and principal payments due under the Series 2024 Bonds. The original principal of the County's share payable under this agreement is \$16,506,780. The monthly principal payments will range from \$283,327 to \$1,054,739 and the interest payments will accrue at a weighted average yield of 4.29%.

In October 2007, Oconee County entered into an Intergovernmental Contract-Reservoir Project with Walton County and the Walton County Water and Sewerage Authority (WCWSA). This contract indicated that WCWSA would issue the Walton County Water and Sewerage Authority Revenue Bonds (Oconee-Hard Labor Creek Reservoir Project), Series 2008 totaling \$19,535,000. Under the terms of the Contract, the County agreed to pay the Authority amounts sufficient to pay the debt service on the Series 2008 Bonds. The County intends to make the contract payments with moneys derived from its water and sewerage system.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Business-Type Activities, continued

Contracts Payable, continued

However, the County System Revenues have not been pledged as security for the Contract Payments or the Series 2008 Bonds. In the event that the County System Revenues are insufficient to make the contract payments, the County has agreed to levy an ad valorem property tax, unlimited as to rate or amount, on all property in the County subject to taxation for such purposes in order to make the Contract Payments. The Series 2008 Bonds were partially refunded with the issuance of the Series 2015 Bonds and the refunding of the Series 2008 Bonds was completed with the issuance of the Series 2016 Bonds (discussed below).

During July 2015, the WCWSA completed a partial advance refunding for \$8,140,000 of the Series 2008 Bonds by issuing \$8,425,000 of its Series 2015 Bonds at a premium of \$769,090. The County signed an intergovernmental contract for these bonds that is substantially the same as the one related to the Series 2008 Bonds. The refunding of this portion of the Series 2008 Bonds resulted in a deferred charge of \$1,113,677 that will be amortized to interest expense using the straight-line method over the life of the Series 2015 Bonds. The Series 2015 Bonds bear interest at rates ranging from 2% to 4% and mature at dates ranging from 2016 to 2035. The contract payable that obligates the County to make the debt service payments required by the Series 2015 Bonds is subordinate to the County's revenue bonds described below.

During October 2016, the WCWSA completed its refunding of the Series 2008 Bonds by issuing \$9,465,000 of its Series 2016 Bonds at a premium of \$1,351,577. The County again signed an intergovernmental agreement requiring that the County make contract payments sufficient to pay the debt service on the Series 2016 Bonds. The remaining outstanding Series 2008 Bonds had a carrying value of \$10,464,994 and a reacquisition price of \$11,068,847 resulting in a deferred charge of \$603,853. The deferred charge will be amortized to interest expense using the straight-line method over the life of the Series 2016 Bonds. The Series 2016 Bonds bear interest at rates ranging from 2% to 5% and mature at dates ranging from 2017 to 2038. The contract payable that obligates the County to make the debt service payments required by the Series 2016 Bonds is subordinate to the County's revenue bonds described below.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Business-Type Activities, continued

Contracts Payable, continued

In August 2023, Oconee County entered into an Intergovernmental Contract-Reservoir Project with Walton County and the Walton County Water and Sewerage Authority (WCWSA). This contract indicated that WCWSA would issue the Walton County Water and Sewerage Authority Revenue Bonds (Oconee-Hard Labor Creek Reservoir Project), Series 2023 totaling \$12,495,000. Under the terms of the Contract, the County agreed to pay the Authority amounts sufficient to pay the debt service on the Series 2023 Bonds. The County intends to make the contract payments with moneys derived from its water and sewerage system. However, the County System Revenues have not been pledged as security for the Contract Payments or the Series 2023 Bonds. In the event that the County System Revenues are insufficient to make the contract payments, the County has agreed to levy an ad valorem property tax, unlimited as to rate or amount, on all property in the County subject to taxation for such purposes in order to make the Contract Payments. The Series 2023 Bonds bear interest at 4% and mature at dates ranging from 2039 to 2047. The contract payable that obligates the County to make the debt service payments required by the Series 2023 Bonds is subordinate to the County's revenue bonds described below.

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

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 1,287,003	\$ 1,930,224	\$ 3,217,227
2027	1,348,441	1,866,661	3,215,102
2028	1,158,327	1,802,539	2,960,866
2029	1,201,422	1,753,373	2,954,795
2030	1,256,898	1,702,352	2,959,250
2031-2035	7,128,294	7,663,504	14,791,798
2036-2040	8,107,092	6,008,791	14,115,883
2041-2045	8,430,173	4,290,305	12,720,478
2046-2050	8,858,251	2,089,211	10,947,462
2051-2055	4,796,324	742,780	5,539,104
Totals	\$ 43,572,225	\$ 29,849,740	\$ 73,421,965

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Business-Type Activities, continued

Notes from Direct Borrowings

The Walton County Water and Sewer Authority entered into a note payable with the Georgia Environmental Finance Authority (GEFA) during 2013. Oconee County is obligated to pay 28.8% of the amounts payable under that note pursuant to the intergovernmental agreement that establishes the Hard Labor Creek Reservoir Project (HLC). The note allows for up to \$20,000,000 of borrowing, of which the County's share would be \$5,760,000. At the end of the current fiscal year, the entire note balance had been drawn and was outstanding. The note calls for no interest to be accrued or paid during the construction period, which originally continued until August 2016. GEFA modified the note multiple times to extend the period that the note does not accrue interest until April 1, 2023. From that date, the note accrues interest at 1%. The note was modified again in July 2023 to extend the period until July 1, 2025. No debt service payments are due until the note matures at December 31, 2052. All accrued interest and the principal are due at maturity.

During July 2014, WCWSA entered into a second note payable with GEFA which allows for \$12,000,000 of borrowing, of which the County's share would be \$3,456,000. At the end of the current fiscal year, WCWSA had drawn \$9,104,603 on the note and the County's 28.8% share was \$2,622,126. All of the money drawn to date was still outstanding at the end of the current fiscal year. GEFA modified the note multiple times so that no interest accrues until February 1, 2018. The modification then calls for the note to accrue 1% interest from February 1, 2018 until July 1, 2025, when the interest rate increases to 2%. All of the interest that accrues between February 2018 and June 2025 will be capitalized into the note balance. From July 1, 2025, the County will make 60 monthly interest only payments. The County will then make 419 equal monthly principal and interest payments.

Because the notes bear interest at rates that differ substantially from the market interest rate available to the County, the accounting standards require that the County discount the required debt service payments using the County's market yield on debt with similar terms. The County estimated that the market yield that it would be required to pay would be 3% and used this rate to calculate the discount on this debt. The discounts will be amortized to interest expense over the life of the notes.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Business-Type Activities, continued

Notes from Direct Borrowings, continued

The County entered into a promissory note with the Georgia Environmental Finance Authority to borrow funds for expansion of the County's water and sewer system. The note is secured by all income and revenue derived by the County from the ownership and operation of the water system. Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. The note is still in the draw down phase. Therefore, a future payment schedule has not been established. The notes from direct borrowings, including their maximum original balances, are as follows at the end of the current fiscal year:

Interest Rate	Term	Due Date	Maximum Original Balance	Balance to Date
0.13%	20 years	2046	\$ 25,000,000	\$ 17,607,894

Revenue Bonds

Revenue bonds have been issued and are comprised of the following individual issues:

- The County issued \$10,915,000 Series 2017A and \$1,765,000 Series 2017B Oconee County, Georgia Water and Sewerage Revenue Bonds. The bonds were issued at a premium of \$2,239,307 with issuance costs of \$287,663. The bonds were issued to finance the renovation and improvement costs of the water and sewer system and to advance refund \$1,735,000 of the remaining outstanding balance of the Series 2009 Oconee County, Georgia Water and Sewerage Refunding Revenue Bonds. The bonds are due in annual principal payments on September 1 beginning in 2018 with semi-annual interest payments (1.70% to 2.92%) due on March 1 and September 1. The bonds are secured by a lien on the net revenues of the County's water and sewer system. Upon the occurrence of an event of default, the bondholders may declare the payments to be made to be immediately due and payable. The remaining balance at the end of the current fiscal year was \$10,365,000.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

11. Long-Term Debt (continued)

Business-Type Activities, continued

Revenue Bonds, continued

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

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 580,000	\$ 503,750	\$ 1,083,750
2027	610,000	474,000	1,084,000
2028	640,000	442,750	1,082,750
2029	675,000	409,875	1,084,875
2030	710,000	375,250	1,085,250
2031-2035	4,130,000	1,291,750	5,421,750
2036-2038	<u>3,020,000</u>	<u>231,750</u>	<u>3,251,750</u>
Totals	<u>\$ 10,365,000</u>	<u>\$ 3,729,125</u>	<u>\$ 14,094,125</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

