



Rock Solid

City of Elberton, Georgia

Annual Comprehensive Financial Report

For the fiscal year ended
June 30, 2022

Prepared by:

Department of Finance

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Part I

Introductory Section



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City of Elberton
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the fiscal year ended June 30, 2022

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Elberton
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

CITY OF ELBERTON, GEORGIA

CITY OFFICIALS

June 30, 2022

MAYOR

R. Daniel Graves

CITY COUNCIL

Terry Burton, Mayor Pro Tempore

Carey Butler

Troy Colquitt

Kyle Parham

Rick Prince

CITY MANAGER

Lanier W. Dunn, CPA

CITY ATTORNEY

John Stephen Jenkins, Sr.

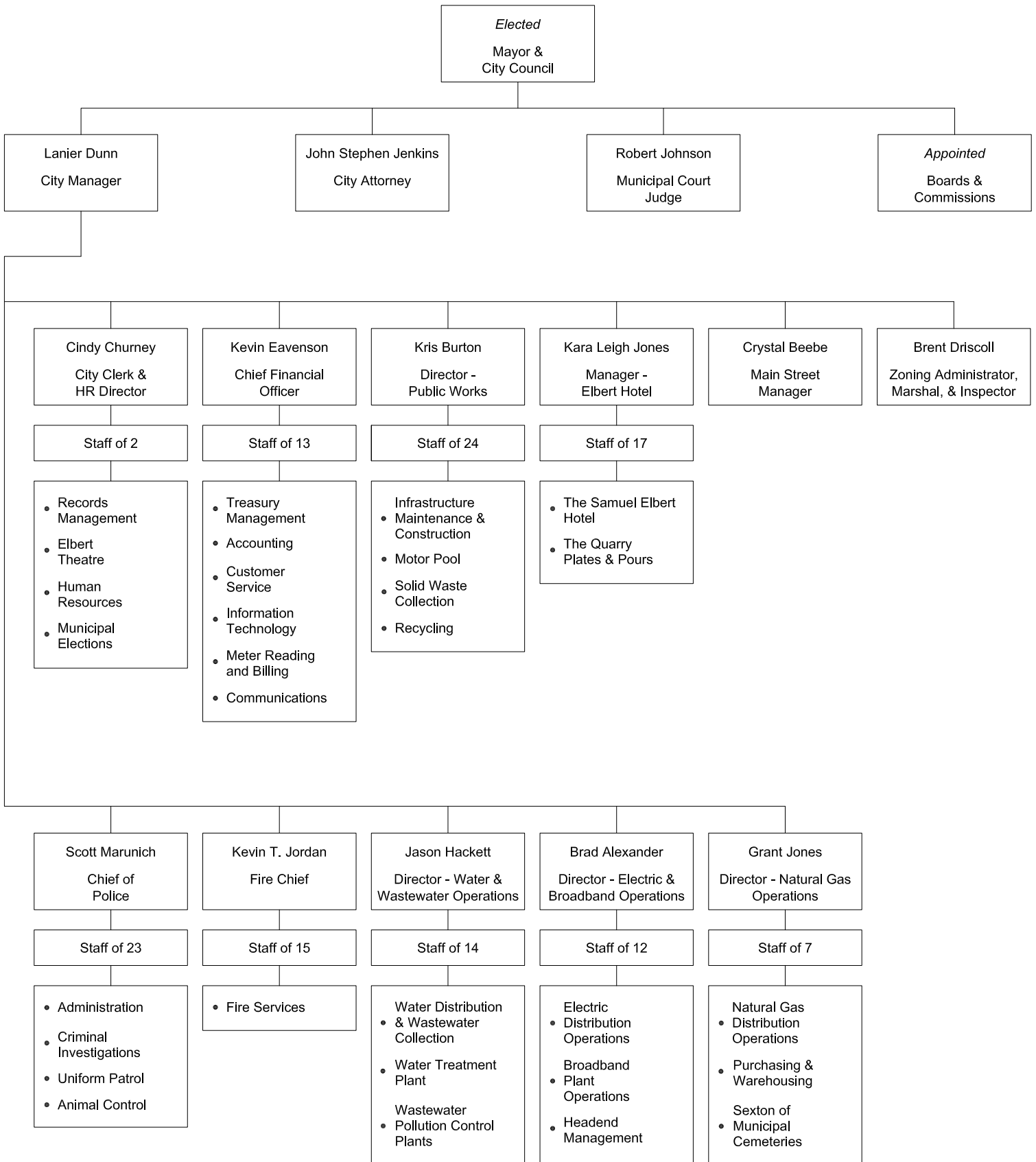
MUNICIPAL COURT JUDGE

Robert A. Johnson

City of Elberton, Ga.

Organizational Chart

as of June 30, 2022





203 ELBERT STREET • PO BOX 70 • ELBERTON, GA 30635-0070
(706) 213-3100 • cityofelberton.net

Rock Solid

November 11, 2022

The Honorable R. Daniel Graves, Mayor
Members of the City Council, and
Citizens of the City of Elberton

Ladies and Gentlemen:

The Annual Comprehensive Financial Report of the City of Elberton, Georgia, for the fiscal year ended June 30, 2022, is submitted for review as mandated by both local ordinance and state statutes. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

To provide a reasonable basis for making these representations concerning the finances of the City, the City of Elberton has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Elberton's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

In the Financial Section immediately after the independent auditor's report is a management's discussion and analysis which provides a narrative introduction, overview, and analysis of the basic financial statements. Management's discussion and analysis begins on page 5. The Elberton Code of Ordinances and the Official Code of Georgia, annotated, require an annual audit of the books of account, financial records and transactions of all funds and activities of the City by independent certified public accountants selected by the Mayor and Council. This requirement has been met, and the independent auditor's report has been included in the Financial Section of this report.

This report has been prepared with the guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA), in accordance with

generally accepted accounting principles and current financial reporting standards as set forth by the Governmental Accounting Standards Board (GASB).

PROFILE OF THE GOVERNMENT

The City of Elberton is located in the northeast part of the State of Georgia, within the boundaries of Elbert County. According to the 2020 U.S. Census, Elberton has a population of 4,640 while Elbert County has 19,637. Elberton is approximately 35 miles east of Athens, Georgia, and about 100 miles east of Atlanta. Elberton was chartered by the State of Georgia in 1803. The governing authority of the City is composed of a Mayor and five Council Members, who appoint a Manager to administer the daily operations of the City.

The City of Elberton provides a full range of governmental and utility services. These include general government administration, police and fire protection, sanitation and recycling services, animal control, streets and public works, cemetery services, parks and recreation, planning and zoning, and a municipal court system. Elberton Utilities, a department of the City of Elberton, provides electric, natural gas, water and wastewater services to customers in the City as well as a large portion of Elbert County. ElbertonNET Technology Services, a department of the City, provides telecommunications, cable television, and Internet, and voice-over-IP phone services to customers in the City and parts of Elbert County.

The annual budget serves as the foundation for the City of Elberton's financial planning and control. All agencies of the City of Elberton are required to submit requests for appropriation to the City Manager in April of each year. The City Manager uses these requests as a starting point for developing a proposed budget. The City Manager then presents this proposed budget to the council for review during the month of May. The council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the City of Elberton's fiscal year. The appropriated budget is prepared by fund, function, and department. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

This report includes all the funds of the City of Elberton. Following standards established by the Governmental Accounting Standards Board and others, the City of Elberton has reviewed the relationship between itself and other local agencies to determine the amount of control or dependency on the City. The procedures to determine the amount of control or dependency have been outlined in the notes in the Financial Section. As stated in the notes to the basic financial statements, the City of Elberton Housing Authority has not been included in the City's financial statements. The City has included the Downtown Development Authority in this financial report as a discretely presented component unit because that legally separate entity has a high level of financial dependency from the City, and the authority board members are appointed by the Mayor and Council of the City.

