

***Audit Report Presentation
For the year ended June 30, 2021***



February 3, 2022

AUDIT OPINION – P.1-3

Town of Tyrone's Responsibilities

The financial statements are the responsibility of the Town of Tyrone's management.

Rushton's Responsibilities

As independent auditors for the Town of Tyrone, our responsibility is to express opinions on the fair presentation of the financial statements.

Auditing Standards

We audited the Town's financial statements in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States.

Unmodified Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Town of Tyrone, Georgia, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows for the year then ended.

Government-wide Statements

These statements provide the reader with information on the Town as a whole, using the full accrual basis of accounting. Columns are presented for the governmental activities and the business-type activities.

Two statements:

Statement of Net Position – Page 4 and 5

- Presents the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and residual net position of the Town

Statement of Activities – Page 6

- Presents the results of operations of the Town

Net Position – Last 5 Fiscal Years

Fiscal Year	Net Investment in Capital Assets	Restricted Net Position	Unrestricted Net Position	Total Net Position	Revenues over (under) Expenses	
2017	\$ 7,765,694	\$ 294,795	\$ 7,975,907	\$ 16,036,396	\$ 292,160	
2018	9,748,653	1,106,821	7,431,657	18,287,131	2,250,735	¹
2019	10,193,094	1,708,900	7,873,293	19,775,287	1,488,156	²
2020	11,195,846	2,324,800	9,566,294	23,086,940	3,311,653	³
2021	12,840,813	2,136,532	11,303,715	26,281,060	3,194,120	⁴

¹ Increase in SPLOST funds, Property Taxes, TAVT, and LOST

² Increase in Public Works expenses (road paving & repair, stormwater and drainage repair & maintenance)

³ Increase in capital contributions for the sewer system expansion and infrastructure

Decrease in public works expenses over prior year due to less road resurfacing and stormwater maintenance

⁴ Increase in public safety, public works and housing and development expenses

General Fund – P. 56-61

Revenues

Increased \$1,074,096, 20.4%

- Property taxes increased \$213,560
- LOST increased \$309,998
- Insurance Premium Tax increased \$28,694
- CARES grant totaled \$392,922
- Licenses and permits increased \$68,746 – includes ROW fees totaling \$50K that are not expected to be recurring

Expenditures

Decreased \$1,109,808, 14.7%

- General Government decreased \$1,533,576
- Public Safety decreased \$15,053
- Public Works increased \$189,215
- Housing and Development increased \$130,292
- Debt Service increased \$114,247