12. Long-Term Liabilities

Changes in Long-Term Liabilities

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

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Governmental activities					
Subscriptions payable	\$ 181,117	\$ 550,776	\$ 253,062	\$ 478,831	\$ 262,265
Bonds payable	27,030,000	0	995,000	26,035,000	675,000
Bonds from direct placements	13,272,235	0	1,757,235	11,515,000	1,285,000
Bond discounts	(133,911)	0	(8,827)	(125,084)	0
Bond premiums	2,043,312	0	214,992	1,828,320	0
Compensated absences	<u>894,372</u>	<u>498,258</u>	<u>0</u>	<u>1,392,630</u>	<u>1,392,630</u>
Total governmental activities	<u>\$ 43,287,125</u>	<u>\$ 1,049,034</u>	<u>\$ 3,211,462</u>	<u>\$ 41,124,697</u>	<u>\$ 3,614,895</u>
Business-type activities					
Contracts payable	\$ 28,294,153	\$ 16,506,780	\$ 1,228,708	\$ 43,572,225	\$ 1,287,003
Contract discounts	(182,106)	0	(8,064)	(174,042)	0
Contract premiums	1,451,177	1,631,398	192,248	2,890,327	0
Notes from direct borrowings	23,690,023	2,299,997	0	25,990,020	0
Note discounts	(2,802,788)	0	(97,644)	(2,705,144)	0
Bonds payable	10,915,000	0	550,000	10,365,000	580,000
Bond premiums	1,474,701	0	112,003	1,362,698	0
Compensated absences	<u>143,479</u>	<u>60,032</u>	<u>0</u>	<u>203,511</u>	<u>203,511</u>
Total business-type activities	<u>\$ 62,983,639</u>	<u>\$ 20,498,207</u>	<u>\$ 1,977,251</u>	<u>\$ 81,504,595</u>	<u>\$ 2,070,514</u>
Component Units					
Oconee County Board of Health					
Compensated absences	<u>\$ 205,166</u>	<u>\$ 0</u>	<u>\$ 33,624</u>	<u>\$ 171,542</u>	<u>\$ 0</u>

The total interest incurred and charged to expense for the current fiscal year was \$1,384,935 for the governmental activities and \$2,522,622 for the business-type activities.

In accordance with GASB Statement No. 101, *Compensated Absences*, the additions noted for compensated absences reflect the net change for the period. Beginning balances of compensated absences have been restated for the Oconee County Board of Health for the implementation of GASB Statement No. 101, *Compensated Absences*.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

13. Conduit Debt

The Oconee County Industrial Development Authority (OCIDA), a blended component unit of the County, has issued several industrial revenue bonds that were used to finance the cost of the acquisition, equipping and improvement of certain land and buildings located in Oconee County, Georgia. The total amount of industrial revenue bonds outstanding at year end was \$103,226,079, made up of four issues with original balances totaling \$105,037,663. The Authority receives an annual administrative fee of \$25,000 in connection with the issuance of the Series 2018 Bonds. This fee is reported as charges for services in the financial statements. Although this debt bears the name of the Oconee County Industrial Development Authority, the Authority has no obligation for such debt beyond the resources provided by a lease or loan with the third party on whose behalf the debt was issued. Therefore, no liability has been reflected in the financial statements for this debt.

14. Landfill Closure and Post-Closure Care Costs

The Oconee County landfill received no solid waste after October 8, 1993. It currently operates only as a transfer station and was officially declared closed by the EPD in 1996. Thus, the County is only responsible for minor monitoring of the closed facility and is not subject to GASB 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*, which is based on the EPA rule that establishes thirty-year post-closure care requirements for landfills that accept solid waste after October 9, 1993.

During fiscal year 2016, the County obtained a permit from EPD to accept inert waste. The assured cost is defined as the sum of closure plus post-closure plus corrective action care cost. Closure costs are estimated at \$374,368. The annual post-closure care costs are estimated at \$38,383. The 30-year post-closure care cost estimate is \$1,151,505. Therefore, the total financial assurance required is \$1,525,873.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

15. Restricted, Committed, and Assigned Fund Balances

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

	General	Industrial Development Authority	SPLOST 2021	SPLOST 2023	Local Resources Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Restricted for:							
Judicial							
Law library operations	\$ 0	\$ 0	0	0	0	\$ 263,334	\$ 263,334
Judicial activities	0	0	0	0	0	56,396	56,396
Public Safety							
Drug abuse treatment and education	0	0	0	0	0	84,994	84,994
Opioid remediation	0	0	0	0	0	184,822	184,822
Public safety activities	0	0	0	0	0	319,079	319,079
Public Works							
LMIG projects	927,866	0	0	0	0	0	927,866
Public works activities	0	0	0	0	0	2,563	2,563
Culture and recreation							
Parks and recreation	0	0	0	0	0	88,207	88,207
Housing and Development							
Tourism promotion	0	0	0	0	0	57,123	57,123
Capital projects	0	0	25,141,164	8,341,627	0	280,381	33,763,172
Debt service	665,962	1,317,038	0	0	0	0	1,983,000
	\$ 1,593,828	\$ 1,317,038	\$ 25,141,164	\$ 8,341,627	\$ 0	\$ 1,336,899	\$ 37,730,556
Assigned to:							
Health and welfare							
Senior services	\$ 0	\$ 0	0	0	0	\$ 232,687	\$ 232,687
Housing and Development							
Economic development	0	5,228,735	0	0	0	0	5,228,735
Capital projects	368,500	0	0	0	31,728,420	0	32,096,920
	\$ 368,500	\$ 5,228,735	\$ 0	\$ 0	\$ 31,728,420	\$ 232,687	\$ 37,558,342

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

16. Net Investment in Capital Assets

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

	Governmental Activities	Business-Type Activities
Cost of capital assets	\$ 257,819,218	\$ 189,075,036
Accumulated depreciation	(154,196,305)	(53,242,503)
Book value	103,622,913	135,832,533
Capital-related accounts payable	(850,306)	(208,952)
Capital-related retainages payable	(133,127)	(4,909)
Capital-related subscriptions payable	(478,831)	0
Capital-related contracts payable	0	(26,811,148)
Capital-related notes payable	0	(23,284,876)
Capital-related bonds payable	(33,358,236)	(11,727,698)
Deferred charges on refunding	334,202	900,509
Unspent debt proceeds	78,301	13,425,255
Net investment in capital assets	<u>\$ 69,214,916</u>	<u>\$ 88,120,714</u>

17. Retirement Plans

County Defined Benefit Pension Plan

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

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

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

At January 1, 2024, the date of the most recent actuarial valuation, there were 447 participants consisting of the following:

Retirees, beneficiaries and disablees receiving benefits	137
Terminated vested participants entitled to	
but not yet receiving benefits	139
Active participants	<u>171</u>
Total number of participants	<u><u>447</u></u>

Benefits Provided. The plan provides retirement and death benefits. Benefits are fully vested after ten years of service. Participants employed before August 2010 become eligible to retire at age 65 with 5 years of participation in the Plan. Employees hired after August 2010 must have 10 years of service to be eligible to retire with benefits from the Plan. Upon eligibility to retire, participants are entitled to an annual benefit of 2% of the average annual compensation multiplied by the participant's years of service, payable as a life annuity. Average annual compensation is based on the highest average of the participant's compensation over two consecutive plan years during the ten plan years preceding the participant's date of retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

Contributions. Employees make no contributions to the plan. The County is required to contribute the amounts necessary to fund the plan in compliance with the minimum funding standards of the Public Retirement Systems Standards Law, using the basis described in the annual valuation report. The County's actual contributions for the current fiscal year were \$2,936,110, or 24.72% of covered payroll of \$11,875,218. The Board of Commissioners provides for the benefits and funding policy through County ordinance and maintains the authority to change the policy. This funding policy, as specified by ordinance, has been the same since the inception of the plan.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. At the end of the current fiscal year, the County reported a net pension liability of \$7,516,456. The net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024. For governmental activities, the net pension liability is liquidated in the General Fund. For the current fiscal year, the County recognized pension expense of \$2,516,744.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

The components of the net pension liability are as follows:

	Total Pension Liability <u>(a)</u>	Plan Fiduciary Net Position <u>(b)</u>	Net Pension Liability <u>(a) - (b)</u>
Balances at December 31, 2023	<u>\$ 43,951,430</u>	<u>\$ 34,968,038</u>	<u>\$ 8,983,392</u>
Changes for the year:			
Service cost	928,458	0	928,458
Interest	3,009,422	0	3,009,422
Liability experience (gain) / loss	777,854	0	777,854
Assumption change	76,244	0	76,244
Employer contributions	0	2,936,110	(2,936,110)
Net investment income	0	3,706,591	(3,706,591)
Benefit payments	(1,919,362)	(1,919,362)	0
Administrative expense	0	(73,177)	73,177
Other changes	0	(310,610)	310,610
Net changes	<u>2,872,616</u>	<u>4,339,552</u>	<u>(1,466,936)</u>
Balances at December 31, 2024	<u>\$ 46,824,046</u>	<u>\$ 39,307,590</u>	<u>\$ 7,516,456</u>
Plan fiduciary net position as a percentage of the total pension liability			83.95%
Covered payroll			\$ 10,429,061
Net pension liability as a percentage of covered payroll			72.07%

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 900,897	\$ (156,478)
Changes in participant fund allocation	103,401	(103,401)
Net difference between projected and actual earnings on pension plan investments	63,004	0
Changes of assumptions	750,542	0
Totals	<u>\$ 1,817,844</u>	<u>\$ (259,879)</u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

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

<u>Fiscal Year</u>	
<u>Ending June 30,</u>	
2026	\$ 933,358
2027	1,305,053
2028	(469,331)
2029	(211,115)
Totals	<u>\$ 1,557,965</u>

Actuarial Assumptions. The total pension liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Projected salary increases	5.50% per year with an age based scale
Cost of living adjustments	N/A
Net investment rate of return	7.00%

Healthy mortality rates were based on the Pub-2010 Amount weighted Mortality Table with a blend of 50% of the General Employees Table and 50% of the Public Safety Employees with Scale AA to 2024. Disabled mortality rates were derived from the 1985 CIDA Table Class 1.

The mortality and economic actuarial assumptions used in the January 1, 2024 valuation were based on the results of an actuarial experience study conducted in February 2024.

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

County Defined Benefit Pension Plan, continued

The pension plan's target asset allocation as of December 31, 2024 is summarized in the following table:

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

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

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

	Discount Rate	Net Pension Liability
1% decrease	6.00%	\$ 13,996,201
Current discount rate	7.00%	7,516,456
1% increase	8.00%	2,137,049

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

County Defined Contribution Plan

The County has also established the Oconee County 401(a) Defined Contribution Plan through adoption of the ACCG 401(a) Defined Contribution Program. The plan was established to provide benefits at retirement to Oconee County employees. There are no employee or employer contributions at this time. The County has delegated certain administrative responsibilities to ACCG, or its designee. Plan provisions are established and may be amended by the Board of Commissioners.

County Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all County employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The Plan is administered by an independent third party plan administrator.

In accordance with GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the assets and liabilities of the County's Deferred Compensation Plan are not included within the County's financial statements.

Other Plans

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

17. Retirement Plans (continued)

Oconee County Board of Health Retirement Plan

Eligible employees of the Oconee County Board of Health participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system. During the current fiscal year, the Department contributed \$150,265. At the end of the current fiscal year, the Department reported a liability in the amount of \$812,676 for its proportionate share (0.018052%) of the net pension liability. The Department recognized pension expense of \$29,704 for the current fiscal year. Further information regarding the plan can be obtained from Department's annual audit report by contacting the administrative offices of the Oconee County Health Department, 1060 Experiment Station Road, Watkinsville, GA 30677.

18. Other Post-Employment Benefits

County Plan

Plan Description. The County provides postretirement health care benefits under the Oconee County Health Care Plan to former employees who retired prior to 2010, certain former employees who retired in 2010 and 2011 and current employees (employed prior to January 1, 2018) who remain insured by the County's health plan throughout their employment with the County through at least age 60 provided that the employee has at least 10 years of service. The plan is a single-employer defined-benefit other post-employment benefit (OPEB) plan administered by the County. The plan is closed to new entrants and employees must have been employed prior to January 1, 2018 to be eligible to participate in the plan. The plan is a single employer plan, and it does not issue a separately available financial report. The County contributes toward retiree health costs on the authority of a resolution by the Board of Commissioners. Any plan amendments would similarly be approved by a resolution of the Board of Commissioners.

At June 30, 2025, the date of the most recent actuarial valuation, membership consisted of the following:

Active members	203
Retired members	73
Total membership	<u><u>276</u></u>

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

18. Other Post-Employment Benefits (continued)

County Plan, continued

Benefits Provided. The County allows eligible former employees to continue to participate in the County's health insurance plan until they become eligible for Medicare and pays an amount equal to the cost of a Medicare Supplement Premium toward the retiree's health benefit. The difference between the cost of the health benefit, on a composite (non-age adjusted basis) and the County's contribution is paid by the retiree. The County pays \$298.95 per month towards a retiree's Medicare supplement premium after the retiree becomes eligible for Medicare. Dependent cost is the responsibility of the retiree, but neither retirees nor current employees contribute toward the plan.

Contributions. The County has not elected to advance fund the OPEB plan, but rather maintains the OPEB plan on a "pay-as-you-go" basis, in that premiums are paid as they arise, rather than establishing an irrevocable trust to accumulate restricted funds.

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB. At the end of the current fiscal year, the County reported a net OPEB liability of \$8,380,960. The net OPEB liability was measured as of June 30, 2025, and the total OPEB liability used to calculate the net OPEB liability was determined and measured from actuarial valuations using data as of June 30, 2025. For governmental activities, the net OPEB liability is liquidated in the General Fund. During the current fiscal year, the County recognized OPEB expense of \$505,687.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

18. Other Post-Employment Benefits (continued)

County Plan, continued

The components of the net OPEB liability are as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances at June 30, 2024	\$ 8,558,134	\$ 0	\$ 8,558,134
Changes for the year:			
Service cost	209,986	0	209,986
Interest	353,029	0	353,029
Assumption changes	(391,295)	0	(391,295)
Contributions - employer	0	348,894	(348,894)
Benefit payments	(348,894)	(348,894)	0
Net changes	(177,174)	0	(177,174)
Balances at June 30, 2025	\$ 8,380,960	\$ 0	\$ 8,380,960

Plan fiduciary net position as a percentage of the total OPEB liability	0.00%
Covered-employee payroll	\$ 14,168,246
Plan net OPEB liability as a percentage of covered-employee payroll	59.15%

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 0	\$ (477,800)
Changes in participant fund allocation	133,035	(133,035)
Changes of assumptions	595,948	(1,120,073)
Totals	\$ 728,983	\$ (1,730,908)

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

18. Other Post-Employment Benefits (continued)

County Plan, continued

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

Fiscal Year <u>Ending June 30,</u>	
2026	\$ (57,328)
2027	(330,588)
2028	(355,002)
2029	(203,877)
2030	<u>(55,130)</u>
Totals	<u>\$ (1,001,925)</u>

Actuarial Assumptions. The total OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Salary scale	5.50% per year with an aged based scale
Actuarial cost method	Entry age normal
Discount rate	4.81%, 4.21% at prior measurement date
Healthcare cost trend rates	Pre-Medicare: 7.5% trended down to 4.5% by 2036 Medicare: 7.5% trended down to 4.5% by 2036
Mortality rates	Pub-2010 50% General & 50% Public Safety Headcount-weighted with Scale AA to 2024
Disabled mortality rates	1985 CIDA Table Class 1
Turnover	Vaughn Select and Ultimate Table through age 60
Utilization	75% utilization based on plan experience and input from the plan sponsor
Marriage assumption	Based on plan experience over the last 5 years, it was assumed that 10% of the population would elect spouse coverage with males being three years older than females.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

18. Other Post-Employment Benefits (continued)

County Plan, continued

The demographic actuarial assumptions used in the June 30, 2025 actuarial valuation were based on the results of a February 2024 experience study.