ECONOMIC CONDITION AND OUTLOOK

The City's economy continues to be based on the granite industry, which began operation in 1898. In 1951 the Elberton Granite Association, Inc., was formed to encourage cooperation

between quarries and manufacturers. A total of 120 separate firms and quarries are operating businesses in granite production or its allied services in Elbert County. Approximately 1,800 persons are employed in the granite industry, with an annual payroll of \$57 million. Statistics indicate that Georgia's stone industry, centered in the Elberton granite district, continues to lead the nation in total production. The financial well-being of Elberton is heavily dependent on a stable granite industry.

The City's purchase of and continuing investment in the Elberton Industrial Park underscores the City's commitment to economic growth in the area. Elberton Utilities and ElbertonNET will continue to work closely with local industry to provide needed infrastructure for expansion at local plants. Elberton's Industrial Park is home to the nationally famous "Bubba Burger." "Bubba Burgers," made in Elberton, are shipped all over the eastern seaboard and Midwestern U.S.

The Downtown Development Authority has operated the Main Street Elberton organization for over twenty years. The City employs a full time director to manage the Main Street program and to work with businesses in the historic downtown area to plan and promote events that attract commerce to the downtown area. Main Street also recruits small businesses to occupy vacant commercial spaces in the area. Annually, Main Street Elberton is recognized as an "Accredited National Main Street Program" by the National Trust for Historic Preservation.

LONG-TERM FINANCIAL PLANNING

The Mayor and Council of the City of Elberton meet annually with the City Manager and department heads to discuss the overall operations of the city. The elected officials and staff review the financial performance of the city departments and evaluate the various revenue streams of the city including taxes and sales of utility services. During this planning session, the elected officials agree on the overall strategic direction of the city and various projects to be included in the upcoming annual budget. The progress of long-term capital projects are reviewed and evaluated.

The Mayor and Council will review proposed expansion capital projects for the utility systems based on an anticipated payback schedule. Most projects have a payback period of less than ten years. However, some are longer.

The Mayor and Council are presented with financial information usually with a ten-year history of revenues and expenditures. The total unrestricted cash on hand at year-end is examined and the days of operating cash on hand is evaluated. The current ratio (current assets divided by current liabilities) is examined. Total long-term debt and total required debt service (principal and interest payments) is considered.

MAJOR EVENTS OR INITIATIVES

The City continued to provide daily services to 4,600 citizens in the City as well as over 6,200 utility accounts in the City and Elbert County. The impact the City has on this community

is evident on a daily basis in the majority of homes, businesses, and organizations in the area. Following are highlights of major projects or events in fiscal year 2022.

The City of Elberton began receiving proceeds from the 2017 special purpose local option sales tax in fiscal year 2018. This special sales tax, approved by Elbert County voters, was budgeted to fund \$3.4 million of capital projects over the next six years in the City of Elberton. The proceeds from the 2017 special purpose local option sales tax (SPLOST) are scheduled to conclude in June, 2023. Several capital projects during fiscal year 2022 were funded by the 2017 sales tax. Included in these projects were purchases of vehicles and equipment for the police department, fire department, and the public works department. The sales tax also funded a downtown renovation project and street lighting improvements.

The City of Elberton also began receiving proceeds from the 2019 transportation special purpose local option sales tax in fiscal year 2020. This special sales tax, approved by Elbert County voters, was budgeted to fund \$2.3 million of capital projects over the next five years in the City of Elberton. The proceeds from the 2019 transportation special purpose local option sales tax (TSPLOST) are scheduled to conclude in June, 2024. During fiscal year 2022, a total of 2.2 miles of streets were paved with the 2019 TSPLOST funds.

The divisions of Elberton Utilities concluded several projects in fiscal year 2022 that are part of long term renewal or expansion plans. The electric division continues to work on renewal projects to increase the safety, longevity and reliability of the city's electric grid. During fiscal year 2022, the electric division replaced several hundred poles to renew and strengthen the city's electric infrastructure. The natural gas division completed extensions of new gas service mains to a large poultry farm and to several residential customers within the county. Additionally, the water division continued the construction of a new clear well finished water storage tank at the water filter plant that would more than double capacity for storing fresh water.

ElbertonNET completed the Southeast Elbert fiber-to-the-home construction project which significantly added to the service territory. ElbertonNET began another large project to bring fiber-to-the-home connectivity to dozens of unserved census blocks within the county that will be completed in FY23. Additionally, ElbertonNET continues to invest in upgrades to headend equipment to accommodate higher bandwidth needs and Internet usage growth.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Elberton for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2021, for the nineteenth consecutive year. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

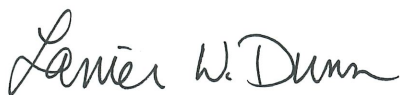
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR, the contents of which conform to program

standards. The ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA for review.

We would like to thank the Mayor and the members of the City Council for their interest and support in this report on the financial condition of the City. The Mayor and Council should also be acknowledged for their valuable contributions in the planning and conducting of the financial affairs of the City in a responsible and progressive manner.

Respectfully submitted,



Lanier W. Dunn, CPA
City Manager



Kevin Eavenson
Controller

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Part II
Financial Section



Rock Solid

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Independent Auditor's Report

Honorable Mayor and Members
of the City Council
City of Elberton, 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 discretely presented component unit, each major fund, and the aggregate remaining information of the City of Elberton, Georgia, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining information of the City of Elberton, Georgia, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons of the General Fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

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 the City of Elberton, 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 the City of Elberton, 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 the City of Elberton, 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 the City of Elberton, 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 information on pages 5 through 14 and 74 through 81, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about 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 the City of Elberton, Georgia's basic financial statements. The combining and individual fund financial statements and schedules, the schedule of projects financed with transportation special purpose local option sales tax, and the schedule of projects financed with special purpose local option sales tax are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) 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 and individual fund financial statements and schedules, the schedule of projects financed with transportation special purpose local option sales tax, the schedule of projects financed with special purpose local option sales tax, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules, the schedule of projects financed with transportation special purpose local option sales tax, the schedule of projects financed with special purpose local option sales tax, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States, the City of Elberton, Georgia's basic financial statements for the year ended June 30, 2021, which are not presented with the accompanying financial statements. In our report dated November 10, 2021, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Elberton's basic financial statements as a whole. The individual fund financial statements and schedules, related to the 2021 financial statements, are presented for the purposes of additional analysis and are not a required part of the financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The 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 2021 individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

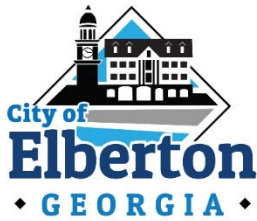
Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2022, on our consideration of the City of Elberton, 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 the City of Elberton's internal control over financial reporting.