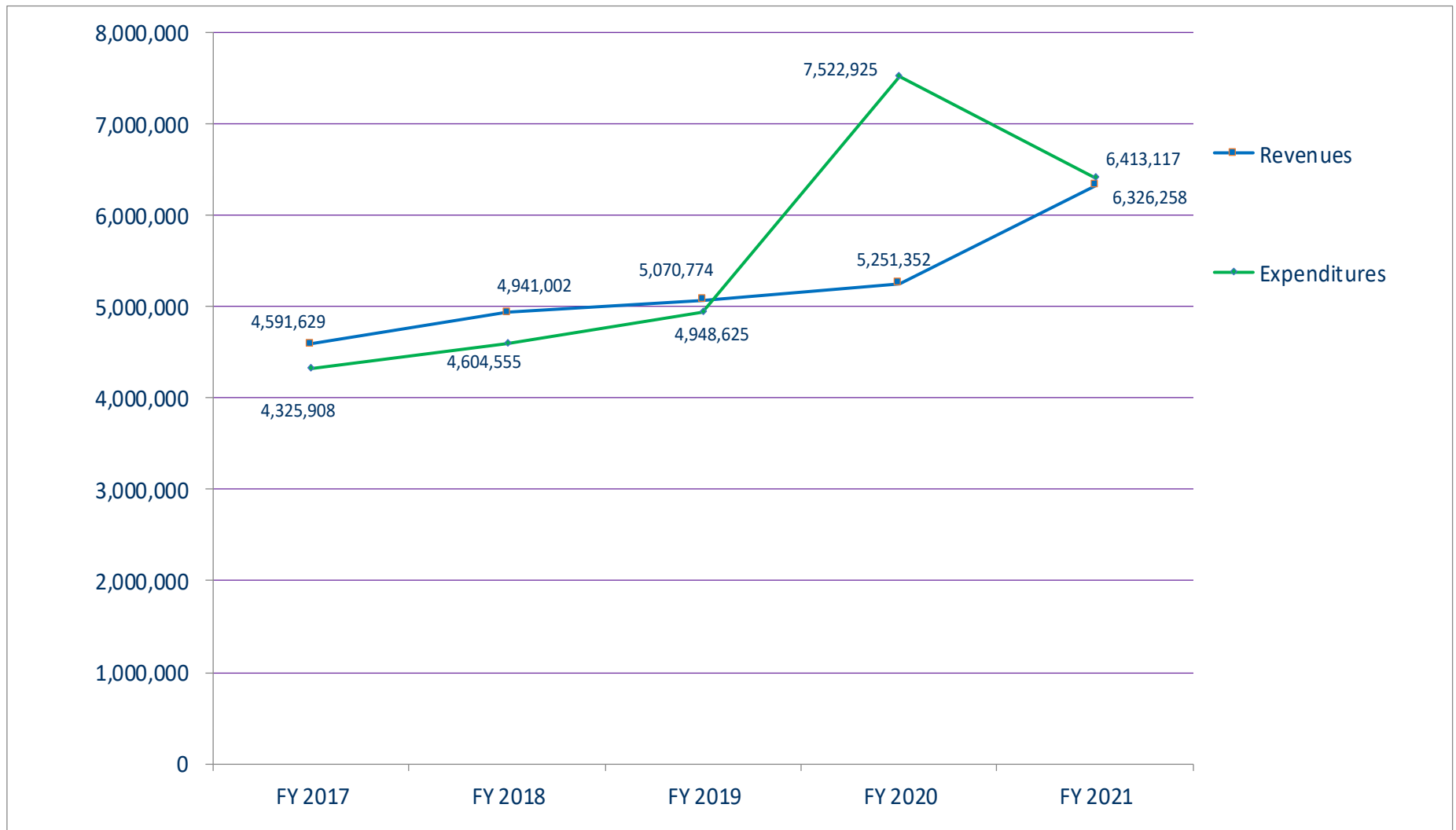
Unassigned Fund Balance

FY 2021: \$8,283,898 (15.5 months)

FY 2020: \$7,330,953 (11.69 months)

General Fund

Revenues & Expenditures – Last 5 Fiscal Years



Sewer Fund – P. 66-68

Operating Revenue

Decreased \$1,466, 0.3%

Operating Expenses

Decreased \$52,210, 10.4%

- Decrease in the cost of sales and services (\$59K) and increase in personal services (\$4K).

Sanitation Fund – P. 69-71

Operating Revenues

None in FY 21 or FY 20

Operating Expenses

None in FY 21 or FY 20

The Town discontinued providing sanitation collection services and outsourced all activities, including billing and collection, beginning April 1, 2018. All funds except \$50,000 were transferred to the General Fund as approved by Council in FY 2019.

Consideration should be given to moving the cash and closing the fund.

Report on Internal Control and Other Matters – P. 74-75

In accordance with *Government Auditing Standards*, we have issued our report on our consideration of the Town of Tyrone's internal controls and our tests of compliance.

This report describes the scope of our testing of internal control and compliance, and the results of that testing, but is not intended to provide an opinion on the internal control or compliance.

Current Reporting Changes

GASB 84

The Governmental Accounting Standards Board (GASB) has issued Statement No. 84, *Fiduciary Activities*. Effective for Town of Tyrone for June 30, 2021.

The statement establishes guidance regarding the identification of fiduciary activities and a financial reporting model for fiduciary activities for state and local governments. The statement requires governments to report fiduciary activities in specific fiduciary fund types.

The statement requires fiduciary activities to be reported in financial statement of fiduciary net position and a statement of changes in fiduciary net position.

Future Reporting Changes

GASB 87

The Governmental Accounting Standards Board (GASB) has issued Statement No. 87, *Leases*. Effective for Town of Tyrone for June 30, 2022.

The statement establishes a single approach to accounting for and reporting leases for state and local governments. The statement requires governments to recognize certain lease assets and liabilities that previously were classified as operating leases.

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