Development of Long-Term Rate. Since the County funds this plan on a pay-as-you-go basis, GASB requires the discount rate be based on a yield or index rate for 20-year, tax-exempt municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The S&P Municipal Bond 20 Year Rate Index was used to approximate those yields as of June 30, 2025. The rate as of the measurement date was 4.81%.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents what the net OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower (3.81%) or one percentage-point higher (5.81%) than the current rate. Also, shown is the net OPEB liability as if it were calculated using healthcare cost trend rates that were one percentage point lower or one percentage point higher than the current healthcare trend rates:

<u>Discount Rate</u>		<u>Net OPEB Liability</u>
1% decrease	3.81%	\$ 9,407,054
Current discount rate	4.81%	8,380,960
1% increase	5.81%	7,517,413

<u>Healthcare Cost Trend Rates</u>		<u>Net OPEB Liability</u>
1% decrease		\$ 7,367,609
Current discount rate		8,380,960
1% increase		9,619,211

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

18. Other Post-Employment Benefits (continued)

County Plan, continued

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

Oconee County Board of Health OPEB Plans

Eligible employees of the Oconee County Board of Health are provided OPEB through the State of Georgia OPEB Fund, a cost-sharing multiple-employer defined benefit post-employment healthcare plan and life insurance through the SEAD-OPEB Fund, a cost-sharing multiple-employer defined benefit other post-employment benefit plan. During the current fiscal year, the Department contributed \$26,037. At the end of the current fiscal year, the Department reported a net OPEB asset in the amount of \$41,942 for its proportionate share (0.016639%) for the State of Georgia OPEB Fund net OPEB asset and a net OPEB asset in the amount of \$157,260 for its proportionate share (0.028019%) for the SEAD-OPEB Fund net OPEB asset. The Department recognized OPEB expense of (\$31,812) for the current fiscal year. Further information regarding the plans can be obtained from the administrative offices of the Oconee County Health Department, 1060 Experiment Station Road, Watkinsville, GA 30677.

19. Hotel/Motel Lodging Tax

Effective January 1, 2021, the County levied a 6% lodging tax in accordance with OCGA §48-13-51(b). A summary of the transactions for the current fiscal year follows:

Lodging Tax Receipts	\$ 300,639
Disbursements for promotion of trade and tourism	\$ 150,318 50% of tax receipts

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

20. Tax Abatements

The County can enter into ad valorem property tax abatement agreements with the Oconee County Industrial Development Authority ("the Authority") under OCGA §36-62 by participating with the Authority and local businesses through a bond-lease transaction. Under this arrangement, the Authority issues revenue bonds. The proceeds of the bonds enable the Authority to take title to the applicant's economic development project. The project is then leased or rented by the Authority to the applicant and the applicant pays rents that repay the bonds. The purpose of tax abatements through this authority is to create community employment and community investment. Eligibility for this program is individually considered based on the employment and investment commitment made by the applicant.

For the current fiscal year, the County abated ad valorem property taxes totaling \$87,959 through an agreement. The following agreement exceeds 25 percent of the total amount abated:

- A local manufacturing plant had tax abatements of \$87,959. The appraised value of leasehold interests is discounted using the agreement's rate schedule. By meeting community job and community investment goals each year, the manufacturer continues to be eligible for tax abatements. If there is a shortfall in meeting the established criteria, 100% of abated taxes in the year of the shortfall will be due.

21. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the northeast Georgia area, is a member of the Northeast Georgia Regional Commission (NEGRC) and is required to pay annual dues thereto. During the current fiscal year, the County paid \$39,355 in such dues. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official in each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Financial statements for NEGRC can be obtained at 305 Research Drive, Athens, Georgia 30605-2795.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

21. Joint Ventures (continued)

The County, along with three other counties, is a member of the Upper Oconee Basin Water Authority (UOBWA). The purpose of this venture was to construct a reservoir and water treatment plant that would provide water for the counties involved. Each government is responsible for a pro-rata share of the costs based on population. In December 2024, the UOBWA issued \$69.33 million of Series 2024 Revenue Bonds. These bonds were issued to provide additional working capital for UOBWA. The County's share of the bond debt is 23.809%. In April 2015, the UOBWA issued \$29.98 million of Series 2015 Revenue Refunding Bonds. These bonds were issued to advance refund the Series 2005 Water Revenue Refunding Bonds. The County's share of the bond debt is 20.959%. In March 2005, the UOBWA issued \$48,155,000 of Water Revenue Refunding Bonds, Series 2005. The proceeds of the bonds were used to advance refund the Series 1997 Bonds maturing in the years 2009 and thereafter and to pay certain expenses incident to the issuance of the bonds. The County's share of the bond debt is 20.959%. An investment in UOBWA and an offsetting contract payable were recorded in the Oconee County Water and Sewer Fund to recognize this investment and obligation. The County is reducing the contract payable through monthly payments made from the Water and Sewer Fund which are more fully described in long-term debt note. The investment costs are amortized over the useful lives of the underlying assets of the investment. Approximately 4% of the total investment costs represent the investment into the land, 50% represent the investment into the reservoir, which has a useful life of 100 years, and 46% represent the investment into the treatment plant, which has a useful life of 50 years. Investment in UOBWA at the end of the current fiscal year consisted of the following:

Initial cash costs	\$ 70,221
Contract payable for 20.959% of revenue bond liability	11,787,064
Contract payable for 23.809% of revenue bond liability	18,138,178
Additional cash investments	<u>315,109</u>
	30,310,572
Accumulated amortization	<u>(3,968,565)</u>
Investment in UOBWA, net	<u><u>\$ 26,342,007</u></u>

Financial statements for the Upper Oconee Basin Water Authority can be obtained at the Northeast Georgia Regional Commission, 305 Research Drive, Athens, Georgia 30605-2795.

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

22. Risk Financing Activities

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

The County is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has joined together with other municipalities in the state as part of the Association of County Commissioners of Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association of County Commissioners of Georgia Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agent and attorneys to represent the County in investigation, settlement discussions, and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

22. Risk Financing Activities (continued)

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

23. Commitments and Contingencies

Commitments

At the end of the current fiscal year, contractual commitments on uncompleted contracts totaled \$7,207,011.

Contingencies

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

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

OCONEE COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2025

24. Transportation Expenditures

Amounts expended on transportation include transportation maintenance and operation costs and correspond with classifications and subclassifications specified in the local government uniform chart of accounts under subsection (e) of Code Section 36-81-3 within section 4200, including noncapital expenditures within sections 4210-4290.

Total General Fund expenditures within these categories totaled \$3,680,858 for the current fiscal year.

25. Deficit Fund Balances

The County has deficit fund balances in the amount of \$38,520 and \$106,145 in the Victims Services & Forfeited Property Special Revenue Fund and Multiple Grant Special Revenue Fund, respectively. The County will replenish the deficit in these funds with revenue in the subsequent year.

26. Changes in Beginning Balances

To implement GASB Statement No. 101, *Compensated Absences*, an adjustment has been made to adjust the balance of compensated absences at June 30, 2024 for the Oconee County Board of Health. This adjustment decreased beginning net position by \$115,292.

Component Units	Beginning Net Position, As Previously Stated	Changes in Accounting Principle	Beginning Net Position, As Restated
Oconee County Board of Health	\$ 403,437	\$ (115,292)	\$ 288,145

27. New Accounting Pronouncements

The County implemented GASB Statement No. 101, *Compensated Absences*, effective for the County's current fiscal year. The requirements of this statement are effective for periods beginning after December 15, 2023.

The County implemented GASB Statement No. 102, *Certain Risk Disclosures*, effective for the County's current fiscal year. The requirements of this statement are effective for periods beginning after June 15, 2024.

REQUIRED SUPPLEMENTARY INFORMATION

OCONEE COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
June 30, 2025
(Unaudited)

	Fiscal Year End			
	2025	2024	2023	2022
Total pension liability				
Service cost	\$ 928,458	\$ 728,544	\$ 800,353	\$ 804,667
Interest	3,009,422	2,777,673	2,627,688	2,452,644
Liability experience (gain) / loss	777,854	395,869	(432,619)	738,560
Assumption change	76,244	1,287,361	66,401	63,760
Plan change	0	0	832,046	0
Benefit payments, including refunds of employee contributions	(1,919,362)	(1,838,136)	(1,664,298)	(1,453,718)
Net change in total pension liability	2,872,616	3,351,311	2,229,571	2,605,913
Total pension liability - beginning	<u>43,951,430</u>	<u>40,600,119</u>	<u>38,370,548</u>	<u>35,764,635</u>
Total pension liability - ending (a)	<u><u>\$ 46,824,046</u></u>	<u><u>\$ 43,951,430</u></u>	<u><u>\$ 40,600,119</u></u>	<u><u>\$ 38,370,548</u></u>
Plan fiduciary net position				
Contributions - employer	\$ 2,936,110	\$ 2,842,250	\$ 3,053,543	\$ 2,343,100
Net investment income (loss)	3,706,591	4,603,634	(4,844,979)	4,431,815
Benefit payments, including refunds of employee contributions	(1,919,362)	(1,838,136)	(1,664,298)	(1,453,718)
Administrative expense	(73,177)	(64,814)	(66,210)	(66,078)
Other	(310,610)	(524,595)	(153,748)	(156,854)
Net change in plan fiduciary net position	4,339,552	5,018,339	(3,675,692)	5,098,265
Plan fiduciary net position - beginning	<u>34,968,038</u>	<u>29,949,699</u>	<u>33,625,391</u>	<u>28,527,126</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 39,307,590</u></u>	<u><u>\$ 34,968,038</u></u>	<u><u>\$ 29,949,699</u></u>	<u><u>\$ 33,625,391</u></u>
Net pension liability - ending : (a) - (b)	<u><u>\$ 7,516,456</u></u>	<u><u>\$ 8,983,392</u></u>	<u><u>\$ 10,650,420</u></u>	<u><u>\$ 4,745,157</u></u>
Plan's fiduciary net position as a percentage of the total pension liability	83.95%	79.56%	73.77%	87.63%
Covered payroll	\$ 10,429,061	\$ 9,295,038	\$ 9,779,272	\$ 9,978,975
Net pension liability as a percentage of covered payroll	72.07%	96.65%	108.91%	47.55%