Rushton, LLC

Certified Public Accountants

Gainesville, Georgia
November 11, 2022



Rock Solid

MANAGEMENT’S DISCUSSION AND ANALYSIS

Management of the City of Elberton is pleased to provide this narrative discussion and analysis of the City’s financial activities for the fiscal year ended June 30, 2022. The City’s financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City of Elberton exceeded its liabilities and deferred inflows at the close of the fiscal year by \$55.5 million (reported as “*net position*”). Of this amount, \$15.9 million (*unrestricted net position*) may be used to meet the City’s ongoing obligations to citizens and creditors.
- The City’s total net position increased by \$4,478,969 as a result of this year’s activities.
- The City’s governmental funds report combined ending fund balances of \$2,774,861. Approximately 15% of this amount, \$423,171, is available for spending at the City’s discretion (*unassigned fund balance*), within the purposes of the funds.
- The City’s proprietary funds report net position of \$46.7 million at the end of the fiscal year, an increase of \$2,605,842 as a result of the current year’s operations.
- The City’s liabilities totaled \$12.8 million on June 30, 2022. Most of these liabilities (69% or \$8.8 million) consist of revenue bonds, notes payable, capital leases, or interest on those obligations to finance improvements or extensions of the City’s business-type activities.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Elberton’s basic financial statements. The City of Elberton’s basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* include the *statement of net position* and the *statement of activities*. One of the most important questions asked about the City’s finances is “Is the City as a whole better off or worse off as a result of the year’s activities?” The *statement of net position* and the *statement of activities* report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. Accrual of the current year’s revenues and expenses are taken into account regardless of when cash is received or paid.

The *statement of net position* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net position*. The City's *net position*, which is the difference between assets, what the citizens own, and liabilities, what the citizens owe, is one way to measure the City's *financial position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Other non-financial factors, however, such as changes in the City's property tax base and the condition of the City's capital assets (roads, buildings, and utility systems) must be considered to assess the *overall health* of the City.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements divide the City into two kinds of activities:

- **Governmental activities:** most of the City's basic services are reported here, including police, fire, infrastructure maintenance, parks and recreation, cemetery, and general administration. Taxes, grants, and interfund transfers from the utility system finance most of these activities.
- **Business-type activities:** the City charges a fee to customers to cover all or most of the cost of certain services it provides. The City's utility and solid waste services are reported here.

The government-wide financial statements can be found on pages 15-17 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required to be established by state law. The City of Elberton uses three categories of funds: governmental funds, proprietary funds, and a custodial fund.

In fund financial statements, information is presented in separate columns for each of the major funds. Data from non-major funds are combined into a single, aggregated column for presentation. Individual fund data for each of these non-major funds is provided in the form of combining statements elsewhere in this report.

Governmental funds. Most of the City's basic *governmental activities* reported in the government-wide statements are accounted for in *governmental funds*, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. The relationship (or differences) between *governmental activities* (reported in the *statement of net position* and the *statement of activities*) and *governmental funds* is described in a reconciliation following the fund financial statements. The City uses several governmental funds, of which the general fund is considered a major fund, whose basic financial statements can be found on pages 18-23 of this report.

Proprietary funds. When the City charges customers for the full or partial cost of the services it provides whether to outside customers or to other units of the City, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the *statement of net position* and the *statement of activities* using the accrual basis of accounting. *Enterprise funds* are a type of proprietary fund used to account for functions reported as *business-type activities* in the government-wide statements. The City uses several enterprise funds to account for separate business-type activities and are reported in the basic proprietary fund financial statements on pages 24-28 of this report.

Custodial fund. The City is a trustee, or fiduciary, for the municipal court custodial fund. The City's fiduciary activity is reported in a separate Statement of Fiduciary Net Position on page 29. This activity is excluded from the City's other financial statements because the City cannot use these assets to finance its operations.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-73 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including combining financial statements for non-major funds referred to earlier. Individual fund statements and schedules are presented following the required supplementary information. These statements and schedules contain much more detailed financial information about individual services or divisions of the City.

This report includes two schedules (pages 19 and 21) that reconcile the amounts reported on the governmental fund financial statements (modified accrual basis of accounting) with the governmental activities reported on the government-wide financial statements (accrual basis of accounting). The following summarizes the impact of transitioning from modified accrual to accrual accounting:

- Capital assets used in governmental activities on the government-wide statements are not reported on the fund financial statements.
- Unless due and payable, long-term liabilities appear only in the government-wide statements.
- Capital outlay spending results in capital assets on the government-wide statements but is reported as expenditures on the governmental fund financial statements.
- Some expenses reported in the government-wide statements represent increases in liabilities on the government-wide statements but are not reported as expenditures in governmental funds because they do not require the use of current financial resources.

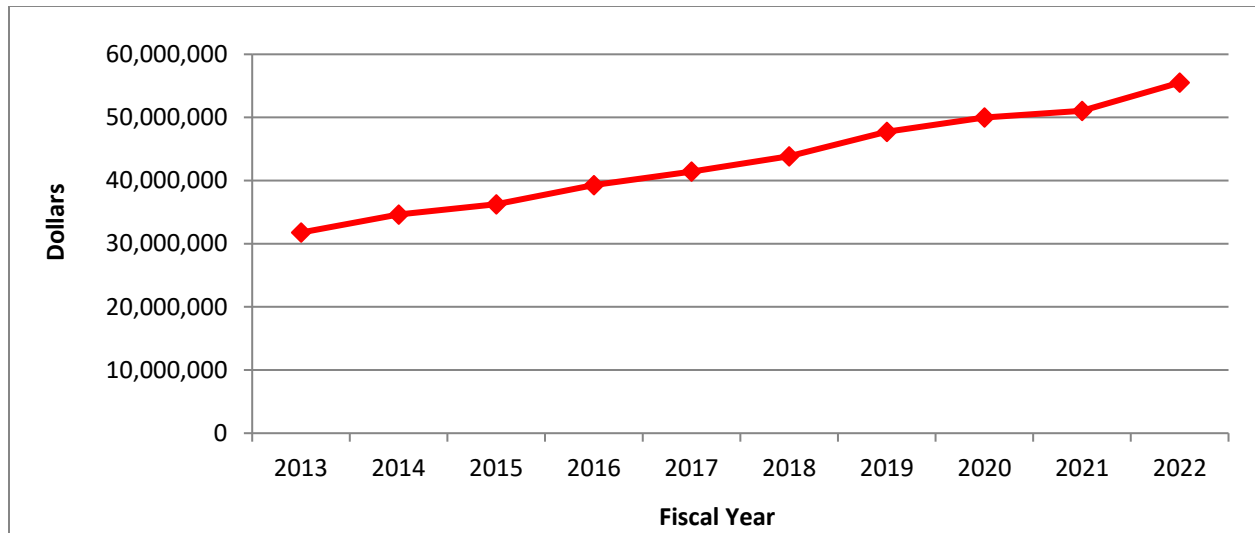
GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Elberton, assets exceeded liabilities by \$55,513,104 at the close of the most recent fiscal year.

City of Elberton
Net Position as of June 30, 2022 and 2021
(in Thousands)

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and Other Assets	\$ 3,814	\$ 2,149	\$ 20,833	\$ 19,139	\$ 24,647	\$ 21,288
Net Capital Assets	6,205	5,551	38,629	37,208	44,834	42,759
Total Assets	10,019	7,700	59,462	56,347	69,481	64,047
Deferred outflows of resources	964	757	905	680	1,869	1,437
Long-term Liabilities	271	926	8,221	8,403	8,492	9,329
Other Liabilities	459	509	3,895	4,323	4,354	4,832
Total Liabilities	730	1,435	12,116	12,726	12,846	14,161
Deferred inflows of resources	1,481	124	1,510	166	2,991	290
Net investment in capital assets	6,069	5,415	29,491	27,972	35,560	33,387
Restricted Net Position	2,061	1,017	1,957	3,811	4,018	4,828
Unrestricted Net Position	642	467	15,293	12,352	15,935	12,819
Total Net Position	\$ 8,772	\$ 6,899	\$ 46,741	\$ 44,135	\$ 55,513	\$ 51,034

Total Net Position – Ten Fiscal Years



The largest portion of the City’s net position (64%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net position totaling \$4,018,330 is constrained by legal requirements and is not available for day-to-day operations of the City. The remaining balance of *unrestricted net position* (\$15,934,268) may be used to meet the City's ongoing obligations to citizens and creditors. The portion of unrestricted net position from business-type activities was \$15,292,245 at the end of the fiscal year. The portion of unrestricted net position resulting from the City's governmental activities was \$642,023 at the close of the fiscal year.