Fiscal Year End

2021	2020	2019	2018	2017	2016
\$ 763,562	\$ 663,430	\$ 678,069	\$ 658,214	\$ 654,950	\$ 660,206
2,299,029	2,066,670	1,948,926	1,842,908	1,790,320	1,630,194
454,558	374,857	952,491	64,686	(627,429)	(95,391)
60,535	1,498,663	298,321	58,794	833,028	945,358
0	0	0	0	0	0
<u>(1,312,630)</u>	<u>(1,255,798)</u>	<u>(1,215,562)</u>	<u>(1,109,036)</u>	<u>(1,095,712)</u>	<u>(914,999)</u>
2,265,054	3,347,822	2,662,245	1,515,566	1,555,157	2,225,368
<u>33,499,581</u>	<u>30,151,759</u>	<u>27,489,514</u>	<u>25,973,948</u>	<u>24,418,791</u>	<u>22,193,423</u>
<u>\$ 35,764,635</u>	<u>\$ 33,499,581</u>	<u>\$ 30,151,759</u>	<u>\$ 27,489,514</u>	<u>\$ 25,973,948</u>	<u>\$ 24,418,791</u>
\$ 2,241,866	\$ 2,061,322	\$ 1,969,963	\$ 1,789,897	\$ 1,732,389	\$ 1,716,341
3,443,414	4,072,030	(1,040,521)	2,597,610	1,029,641	152,431
<u>(1,312,630)</u>	<u>(1,255,798)</u>	<u>(1,215,562)</u>	<u>(1,109,036)</u>	<u>(1,095,712)</u>	<u>(914,999)</u>
<u>(61,462)</u>	<u>(57,095)</u>	<u>(43,795)</u>	<u>(39,969)</u>	<u>(44,504)</u>	<u>(44,145)</u>
<u>(121,844)</u>	<u>(115,945)</u>	<u>(25,000)</u>	<u>(77,237)</u>	<u>(68,060)</u>	<u>(167,210)</u>
4,189,344	4,704,514	(354,915)	3,161,265	1,553,754	742,418
<u>24,337,782</u>	<u>19,633,268</u>	<u>19,988,183</u>	<u>16,826,918</u>	<u>15,273,164</u>	<u>14,530,746</u>
<u>\$ 28,527,126</u>	<u>\$ 24,337,782</u>	<u>\$ 19,633,268</u>	<u>\$ 19,988,183</u>	<u>\$ 16,826,918</u>	<u>\$ 15,273,164</u>
<u>\$ 7,237,509</u>	<u>\$ 9,161,799</u>	<u>\$ 10,518,491</u>	<u>\$ 7,501,331</u>	<u>\$ 9,147,030</u>	<u>\$ 9,145,627</u>
79.76%	72.65%	65.11%	72.71%	64.78%	62.55%
\$ 9,426,119	\$ 8,523,879	\$ 8,099,621	\$ 7,788,152	\$ 7,986,368	\$ 8,439,900
76.78%	107.48%	129.86%	96.32%	114.53%	108.36%

OCONEE COUNTY, GEORGIA
SCHEDULE OF PENSION CONTRIBUTIONS
LAST TEN FISCAL YEARS
June 30, 2025
(Unaudited)

	Fiscal Year End			
	2025	2024	2023	2022
Actuarially determined contribution	\$ 2,365,272	\$ 2,124,240	\$ 2,001,539	\$ 2,119,449
Contributions in relation to the actuarially determined contribution	<u>(2,936,110)</u>	<u>(2,842,250)</u>	<u>(2,549,943)</u>	<u>(2,846,700)</u>
Contribution deficiency (excess)	<u>\$ (570,838)</u>	<u>\$ (718,010)</u>	<u>\$ (548,404)</u>	<u>\$ (727,251)</u>
Covered payroll	\$ 11,875,218	\$ 10,119,836	\$ 9,232,925	\$ 8,952,957
Contributions as a percentage of covered payroll	24.72%	28.09%	27.62%	31.80%

Fiscal Year End

2021	2020	2019	2018	2017	2016
\$ 2,042,837	\$ 1,857,591	\$ 1,779,777	\$ 1,776,367	\$ 1,675,242	\$ 1,623,896
<u>(2,241,866)</u>	<u>(2,061,322)</u>	<u>(1,969,963)</u>	<u>(1,789,897)</u>	<u>(1,732,389)</u>	<u>(1,716,341)</u>
<u><u>\$ (199,029)</u></u>	<u><u>\$ (203,731)</u></u>	<u><u>\$ (190,186)</u></u>	<u><u>\$ (13,530)</u></u>	<u><u>\$ (57,147)</u></u>	<u><u>\$ (92,445)</u></u>
\$ 8,860,368	\$ 8,856,225	\$ 8,099,621	\$ 7,788,152	\$ 7,986,368	\$ 8,439,900
25.30%	23.28%	24.32%	22.98%	21.69%	20.34%

OCONEE COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
June 30, 2025
(Unaudited)

	Fiscal Year End		
	2025	2024	2023
Total OPEB liability			
Service cost	\$ 209,986	\$ 278,813	\$ 316,478
Interest	353,029	362,260	324,011
Differences between expected and actual experience	0	(568,338)	0
Assumption changes	(391,295)	(105,297)	(667,756)
Benefit payments	(348,894)	(357,868)	(351,064)
Net change in total OPEB liability	(177,174)	(390,430)	(378,331)
Total OPEB liability - beginning	<u>8,558,134</u>	<u>8,948,564</u>	<u>9,326,895</u>
Total OPEB liability - ending (a)	<u><u>\$ 8,380,960</u></u>	<u><u>\$ 8,558,134</u></u>	<u><u>\$ 8,948,564</u></u>
Plan fiduciary net position			
Contributions - employer	\$ 348,894	\$ 357,868	\$ 351,064
Benefit payments	(348,894)	(357,868)	(351,064)
Net change in plan fiduciary net position	0	0	0
Plan fiduciary net position - beginning	<u>0</u>	<u>0</u>	<u>0</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>
Net OPEB liability - ending : (a) - (b)	<u><u>\$ 8,380,960</u></u>	<u><u>\$ 8,558,134</u></u>	<u><u>\$ 8,948,564</u></u>
Plan's fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%
Covered-employee payroll	\$ 14,168,246	\$ 11,034,954	\$ 7,279,687
Net OPEB liability as a percentage of covered-employee payroll	59.15%	77.55%	122.93%

Note: Fiscal year 2018 was the first year of implementation. Therefore, fiscal years prior to 2018 are not reported.

Fiscal Year End

2022	2021	2020	2019	2018
\$ 555,245	\$ 523,709	\$ 257,798	\$ 236,374	\$ 236,374
212,105	202,961	209,936	209,441	209,443
(160,385)	0	(249,007)	0	0
(992,413)	102,914	3,144,011	0	0
(213,571)	(173,911)	(179,766)	(143,764)	(143,764)
<u>(599,019)</u>	<u>655,673</u>	<u>3,182,972</u>	<u>302,051</u>	<u>302,053</u>
<u>9,925,914</u>	<u>9,270,241</u>	<u>6,087,269</u>	<u>5,785,218</u>	<u>5,483,165</u>
\$ 9,326,895	\$ 9,925,914	\$ 9,270,241	\$ 6,087,269	\$ 5,785,218
\$ 213,571	\$ 173,911	\$ 179,766	\$ 143,764	\$ 143,764
(213,571)	(173,911)	(179,766)	(143,764)	(143,764)
0	0	0	0	0
0	0	0	0	0
\$ 0				
\$ 9,326,895	\$ 9,925,914	\$ 9,270,241	\$ 6,087,269	\$ 5,785,218
0.00%	0.00%	0.00%	0.00%	0.00%
\$ 6,495,910	\$ 9,923,804	\$ 10,655,772	\$ 9,661,589	\$ 9,661,589
143.58%	100.02%	87.00%	63.00%	59.88%

OCONEE COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2025

Pension Plan

1. Valuation Date

The actuarially determined contribution rate was determined as of January 1, 2024, with an interest adjustment to the fiscal year.

2. Methods and Assumptions Used to Determine Contribution Rates

Actuarial cost method = Entry age normal

Amortization method = Closed level dollar for remaining unfunded liability

Remaining amortization period = Remaining amortization period varies for the bases, with a net effective amortization period of 12 years

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

Net investment rate of return = 7.00%

Projected salary increases = 5.50% per year with an age based scale

Cost of living adjustments = N/A

Normal retirement age for inactive vested participants = Employed prior to August 2010 is age 65 with 5 years of vesting service; employed after August 2010 is age 65 with 10 years of vesting service

Mortality = Healthy mortality rates were based on the Pub-2010 Amount weighted Mortality Table with a blend of 50% of the General Employees Table and 50% of the Public Safety Employees with Scale AA to 2024. Disabled mortality rates were derived from the 1985 CIDA Table Class 1.

OCONEE COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2025

Pension Plan (continued)

3. Changes in Benefits

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

4. Changes of Assumptions

The mortality table improvements for the Pub-2010 Amount weighted Mortality Table with a blend of 50% of the General Employees Table and 50% of the Public Safety Employees with Scale AA is projected to 2024 instead of 2023.

OPEB Plan

1. Valuation Date

The net OPEB liability was measured as of June 30, 2025, and the total OPEB liability used to calculate the net OPEB liability was determined and measured from actuarial valuations using data as of June 30, 2025.

2. Methods and Assumptions Used to Determine Contribution Rates

No assets are accumulated in a trust to pay benefits.

Actuarial cost method = Entry age normal

Discount rate = 4.81%, 4.21% at prior measurement date

Healthcare cost trend rates = 7.5% trended down to 4.5% by 2036

Mortality rates = Pub-2010 50% General & 50% Public Safety Headcount-weighted with Scale AA to 2024

Disabled mortality rates = 1985 CIDA Table Class 1

OCONEE COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2025

OPEB Plan (continued)

2. Methods and Assumptions Used to Determine Contribution Rates (continued)

Turnover = Vaughn Select and Ultimate Table through age 60

Utilization = 75% utilization based on plan experience and input from the plan sponsor

Marriage assumption = Based on plan experience over the last 5 years, it was assumed that 10% of the population would elect spouse coverage with males being three years older than females.

3. Changes in Benefits

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

4. Changes of Assumptions

Discount rate changed from 4.21% to 4.81%.

Mortality table was updated to project to 2024 instead of 2023.

The healthcare cost trend assumption was updated to 7.50% for 2025 decreasing by 0.25% until it reaches 4.50%.

COMBINING STATEMENTS

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

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

Council on Aging Fund – This fund is used to account for the activity relating to the County's senior center.

Law Library Fund – This fund is used to account for the funds used for the purpose of providing a law library for use by the County courts.

Confiscated Assets Fund – This fund is used to account for the cash received either from a cash confiscation or cash received from the sale of capital assets acquired from a drug raid.

Drug Abuse Treatment & Education Fund – This fund is used to account for the cash received from surcharges added to the base fine and collected by the courts. Funds are expended for drug abuse treatment and education programs or a drug/DUI court.

Special Revenue Fund – This fund is used to account for the receipt of donations to the County for various uses and projects, as well as other funding paid to the County with specified purposes set forth for the funding.

Opioid Settlement Fund – This fund is used to account for the County's share of opioid settlement payment funds that are restricted for opioid remediation efforts.

Victim Services & Forfeited Property Fund – This fund is used to account for the receipt of the additional court costs assessed for the purpose of assisting victims and to cover the related salary costs.

E-911 Fund – This fund is used to account for the fiscal activity related to the imposition, collection, and uses of the E-911 emergency telephone system fees.

Multiple Grant Fund – This fund is used to account for the fiscal activity related to various small grants awarded to the County.

Special Lighting District Fund – This fund is used to account for the fiscal activity relating to providing of street lighting services within the County.

Hotel/Motel Tax Fund – This fund is used to account for the hotel/motel taxes collected as required by general law that are legally restricted for promotion of trade and tourism in the County.

CAPITAL PROJECTS FUNDS

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

SPLOST 2015 Fund – This fund is used to account for capital projects financed from SPLOST funds.

Industrial Development Authority Parkway Blvd Fund – This fund is used to account for all of the funds received and expended related to the Authority's issuance of its Series 2012 and Series 2016 revenue bonds.

OCONEE COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue								Victims Services & Forfeited Property	
	Council on Aging		Law Library		Confiscated Assets		Drug Abuse Treatment & Education Fund			
	Special Revenue	Opioid Settlement								
ASSETS										
Cash and cash equivalents	\$ 252,201	\$ 267,262	\$ 9,764	\$ 84,994	\$ 256,761	\$ 184,822	\$ 9,325			
Receivables (net)										
Accounts	0	0	1,248	0	10,140	632,880	0			
Intergovernmental	51,181	0	0	0	0	0	41,336			
Taxes	0	0	0	0	0	0	0			
Due from other funds	0	0	0	0	195,334	0	0			
Prepaid items	3,494	0	0	0	1,441	0	0			
Restricted cash and cash equivalents	0	0	0	0	0	0	0			
Total assets	\$ 306,876	\$ 267,262	\$ 11,012	\$ 84,994	\$ 463,676	\$ 817,702	\$ 50,661			
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
Liabilities										
Accounts payable	\$ 2,335	\$ 981	\$ 498	\$ 0	\$ 4,756	\$ 0	\$ 49,309			
Accrued salaries and payroll liabilities	20,351	0	0	0	0	0	0			
Due to other funds	48,009	2,947	1,742	0	6	0	0			
Total liabilities	70,695	3,928	2,240	0	4,762	0	49,309			
Deferred inflows of resources										
Unavailable property taxes	0	0	0	0	0	0	0			
Unavailable intergovernmental revenues	0	0	0	0	0	0	39,872			
Unavailable fines, fees, and forfeitures	0	0	0	0	0	632,880	0			
Total deferred inflows of resources	0	0	0	0	0	632,880	39,872			
Fund balances										
Nonspendable prepaid items	3,494	0	0	0	1,441	0	0			
Restricted for:										
Judicial	0	263,334	0	0	56,396	0	0			
Public Safety	0	0	8,772	84,994	310,307	184,822	0			
Public Works	0	0	0	0	2,563	0	0			
Culture and Recreation	0	0	0	0	88,207	0	0			
Housing and Development	0	0	0	0	0	0	0			
Capital outlay	0	0	0	0	0	0	0			
Assigned to Health and Welfare	232,687	0	0	0	0	0	0			
Unassigned	0	0	0	0	0	0	(38,520)			
Total fund balances	236,181	263,334	8,772	84,994	458,914	184,822	(38,520)			
Total liabilities, deferred inflows of resources, and fund balances	\$ 306,876	\$ 267,262	\$ 11,012	\$ 84,994	\$ 463,676	\$ 817,702	\$ 50,661			

Special Revenue				Capital Projects				Total Nonmajor Governmental Funds
E-911	Multiple Grant	Special Lighting District	Hotel/Motel Tax	SPLOST 2015	Industrial Development Authority Parkway Blvd			
\$ 0	\$ 0	\$ 111	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,065,240	
0	0	0	0	0	0	0	644,268	
169,536	136,634	0	0	0	0	0	398,687	
0	0	763	26,307	0	0	0	27,070	
104,728	26,478	19,247	264,342	0	0	0	610,129	
9,142	59,290	0	1,197	0	0	0	74,564	
0	0	0	0	0	78,301	78,301		
\$ 283,406	\$ 222,402	\$ 20,121	\$ 291,846	\$ 0	\$ 78,301	\$ 2,898,259		
\$ 88,458	\$ 0	\$ 19,809	\$ 26,454	\$ 0	\$ 0	\$ 192,600		
49,545	0	0	6,189	0	0	0	76,085	
145,403	191,913	0	0	0	0	0	390,020	
\$ 283,406	191,913	19,809	32,643	0	0	0	658,705	
0	0	312	0	0	0	0	312	
0	136,634	0	0	0	0	0	176,506	
0	0	0	0	0	0	0	632,880	
0	136,634	312	0	0	0	0	809,698	
9,142	59,290	0	1,197	0	0	0	74,564	
0	0	0	0	0	0	0	319,730	
0	0	0	0	0	0	0	588,895	
0	0	0	0	0	0	0	2,563	
0	0	0	0	0	0	0	88,207	
0	0	0	57,123	0	0	0	57,123	
0	0	0	202,080	0	78,301	78,301	280,381	
0	0	0	0	0	0	0	232,687	
(9,142)	(165,435)	0	(1,197)	0	0	0	(214,294)	
0	(106,145)	0	259,203	0	78,301	78,301	1,429,856	
\$ 283,406	\$ 222,402	\$ 20,121	\$ 291,846	\$ 0	\$ 78,301	\$ 2,898,259		