The City's net position increased by \$4,478,969 during the current fiscal year. Governmental activities resulted in an increase in net position of \$1,873,127 while business-type activities resulted in an increase of net position of \$2,605,842. The following table was derived from the government-wide Statement of Activities and reflects how the City's net position changed during the fiscal year.

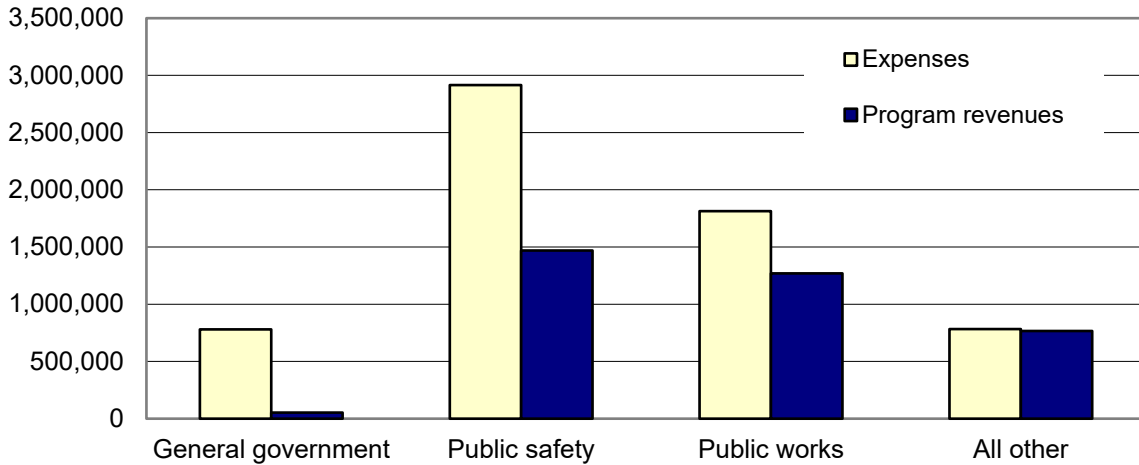
City of Elberton
Changes in Net Position for the Fiscal Years ended June 30, 2022 and 2021
(in Thousands)

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program Revenues:						
Charges for Services	\$ 397	\$ 326	\$ 31,646	\$ 29,836	\$ 32,043	\$ 30,162
Operating Grants and Contributions	989	227	0	0	989	227
Capital Grants and Contributions	2,170	1,339	1910	263	4,080	1,602
General Revenues:						
Taxes	1,820	1,689	0	0	1,820	1,689
Interest and Investment Earnings	3	4	146	139	149	143
Net change in the value of investments	0	0	(1,014)	(107)	(1,014)	(107)
Miscellaneous	18	43	73	89	91	132
Total Revenues	5,397	3,628	32,761	30,220	38,158	33,848
Expenses:						
General Government	780	859	0	0	780	859
Judicial	87	89	0	0	87	89
Public Safety	2,915	3,177	0	0	2,915	3,177
Public Works	1,812	1,722	0	0	1,812	1,722
Health and Welfare	9	41	0	0	9	41
Culture and Recreation	184	185	0	0	184	185
Housing and Development	502	331	0	0	502	331
Combined Public Utilities	0	0	20,054	19,323	20,054	19,323
ElbertonNET Technology Services	0	0	4,898	4,744	4,898	4,744
Solid Waste	0	0	969	1,067	969	1,067
Elbert Theatre	0	0	139	133	139	133
Elbert Hotel	0	0	1,330	1,127	1,330	1,127
Total Expenses	6,289	6,404	27,390	26,394	33,679	32,798
Indirect Cost Allocation	625	653	(625)	(653)	0	0
Increase (Dec) in Net Position						
Before Transfers	(267)	(2,123)	4,746	3,173	4,479	1,050
Transfers	2,140	1,582	(2,140)	(1,582)	0	0
Change in Net Position	1,873	(541)	2,606	1,591	4,479	1,050
Net Position - July 1	6,899	7,440	44,135	42,544	51,034	49,984
Net Position - June 30	\$ 8,772	\$ 6,899	\$ 46,741	\$ 44,135	\$ 55,513	\$ 51,034

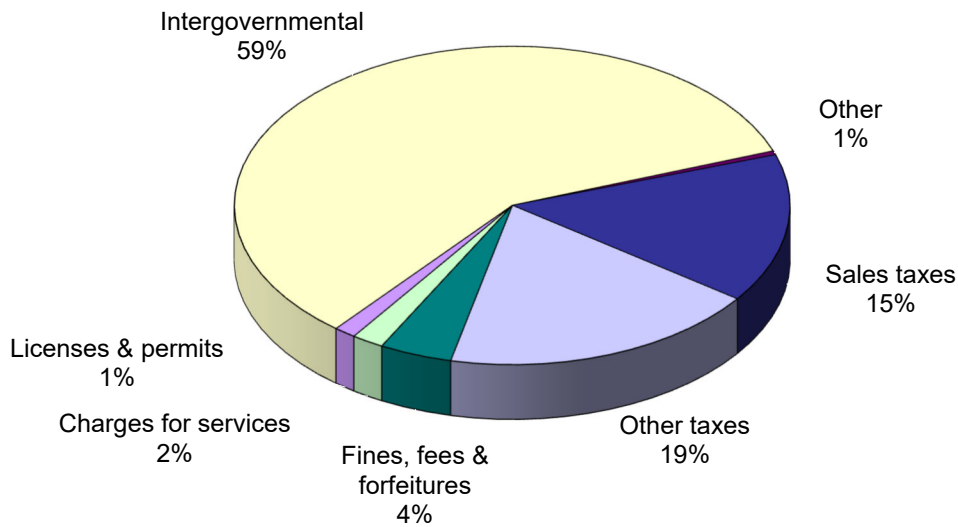
Governmental Activities. Governmental activities increased the net position of the City by \$1,873,127. Revenues for the City’s governmental activities increased by 49% (\$1,769,362) over fiscal year 2021. This increase in revenues is mostly due to about two factors. First, federal funds were received in the amount of \$948,554 from the American Rescue Plan Act. Second, capital grants and contributions in FY22 were \$831,101 higher than FY21. This increase is mostly due to a grant received from the State of Georgia for stabilization and rehabilitation of the Bailey Building on the Public Square in downtown Elberton. The grant received in FY22 for this purpose was \$697,755.

Expenses for governmental activities decreased by 1.8% (\$114,116) during fiscal year 2022.