OCONEE COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2025

	Special Revenue							Victims Services & Forfeited Property
	Council on Aging	Law Library	Confiscated Assets	Drug Abuse Treatment & Education Fund	Special Revenue	Opioid Settlement		
REVENUES								
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental	237,703	0	0	0	45,000	0	0	135,337
Charges for services	0	0	0	0	243,901	0	0	0
Fines, fees, and forfeitures	0	19,589	4,550	16,520	0	13,868	0	32,768
Interest	59	351	1	0	4,492	0	0	0
Contributions	29,225	0	0	0	161,201	0	0	0
Total revenues	266,987	19,940	4,551	16,520	454,594	13,868	0	168,105
EXPENDITURES								
Current								
General Government	0	0	0	0	0	0	0	0
Judicial	0	7,284	0	0	0	0	0	174,137
Public Safety	0	0	12,063	0	427,716	0	0	0
Public Works	0	0	0	0	8,792	0	0	0
Health and Welfare	978,637	0	0	0	0	0	0	0
Housing and Development	0	0	0	0	0	0	0	0
Total expenditures	978,637	7,284	12,063	0	436,508	0	0	174,137
Excess (deficiency) of revenues over (under) expenditures	(711,650)	12,656	(7,512)	16,520	18,086	13,868	0	(6,032)
Other financing sources (uses)								
Transfers in	494,756	0	0	0	25,617	0	0	0
Transfers out	0	0	0	(15,000)	(15,224)	0	0	(211,446)
Total other financing sources (uses)	494,756	0	0	(15,000)	10,393	0	0	(211,446)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(216,894)	12,656	(7,512)	1,520	28,479	13,868	0	(217,478)
Fund balances, July 1	453,075	250,678	16,284	83,474	430,435	170,954	0	178,958
Fund balances, June 30	\$ 236,181	\$ 263,334	\$ 8,772	\$ 84,994	\$ 458,914	\$ 184,822	\$ 0	\$ (38,520)

E-911	Special Revenue			Capital Projects			Total Nonmajor Governmental Funds
	Multiple Grant	Special Lighting District	Hotel/Motel Tax	SPLOST 2015	Industrial Development Authority Parkway Blvd		
	\$ 0	\$ 221,673	\$ 300,639	\$ 0	\$ 0		
\$ 0	\$ 82,802	0	0	0	0		\$ 500,842
992,063	0	0	0	0	0		1,235,964
0	0	0	0	0	0		87,295
0	0	0	0	2,121	0		7,024
0	0	0	0	0	0		190,426
992,063	82,802	221,673	300,639	2,121	0		2,543,863
0	12,606	0	0	0	0		12,606
0	0	0	0	0	0		181,421
2,495,225	167,119	0	0	0	0		3,102,123
0	0	237,290	0	0	0		246,082
0	56,250	0	0	0	0		1,034,887
0	0	0	362,685	0	0		362,685
2,495,225	235,975	237,290	362,685	0	0		4,939,804
(1,503,162)	(153,173)	(15,617)	(62,046)	2,121	0		(2,395,941)
1,503,162	47,028	15,617	62,045	0	0		2,148,225
0	0	0	0	(215,953)	0		(457,623)
1,503,162	47,028	15,617	62,045	(215,953)	0		1,690,602
0	(106,145)	0	(1)	(213,832)	0		(705,339)
0	0	0	259,204	213,832	78,301		2,135,195
\$ 0	\$ (106,145)	\$ 0	\$ 259,203	\$ 0	\$ 78,301		\$ 1,429,856

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CUSTODIAL FUNDS

These funds are used to account for assets held by the County as a custodian to be expended in accordance with the conditions of its custodial capacity.

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

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

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

OCONEE COUNTY, GEORGIA
CUSTODIAL FUNDS
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2025

	Tax Commissioner	Sheriff
ASSETS		
Cash and cash equivalents	\$ 21,894	\$ 32,250
Taxes receivable	<u>428,204</u>	0
Total assets	<u>450,098</u>	32,250
LIABILITIES		
Due to others	<u>450,098</u>	0
NET POSITION		
Restricted for individuals, organizations, and other governments	<u>\$ 0</u>	\$ 32,250

Superior Court	Probate Court	Magistrate Court	Juvenile Court	Total Custodial Funds
\$ 2,149,359 0	\$ 90,644 0	\$ 160,553 0	\$ 408 0	\$ 2,455,108 428,204
<u>2,149,359</u>	<u>90,644</u>	<u>160,553</u>	<u>408</u>	<u>2,883,312</u>
<u>17,060</u>	<u>394</u>	<u>4,710</u>	<u>408</u>	<u>472,670</u>
<u><u>\$ 2,132,299</u></u>	<u><u>\$ 90,250</u></u>	<u><u>\$ 155,843</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 2,410,642</u></u>

OCONEE COUNTY, GEORGIA
CUSTODIAL FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the fiscal year ended June 30, 2025

	Tax Commissioner	Sheriff
ADDITIONS		
Taxes collected for other agencies	\$ 61,315,581	\$ 0
Court fees collected for other agencies	0	0
Court individual cases	0	0
Sheriff fees collected	0	1,800
Sheriff inmate account deposits	0	185,547
Total additions	<u>61,315,581</u>	<u>187,347</u>
DEDUCTIONS		
Taxes distributed to other agencies	61,315,581	0
Court fees distributed to other agencies	0	0
Payments to others	0	84
Payments from inmates to others	0	181,773
Total deductions	<u>61,315,581</u>	<u>181,857</u>
Change in net position	0	5,490
Net position, July 1	<u>0</u>	<u>26,760</u>
Net position, June 30	<u>\$ 0</u>	<u>\$ 32,250</u>

Superior Court	Probate Court	Magistrate Court	Juvenile Court	Total Custodial Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 61,315,581
1,505,921	237,229	38,327	822	1,782,299
1,984,655	158,413	104,989	0	2,248,057
0	0	0	0	1,800
0	0	0	0	185,547
3,490,576	395,642	143,316	822	65,533,284
0	0	0	0	61,315,581
1,505,921	237,229	38,327	822	1,782,299
536,022	173,842	89,933	0	799,881
0	0	0	0	181,773
2,041,943	411,071	128,260	822	64,079,534
1,448,633	(15,429)	15,056	0	1,453,750
683,666	105,679	140,787	0	956,892
\$ 2,132,299	\$ 90,250	\$ 155,843	\$ 0	\$ 2,410,642

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SINGLE AUDIT SECTION

This section contains reports required by the Uniform Guidance and grantor agencies

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**Independent Auditor's Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed In Accordance with *Government Auditing Standards***

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Oconee County, Georgia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Oconee County, Georgia's basic financial statements and have issued our report thereon dated December 2, 2025. Our report includes a reference to other auditors who audited the financial statements of the Oconee County Board of Health as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Oconee County, Georgia's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Oconee County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Oconee 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of This Report

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

Rushton, LLC

Gainesville, Georgia
December 2, 2025

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Oconee County, Georgia's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Oconee County, Georgia's major federal programs for the year ended June 30, 2025. Oconee County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Oconee County, 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, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Oconee County, Georgia and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Oconee County, Georgia's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Oconee County, Georgia's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Oconee County, Georgia's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Oconee County, Georgia's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Oconee County, Georgia's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Oconee County, Georgia's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Oconee County, Georgia's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Rushton, LLC