Expenses and Program Revenues – Governmental Activities



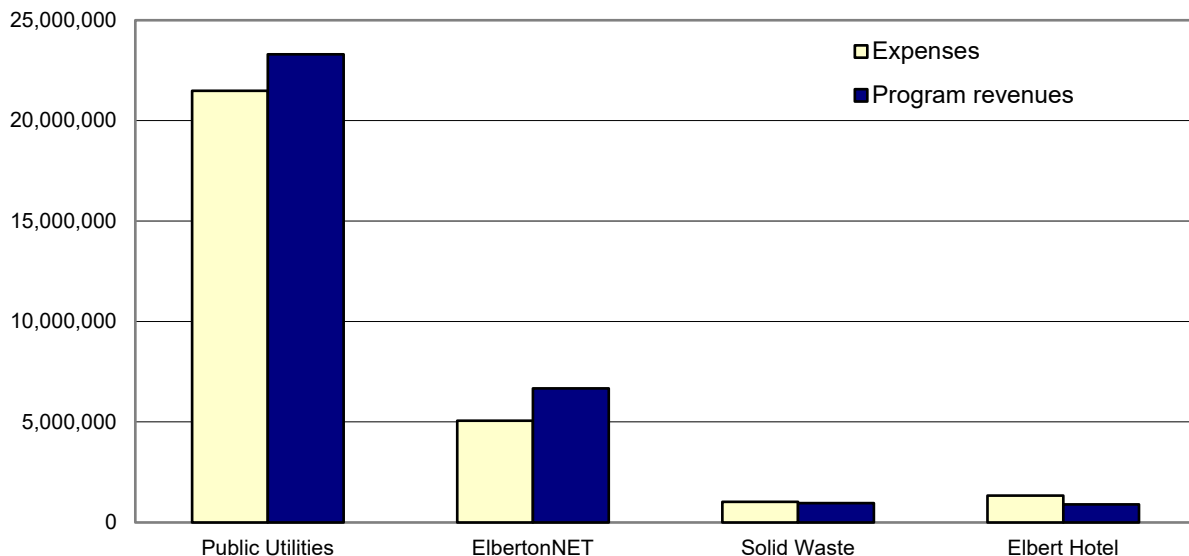
Revenues by Source – Governmental Activities



Business-type activities. Business-type activities increased the City’s net position by \$2,605,842. Key elements of this increase are as follows:

- Sales for business-type activities were \$31.7 million, which was an increase of \$1,825,228 from the prior fiscal year sales.
- Sales in the combined public utility fund for electric, water, sewer, and natural gas services increased by \$886,504 or 4% over last fiscal year.
- Electric sales increased 2.7%, natural gas sales increased by 8.7%, and water and sewer sales increased by 3.7%. The increase in natural gas sales was primarily due to an increase in the natural gas commodity purchased for resale to customers. Units sold of natural gas actually decreased by 9% as compared to FY21.
- Operating income in the combined public utility fund before non-operating income or losses or transfers to other funds was \$2.78 million, or 6.2% higher than last year’s income of \$2.62 million. This increase was primarily due to higher sales of water and sewer over the prior year.
- The ElbertonNET technology services enterprise fund experienced sales of \$6.65 million, an increase of 10.2% over the prior year sales of \$6.03 million. Most of this increase was related to a significant rise in the number of new customers obtained during the fiscal year from the new Southeast Elbert fiber-to-the-home expansion project.
- Sales for the Solid Waste operations totaled \$954,527, an increase of \$43,334 or 4.8% over the prior fiscal year. Sales of recyclable material increased by \$29,960 over the prior year, accounting for the majority of the fund’s revenue increase. The price for recyclables increased as market price for cardboard increased during the year.
- Sales in the Elbert Hotel fund totaled \$892,957, an increase of \$219,478 or 33% over the prior fiscal year. This increase is a result of adding restaurant and bar sales to the lodging operation of the hotel.

Expenses and Program Revenues – Business-type Activities



FINANCIAL ANALYSIS OF THE GOVERNMENT’S INDIVIDUAL FUNDS

As noted earlier, the City of Elberton uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and financial reporting requirements.

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

At the end of the current fiscal year, the City’s general fund reported an ending fund balance of \$713,987, a decrease of \$17,443 or 2.4% in comparison with the prior year. Approximately 59% of this amount (\$423,171) constitutes *unassigned fund balance*, which is available for spending at the City’s discretion. The remainder of fund balance is either (a) *nonspendable* to indicate that these amounts cannot be spent because they are either not in a spendable form such as inventory and prepaid insurance, (b) are legally or contractually *restricted* for a particular purpose such as special purpose sales tax proceeds, or (c) are *assigned* for a particular purpose or project by management.

As a measure of the general fund’s liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 8.4% of total general fund expenditures for the current fiscal year.

As in previous fiscal years, the City of Elberton levied no property tax to finance current operations. Therefore, the City’s general fund relied heavily on transfers from the proprietary funds (or business-type activities) to finance the governmental activities of the City such as public safety and public works. The transfer from the combined public utility enterprise fund was \$2,140,000 which is \$270,000 more than the amount transferred in fiscal year 2021.

Proprietary funds. The City’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The change in net position in the proprietary funds is depicted in the following table. Factors concerning the performance of the proprietary funds have already been addressed in the discussion of the City of Elberton’s business-type activities.

City of Elberton Proprietary Funds
Net Position as of June 30, 2022

	Combined Public Utility System	ElbertonNET Tech Services	Elbert Hotel	All Other Proprietary	Total
Operating Revenues	\$ 23,143,672	\$ 6,654,123	\$ 892,957	\$ 1,007,514	\$ 31,698,266
Operating Expenses	20,363,010	5,060,938	1,266,061	1,159,323	27,849,332
Operating income (loss)	2,780,662	1,593,185	(373,104)	(151,809)	3,848,934
Non-operating income (loss)	(337,287)	1,298,531	(64,336)	-	896,908
Transfers in (out)	(3,040,000)	(198,000)	900,000	198,000	(2,140,000)
Change in net position	(596,625)	2,693,716	462,560	46,191	2,605,842
Net Position, July 1	38,059,249	5,712,910	460,566	(97,800)	44,134,925
Net Position, June 30	\$ 37,462,624	\$ 8,406,626	\$ 923,126	\$ (51,609)	\$ 46,740,767

GENERAL FUND BUDGETARY HIGHLIGHTS

There were two budget amendments approved during the fiscal year. Total appropriations increased by \$59,208 for the fiscal year. The first amendment was to authorize pay supplements to all full-time employees after accepting funding from the State of Georgia in the amount of \$38,754 for the portion of the pay supplements designated for public safety employees. A second amendment that did not increase total appropriations was also adopted to reallocate for expenditures that were not planned in the original budget. General fund revenues ended the year at 9%, or \$227,845, above budget. Additionally, expenditures in the general fund were \$127,220, or 2.5%, under budget for the fiscal year.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The City of Elberton's investment in capital assets for its governmental and business-type activities as of June 30, 2022, totals \$44,792,667 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure, and distribution systems for electricity, natural gas, water, sewer, and broadband services. This total also includes \$377,692 in intangible assets, primarily for the City's raw water storage rights at Lake Richard B. Russell. More detailed information about the city's capital assets is presented in the notes to the basic financial statements.

During the fiscal year, the City invested \$4,813,313 in new capital assets. Investment for business-type activities totaled \$3,776,447 while \$1,036,866 was for governmental activities. Major capital asset events during the current fiscal year included the following:

Governmental Activities – \$1,036,866 total

- \$402,666 to complete construction of the Medical Drive stormwater replacement project
- \$42,320 for the installation of a new roof for the Burke Street gymnasium
- \$207,809 for the purchase of equipment for the police department
- \$278,500 for the purchase of a new street sweeper for the public works department
- \$105,571 for the purchase of a new dump truck for the public works department

Business-type Activities – \$3,776,447 total

- \$48,714 for the installation of a new roof on the customer service building at the utilities complex and for upgrades on the security systems of the building
- \$1,951,120 for partial work on the new clearwell and high service pump station for the water filter plant
- \$125,853 to purchase equipment for the water department
- \$84,116 to construct new natural gas pipeline and service mains to a large poultry farm and to residential customers
- \$57,447 to purchase equipment for the natural gas department
- \$1,431,543 for the construction of fiber-to-the-home system expansions for ElbertonNET and for equipment for ElbertonNET
- \$77,653 for the completion of new windows for the Samuel Elbert Hotel

Additional information on the City's capital assets can be found in Note 9 on pages 51-53 of this report.

Debt Administration. At the end of the current fiscal year, the City had no bonded debt outstanding. During the current fiscal year, the City made the final bond payment of \$930,000

for the Series 2011 Combined Public Utility System Revenue Bonds. There was no outstanding general obligation debt backed by the full faith and credit of the City.

The City has four outstanding notes payable with the Georgia Environmental Facilities Authority for water system improvements and for sewer plants improvements. The balance of these notes at June 30, 2022 was \$5,751,572.

The City has entered into an intergovernmental agreement with the Elberton Downtown Development Authority (DDA) to finance renovations and improvements at the Samuel Elbert Hotel. A revenue bond was issued by the DDA for this purpose, and due to the contractual obligation of the City to make these monthly bond payments, the bond payable is recognized by the City in its Elbert Hotel Enterprise Fund. The balance of this bond payable at June 30, 2022 was \$3,026,255.

Other long-term obligations of the City include accrued vacation pay and contractual liability for the Elberton-Elbert County landfill post-closure care. More detailed information about the City's long-term liabilities is presented in the notes to the basic financial statements.

Additional information on the City's long-term debt can be found in Note 10 on pages 53-59 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Activity in the local economy reflected an increase in sales taxes in fiscal year 2022 of nearly 17% over fiscal year 2021. Record level sales taxes also reflected the increase in price inflation for gas, groceries, and other daily necessities as seen in the state and national economies. The local unemployment rate decreased to 4.1% in 2022 from 6.1% in 2021.

During 2022, the City's utility system did not experience any gain or loss of its top customers. The businesses located in the Elberton Industrial Park and several large granite companies continue to provide stable employment and are vital utility customers of the City.

The overall City budget for fiscal year 2023 increased by 4.7% over fiscal year 2022. The rates and fees schedule for the general fund and utility services were reviewed in preparation for the 2023 budget. As a result, there were no changes made to the fees schedule in the general fund for fiscal year 2023. Rates for ElbertonNET TV service were increased to offset increases in programming costs. Rates for electricity were modified in May, 2022, to generate about 2.5% more in annual revenue. The projected changes in the electric rates were meant to address loss of sales units over the last few years due to mild weather. All other rates for the City utilities and services will remain unchanged. The new electric rates were neutral to residential, small commercial, and industrial customers but did result in an increase of 6% to large commercial customers.

Other than certain capital grant revenues and expenditures, the overall policy of next year's budget will remain the same as this year. Property taxes will not be levied, and the general fund will operate on transfers from business-type operations.

REQUESTS FOR INFORMATION

Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the City Manager, Post Office Box 70, 203 Elbert Street, Elberton, Georgia 30635-0070.

BASIC FINANCIAL STATEMENTS

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
June 30, 2022

	Primary Government			Component Unit Downtown Development Authority
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current assets				
Cash	\$ 1,359,434	\$ 1,406,350	\$ 2,765,784	\$ 109,488
Investments	0	11,114,917	11,114,917	0
Restricted assets				
Cash	106	0	106	0
Investments	0	2,787,088	2,787,088	0
Receivables (net)				
Accounts	4,438	2,715,110	2,719,548	0
Taxes	114,850	0	114,850	0
Intergovernmental	349,060	1,109,993	1,459,053	0
Notes	99,825	0	99,825	0
Prepaid items	187,205	0	187,205	0
Inventories	43,505	868,511	912,016	0
Internal balances	(106,931)	106,931	0	0
Other current assets	0	18,854	18,854	0
Total current assets	2,051,492	20,127,754	22,179,246	109,488
Noncurrent assets				
Notes receivable	1,049,053	0	1,049,053	0
Net pension asset	713,810	704,982	1,418,792	0
Capital assets				
Non-depreciable	1,531,119	4,195,405	5,726,524	1,020,224
Right to use leased assets (net)	42,147	0	42,147	0
Depreciable (net)	4,632,099	34,434,044	39,066,143	635,249
Total noncurrent assets	7,968,228	39,334,431	47,302,659	1,655,473
Total assets	10,019,720	59,462,185	69,481,905	1,764,961
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	963,756	904,646	1,868,402	0
LIABILITIES				
Current liabilities				
Payables				
Accounts	57,669	1,671,984	1,729,653	0
Intergovernmental	0	42,452	42,452	0
Retainages	91,741	163,565	255,306	0
Sales tax	0	71,872	71,872	0
Interest	0	2,487	2,487	0
Accrued salaries and expenses	161,574	174,744	336,318	0
Compensated absences	121,878	141,375	263,253	0
Customer deposits payable	0	19,522	19,522	5,150
Other current liabilities	14,700	151,830	166,530	0
Lease payable	11,980	0	11,980	0
Notes payable	0	230,212	230,212	108,594
Bonds payable	0	387,026	387,026	0
Interest payable	0	7,938	7,938	0
Liabilities payable from restricted assets				
Customer deposits payable	0	829,738	829,738	0
Total current liabilities	459,542	3,894,745	4,354,287	113,744

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
June 30, 2022

	Primary Government			Component Unit Downtown Development Authority
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities				
Compensated absences	\$ 52,233	\$ 60,589	\$ 112,822	\$ 0
Contractual liability	186,386	0	186,386	0
Lease payable	32,310	0	32,310	
Notes payable	0	5,521,360	5,521,360	1,031,380
Bonds payable	0	2,639,229	2,639,229	0
	<u>270,929</u>	<u>8,221,178</u>	<u>8,492,107</u>	<u>1,031,380</u>
Total noncurrent liabilities				
	<u>270,929</u>	<u>8,221,178</u>	<u>8,492,107</u>	<u>1,031,380</u>
	<u>730,471</u>	<u>12,115,923</u>	<u>12,846,394</u>	<u>1,145,124</u>
Total liabilities				
	<u>730,471</u>	<u>12,115,923</u>	<u>12,846,394</u>	<u>1,145,124</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	1,480,668	1,510,141	2,990,809	0
	<u>1,480,668</u>	<u>1,510,141</u>	<u>2,990,809</u>	<u>0</u>
NET POSITION				
Net investment in capital assets	6,069,334	29,491,172	35,560,506	515,499
Restricted for:				
MEAG Generation Trust	0	1,957,350	1,957,350	0
Public Safety	25	0	25	0
Housing and Development	1,177,449	0	1,177,449	0
Capital projects	883,506	0	883,506	0
Unrestricted	642,023	15,292,245	15,934,268	104,338
	<u>642,023</u>	<u>15,292,245</u>	<u>15,934,268</u>	<u>104,338</u>
Total net position				
	<u>\$ 8,772,337</u>	<u>\$ 46,740,767</u>	<u>\$ 55,513,104</u>	<u>\$ 619,837</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2022