Gainesville, Georgia
December 2, 2025

OCONEE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2025

Federal Grant/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass- Through Number	Expenditures
<u>Department of Agriculture</u>			
<u>Forest Service Schools and Roads Cluster</u>			
Passed through the Georgia Office of the State Treasurer: Schools and Roads - Grants to States	10.665	486Forest	\$ 32
<u>Department of the Interior</u>			
Payments in Lieu of Taxes	15.226	N/A	531
<u>Department of Justice</u>			
Passed through the Criminal Justice Coordinating Council: Crime Victim Assistance	16.575	C23-8-101 C23-8-249	35,260 107,635 142,895
Total Department of Justice			
<u>United States Environmental Protection Agency</u>			
Passed through the Georgia Environmental Finance Authority: Clean Water State Revolving Fund	66.458	CW2022030	1,769,566
<u>Department of Health and Human Services</u>			
<u>Aging Cluster</u>			
Passed through Northeast Georgia Regional Commission: Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	FY 2025	7,508
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	FY 2025	63,753
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	FY 2025	16,038
Nutrition Services Incentive Program	93.053	FY 2025	41,520
Total Aging Cluster of Programs			128,819

OCONEE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2025

Federal Grant/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass- Through Number	Expenditures
Department of Health and Human Services, continued			
Passed through Northeast Georgia Regional Commission: Social Services Block Grant	93.667	FY 2025	\$ 1,852
Total Department of Health and Human Services			<u>130,671</u>
Department of Homeland Security			
Passed through the Georgia Emergency Management Agency: Hazard Mitigation Grant	97.039	HMGP-4685-0013	<u>57,866</u>
Emergency Management Performance Grants	97.042	OEM22 OEM24	20,550 <u>20,065</u> <u>40,615</u>
State and Local Cybersecurity Grant Program Tribal Cybersecurity Grant Program	97.137	SLC2-042	<u>64,706</u>
Total Department of Homeland Security			<u>163,187</u>
Total Federal Awards			\$ 2,206,882

See accompanying notes to the schedule of expenditures of federal awards and the schedule of findings and questioned costs.

OCONEE COUNTY, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2025

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Oconee County, Georgia, under programs for the federal government for the fiscal year ended June 30, 2025. 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* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. De Minimis Indirect Cost Rate

Oconee County, Georgia has elected not to use the 10-percent *de minimis* indirect cost rate allowed under the Uniform Guidance.

4. Payments to Subrecipients

For the current fiscal year, Oconee County, Georgia did not pass federal funds through to subrecipients.

OCONEE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the fiscal year ended June 30, 2025

1. Summary of the Auditor's Results

A. Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	None reported
Significant deficiencies identified not considered material weaknesses?	None reported
Noncompliance material to financial statements noted?	None reported

B. Federal Awards

Internal control over major programs:	
Material weaknesses identified?	None reported
Significant deficiencies identified not considered material weaknesses?	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 the Uniform Guidance?	None reported
Identification of major programs:	
66.458	Clean Water State Revolving Fund
Dollar threshold used to distinguish Between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

OCONEE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the fiscal year ended June 30, 2025

2. Financial Statement Findings and Responses

A. Current Year Audit Findings

None reported.

B. Prior Year Audit Findings Follow-Ups

2024-001

Condition: While performing audit procedures on receipts for marriage licenses and firearm permits at the Probate Court, we noted instances where deposits were not made timely. We noted 8 of 30 (27%) receipts tested were held for more than seven days before depositing.

Corrected

3. Federal Award Findings and Questioned Costs

The audit of our basic financial statements and schedule of expenditures of federal awards disclosed no audit findings or questioned costs which are required to be reported under Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.

STATE REPORTING SECTION

This section contains additional reports required by the State of Georgia.

OCONEE COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH
SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2025

Project	Estimated Cost *		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<u>2015 Referendum</u>					
Recreation Facilities - General					
Obligation Debt Retirement	\$ 5,592,000	\$ 4,345,035	\$ 4,345,035	\$ 0	\$ 4,345,035
Water & Sewer Facilities	12,100,000	9,511,697	9,295,744	215,953	9,511,697
Roads, Streets & Bridges	12,000,000	11,205,000	11,205,000	0	11,205,000
Farmland Protection	500,000	415,574	415,574	0	415,574
Fire Station and Rescue					
Facilities and Equipment	3,019,500	2,517,444	2,517,444	0	2,517,444
Civic Center Facilities	1,500,000	1,081,956	1,081,956	0	1,081,956
Historic and Scenic Facilities	250,000	202,500	202,500	0	202,500
Library Facilities	2,000,000	1,565,178	1,565,178	0	1,565,178
General County Facilities	2,000,000	1,918,532	1,918,532	0	1,918,532
Animal Control Facilities	750,000	620,325	620,325	0	620,325
Economic Development Facilities	850,000	688,500	688,500	0	688,500
Recreational and Park Facilities	3,158,000	2,752,455	2,752,455	0	2,752,455
Law Enforcement Facilities					
and Equipment	3,100,000	2,670,742	2,670,742	0	2,670,742
Technology Facilities	475,000	285,997	285,997	0	285,997
City of Watkinsville	4,746,500	3,987,687	3,987,687	0	3,987,687
Town of Bogart	1,496,000	1,256,838	1,256,838	0	1,256,838
Town of North High Shoals	1,089,000	914,904	914,904	0	914,904
Town of Bishop	374,000	314,211	314,211	0	314,211
Total	<u>\$ 55,000,000</u>	<u>\$ 46,254,575</u>	<u>\$ 46,038,622</u>	<u>\$ 215,953</u>	<u>\$ 46,254,575</u>

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

OCONEE COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH
SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2025

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<u>2021 Referendum</u>					
County Projects:					
Recreational Facilities	\$ 5,495,000	\$ 5,495,000	\$ 1,415,203	\$ 747,531	\$ 2,162,734
Water and Sewer Facilities	7,500,000	7,500,000	0	0	0
Roads, Streets & Bridges	14,375,000	14,375,000	3,960,985	2,000,000	5,960,985
Farmland Protection	750,000	750,000	0	100,000	100,000
Fire Station and Rescue					
Facilities and Equipment	3,906,250	3,906,250	347,743	93,701	441,444
Historic and Scenic Facilities	125,000	125,000	0	0	0
Library and Administrative Facilities	6,875,000	6,881,357	2,445,392	1,113,000	3,558,392
General County Facilities	3,875,000	3,875,975	657,414	290,201	947,615
Broadband Facilities	6,109,780	6,109,780	110,767	0	110,767
Recreational and Park Facilities	3,375,000	3,375,000	69,994	251,072	321,066
Courthouse Facilities	625,000	625,000	0	0	0
Law Enforcement Vehicles	2,580,000	2,580,000	1,007,586	525,560	1,533,146
City of Watkinsville	5,579,144	5,579,144	2,717,533	1,127,047	3,844,580
Town of Bogart	1,758,433	1,758,433	856,511	355,222	1,211,733
Town of North High Shoals	1,280,035	1,280,035	623,489	258,581	882,070
Town of Bishop	439,608	439,608	214,127	88,806	302,933
Total	<u>\$ 64,648,250</u>	<u>\$ 64,655,582</u>	<u>\$ 14,426,744</u>	<u>\$ 6,950,721</u>	<u>\$ 21,377,465</u>

OCONEE COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH TRANSPORTATION
SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2025

Project	Expenditures				
	Estimated Cost		Prior Years	Current Year	Total
Original	Current				
<u>2022 Referendum</u>					
Transportation Purposes	\$ 61,734,500	\$ 61,734,500	\$ 5,868,258	\$ 8,788,690	\$ 14,656,948
City of Watkinsville	5,516,700	5,516,700	1,083,331	941,131	2,024,462
Town of Bogart	2,250,700	2,250,700	441,977	383,962	825,939
Town of North High Shoals	937,200	937,200	184,041	159,883	343,924
Town of Bishop	560,900	560,900	110,145	95,688	205,833
Total	<u>\$ 71,000,000</u>	<u>\$ 71,000,000</u>	<u>\$ 7,687,752</u>	<u>\$ 10,369,354</u>	<u>\$ 18,057,106</u>

OCONEE COUNTY, GEORGIA
SCHEDULE OF STATE CONTRACTUAL ASSISTANCE
For the fiscal year ended June 30, 2025

State Program Name	Grant Period	Contract Number	State Expenditures	Amount Received	Amount Due from State
Family Connection	07/01/24 to 06/30/25	93-25-116074	\$ 56,250	\$ 42,188	\$ 14,062

OCONEE COUNTY, GEORGIA
SCHEDULE OF SUPPLEMENTAL OFFICIAL INCOME
For the fiscal year ended June 30, 2025

County Constitutional Officer	Supplemental Income Type	Amount Collected	Amount Disbursed	Amount Retained by County Officer
Tax Commissioner	Fee for collection of taxes for other governments	\$ 6,608	\$ 2,643	\$ 3,965
Probate Court	Fee for processing vital records.	25,335	17,835	7,500