FUNCTIONS/PROGRAMS	Expenses	Indirect Costs	Program Revenues			Net (Expense) Revenue
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government						
Governmental activities						
General Government	\$ 779,629	\$ (498,372)	\$ 52,977	\$ 0	\$ 0	\$ (228,280)
Judicial	87,345	0	0	0	0	(87,345)
Public Safety	2,915,177	0	236,599	988,770	243,344	(1,446,464)
Public Works	1,812,743	(126,826)	88,952	0	1,180,463	(416,502)
Health and Welfare	8,500	0	0	0	0	(8,500)
Culture and Recreation	184,440	0	0	0	0	(184,440)
Housing and Development	501,666	0	18,849	0	746,668	263,851
Interest on long-term debt	314	0	0	0	0	(314)
Total governmental activities	6,289,814	(625,198)	397,377	988,770	2,170,475	(2,107,994)
Business-type activities						
Combined Public Utilities						
Electric	13,820,171	196,130	14,916,253	0	0	899,952
Water and Sewer	3,178,722	120,888	3,640,409	0	628,032	968,831
Natural Gas	3,054,870	94,007	4,534,844	0	0	1,385,967
ElbertonNET Technology						
Services	4,898,356	162,582	6,654,123	0	1,282,436	2,875,621
Solid Waste	969,413	51,591	954,527	0	0	(66,477)
Elbert Theatre	138,319	0	52,987	0	0	(85,332)
Elbert Hotel	1,330,397	0	892,957	0	0	(437,440)
Total business-type activities	27,390,248	625,198	31,646,100	0	1,910,468	5,541,122
Total primary government	33,680,062	0	32,043,477	988,770	4,080,943	3,433,128
Component Unit						
Downtown Development Authority						
	99,179	0	78,752	0	277,369	256,942
			Governmental Activities	Business-Type Activities	Total	Component Unit
Change in net position						
Net (expense) revenue			\$ (2,107,994)	\$ 5,541,122	\$ 3,433,128	\$ 256,942
General revenues						
Taxes						
Title ad valorem			115,283	0	115,283	0
Sales			817,124	0	817,124	0
Franchise			89,731	0	89,731	0
Occupational			157,407	0	157,407	0
Insurance premium			381,694	0	381,694	0
Alcoholic beverage			131,985	0	131,985	0
Hotel/Motel			115,138	0	115,138	0
Other			11,210	0	11,210	0
Interest and investment earnings			3,325	146,149	149,474	0
Net increase (decrease) in the fair value of investments			0	(1,014,408)	(1,014,408)	0
Payments from City of Elberton			0	0	0	24,000
Gain on sale of assets			10,855	20,813	31,668	0
Miscellaneous			7,369	52,166	59,535	0
Transfers			2,140,000	(2,140,000)	0	0
Total general revenues and transfers			3,981,121	(2,935,280)	1,045,841	24,000
Change in net position			1,873,127	2,605,842	4,478,969	280,942
Net position - beginning			6,899,210	44,134,925	51,034,135	338,894
Net position - ending			\$ 8,772,337	\$ 46,740,767	\$ 55,513,104	\$ 619,836

See accompanying notes to the financial statements.

CITY OF ELBERTON, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
ASSETS			
Cash	\$ 504,506	\$ 854,928	\$ 1,359,434
Restricted assets			
Cash	106	0	106
Receivables (net)			
Accounts	4,438	0	4,438
Taxes	101,327	13,523	114,850
Intergovernmental	0	349,060	349,060
Notes	60,000	1,088,878	1,148,878
Prepaid items	187,205	0	187,205
Inventories	43,505	0	43,505
Due from other funds	140,251	4,332	144,583
	<u>1,041,338</u>	<u>2,310,721</u>	<u>3,352,059</u>
Total assets	<u>\$ 1,041,338</u>	<u>\$ 2,310,721</u>	<u>\$ 3,352,059</u>
LIABILITIES			
Accounts payable	\$ 39,814	\$ 17,855	\$ 57,669
Retainage payable	0	91,741	91,741
Accrued salaries and payroll liabilities	161,574	0	161,574
Due to other funds	111,263	140,251	251,514
Other liabilities	14,700	0	14,700
	<u>327,351</u>	<u>249,847</u>	<u>577,198</u>
Total liabilities	<u>327,351</u>	<u>249,847</u>	<u>577,198</u>
FUND BALANCES			
Nonspendable:			
Inventories	43,505	0	43,505
Prepaid items	187,205	0	187,205
Notes receivable	60,000	0	60,000
Restricted for:			
Public Safety	25	0	25
Housing and Development	0	1,177,449	1,177,449
Capital projects	81	883,425	883,506
Unassigned	423,171	0	423,171
	<u>713,987</u>	<u>2,060,874</u>	<u>2,774,861</u>
Total fund balances	<u>713,987</u>	<u>2,060,874</u>	<u>2,774,861</u>
Total liabilities and fund balances	<u>\$ 1,041,338</u>	<u>\$ 2,310,721</u>	<u>\$ 3,352,059</u>

**CITY OF ELBERTON, GEORGIA
RECONCILIATION OF GOVERNMENTAL
FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
June 30, 2022**

Total fund balance - total governmental funds \$ 2,774,861

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

These are:

Capital assets, net of accumulated depreciation	\$ 6,163,218	
Right to use leased assets, net of accumulated depreciation	42,147	
Net pension asset	713,810	6,919,175

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

These are:

Compensated absences	\$ (174,111)	
Lease payable	(44,290)	
Contractual liability	<u>(186,386)</u>	(404,787)

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

Deferred outflows of resources:		
Pensions	963,756	
Deferred inflows of resources:		
Pensions	<u>(1,480,668)</u>	<u>(516,912)</u>

Net position of governmental activities \$ 8,772,337

CITY OF ELBERTON, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2022

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
REVENUES			
Taxes	\$ 1,704,434	\$ 115,138	\$ 1,819,572
Licenses and permits	69,137	0	69,137
Fines, fees and forfeitures	227,574	0	227,574
Charges for services	725,865	0	725,865
Intergovernmental	39,831	3,118,304	3,158,135
Interest	1,406	2,644	4,050
Contributions	385	0	385
Other	7,369	0	7,369
Total revenues	<u>2,776,001</u>	<u>3,236,086</u>	<u>6,012,087</u>
EXPENDITURES			
Current			
General Government	823,444	0	823,444
Judicial	90,405	0	90,405
Public Safety	2,754,498	115,752	2,870,250
Public Works	1,064,847	278,500	1,343,347
Health and Welfare	8,500	0	8,500
Culture and Recreation	80,499	54,667	135,166
Housing and Development	190,420	59,794	250,214
Capital outlay	0	1,625,585	1,625,585
Debt Service	12,220	0	12,220
Total expenditures	<u>5,024,833</u>	<u>2,134,298</u>	<u>7,159,131</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,248,832)</u>	<u>1,101,788</u>	<u>(1,147,044)</u>
Other financing sources (uses)			
Transfers in	2,197,569	0	2,197,569
Transfers out	0	(57,569)	(57,569)
Sale of capital assets	33,820	0	33,820
Total other financing sources (uses)	<u>2,231,389</u>	<u>(57,569)</u>	<u>2,173,820</u>
Net change in fund balance	(17,443)	1,044,219	1,026,776
Fund balances, July 1	<u>731,430</u>	<u>1,016,655</u>	<u>1,748,085</u>
Fund balances, June 30	<u>\$ 713,987</u>	<u>\$ 2,060,874</u>	<u>\$ 2,774,861</u>

CITY OF ELBERTON, 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, 2022

Net change in fund balances - total governmental funds \$ 1,026,776

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

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

Capital outlays	\$ 1,013,899	
Depreciation	(401,360)	
Amortization	<u>(14,049)</u>	598,490

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

Cost of assets disposed	(494,005)	
Related accumulated depreciation	<u>494,005</u>	0

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	212,983	
Cost of benefits earned net of employee contributions	<u>29,383</u>	242,366

The proceeds of debt issuance 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.

Lease principal payments		11,906
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Payments of contractual liabilities are an expenditure in the governmental funds, but the payments reduce long-term liabilities in the statements of net position.

Payment of contractual liabilities		13,040
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Some expenses reported in the statements of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds.

Change in compensated absences		<u>(19,451)</u>
Change in net position of governmental activities		<u><u>\$ 1,873,127</u></u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2022

	Budget		Actual	Variance with
	Original	Final		Final Budget
REVENUES				
Taxes	\$ 1,565,454	\$ 1,565,454	\$ 1,704,434	\$ 138,980
Licenses and permits	71,500	71,500	69,137	(2,363)
Fines, fees and forfeitures	149,600	149,600	227,574	77,974
Charges for services	713,498	713,498	725,865	12,367
Intergovernmental revenue	38,754	38,754	39,831	1,077
Interest	1,500	1,500	1,406	(94)
Contributions	350	350	385	35
Other	7,500	7,500	7,369	(131)
Total revenues	2,548,156	2,548,156	2,776,001	227,845
EXPENDITURES				
Current				
General Government				
Mayor and Council	198,352	217,202	217,185	17
City Manager's Office	177,763	177,763	171,800	5,963
Finance	189,183	200,503	200,497	6
Human Resources	68,831	69,081	69,047	34
City Clerk	116,054	121,664	121,657	7
Elections	1,300	2,110	2,107	3
City Attorney	20,000	20,000	13,286	6,714
City Hall Maintenance	30,455	30,455	27,865	2,590
Judicial				
Municipal Court	88,525	90,425	90,405	20
Public Safety				
Police - Administration	367,030	377,230	380,567	(3,337)
Police - Uniform Division	1,100,591	1,070,591	1,063,074	7,517
Police - Criminal Investigations	233,375	218,375	214,897	3,478
Police - Community Relations	5,500	5,500	2,278	3,222
Police - Detention	36,500	11,500	10,477	1,023
Fire	1,019,600	1,028,600	1,028,472	128
Animal Control	60,395	60,395	54,733	5,662
Public Works				
Administrative	210,797	219,797	219,665	132
Infrastructure Maintenance	466,879	466,139	448,183	17,956
Parks and Rights-of-Way	120,983	120,983	103,881	17,102
Motor Pool	183,333	183,333	178,717	4,616
Street Lighting	20,000	20,000	11,099	8,901
Cemetery	114,451	114,451	103,302	11,149
Health and Welfare				
Agency allocations	8,500	8,500	8,500	0
Culture and Recreation				
Agency allocations	88,000	88,000	80,499	7,501
Housing and Development				
Code Enforcement	75,435	75,435	68,758	6,677
Mainstreet Elberton	97,901	101,701	101,645	56
Community Development	40,000	40,000	20,017	19,983
Debt Service				
General Government	6,160	6,160	6,110	50
Public Safety	6,160	6,160	6,110	50
Total expenditures	5,152,053	5,152,053	5,024,833	127,220

CITY OF ELBERTON, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended June 30, 2022

	Budget		Actual	Variance with
	Original	Final		Final Budget
Excess (deficiency) of revenues over (under) expenditures	\$ (2,603,897)	\$ (2,603,897)	\$ (2,248,832)	\$ 355,065
Other financing sources (uses)				
Transfers in	2,585,000	2,585,000	2,197,569	(387,431)
Sales of capital assets	20,000	20,000	33,820	13,820
Contingency	(1,103)	(1,103)	0	1,103
Total other financing sources (uses)	<u>2,603,897</u>	<u>2,603,897</u>	<u>2,231,389</u>	<u>(372,508)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	(17,443)	(17,443)
Fund balances, July 1	<u>0</u>	<u>0</u>	<u>731,430</u>	<u>731,430</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 713,987</u></u>	<u><u>\$ 713,987</u></u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
ASSETS					
Current assets					
Cash	\$ 1,368,848	\$ 0	\$ 34,553	\$ 2,949	\$ 1,406,350
Investments	11,114,917	0	0	0	11,114,917
Restricted assets					
Investments	2,787,088	0	0	0	2,787,088
Receivables (net)					
Accounts	2,213,168	422,659	2,201	77,082	2,715,110
Intergovernmental	184,656	925,337	0	0	1,109,993
Inventories	620,313	208,751	39,447	0	868,511
Due from other funds	1,455,443	0	13,821	1,508	1,470,772
Other current assets	18,854	0	0	0	18,854
Total current assets	<u>19,763,287</u>	<u>1,556,747</u>	<u>90,022</u>	<u>81,539</u>	<u>21,491,595</u>
Noncurrent assets					
Net pension asset	481,852	78,946	39,898	104,286	704,982
Capital assets					
Non-depreciable	3,200,654	863,351	107,500	23,900	4,195,405
Depreciable (net)	22,958,910	6,909,407	4,406,417	159,310	34,434,044
Total noncurrent assets	<u>26,641,416</u>	<u>7,851,704</u>	<u>4,553,815</u>	<u>287,496</u>	<u>39,334,431</u>
Total assets	<u>46,404,703</u>	<u>9,408,451</u>	<u>4,643,837</u>	<u>369,035</u>	<u>60,826,026</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pensions	618,320	101,305	51,198	133,823	904,646
LIABILITIES					
Current liabilities					
Payables					
Accounts	1,350,170	271,866	26,269	23,679	1,671,984
Intergovernmental	0	42,452	0	0	42,452
Retainages	163,565	0	0	0	163,565
Sales tax	61,854	0	10,018	0	71,872
Interest	0	0	2,487	0	2,487
Accrued salaries	92,258	22,652	35,783	24,051	174,744
Compensated absences	90,774	16,240	14,100	20,261	141,375
Customer deposits payable	0	4,915	14,607	0	19,522
Other current liabilities	151,830	0	0	0	151,830
Due to other funds	5,840	572,844	531,221	253,936	1,363,841
Note payable	230,212	0	0	0	230,212
Bonds payable	0	0	387,026	0	387,026
Interest payable	7,938	0	0	0	7,938
Liabilities payable from restricted assets:					
Customer deposits payable	829,738	0	0	0	829,738
Total current liabilities	<u>2,984,179</u>	<u>930,969</u>	<u>1,021,511</u>	<u>321,927</u>	<u>5,258,586</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
Noncurrent liabilities					
Compensated absences	\$ 38,903	\$ 6,960	\$ 6,043	\$ 8,683	\$ 60,589
Notes payable	5,521,360	0	0	0	5,521,360
Bonds payable	0	0	2,639,229	0	2,639,229
Total noncurrent liabilities	<u>5,560,263</u>	<u>6,960</u>	<u>2,645,272</u>	<u>8,683</u>	<u>8,221,178</u>
Total liabilities	<u>8,544,442</u>	<u>937,929</u>	<u>3,666,783</u>	<u>330,610</u>	<u>13,479,764</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to pensions	<u>1,015,957</u>	<u>165,201</u>	<u>105,126</u>	<u>223,857</u>	<u>1,510,141</u>
NET POSITION					
Net investment in capital assets	20,047,542	7,772,758	1,487,662	183,210	29,491,172
Restricted for:					
MEAG Generation Trust	1,957,350	0	0	0	1,957,350
Unrestricted	<u>15,457,732</u>	<u>633,868</u>	<u>(564,536)</u>	<u>(234,819)</u>	<u>15,292,245</u>
Total net position	<u>\$ 37,462,624</u>	<u>\$ 8,406,626</u>	<u>\$ 923,126</u>	<u>\$ (51,609)</u>	<u>\$ 46,740,767</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2022

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
OPERATING REVENUES					
Charges for sales and services	\$ 23,091,506	\$ 6,654,123	\$ 892,957	\$ 1,007,514	\$ 31,646,100
Miscellaneous revenues	52,166	0	0	0	52,166
Total operating revenues	23,143,672	6,654,123	892,957	1,007,514	31,698,266
OPERATING EXPENSES					
Costs of sales and services	16,055,357	4,058,183	419,127	494,558	21,027,225
Personal services	2,640,403	557,845	649,889	588,373	4,436,510
Depreciation	1,648,370	433,300	197,045	76,392	2,355,107
Other	18,880	11,610	0	0	30,490
Total operating expenses	20,363,010	5,060,938	1,266,061	1,159,323	27,849,332
Operating income (loss)	2,780,662	1,593,185	(373,104)	(151,809)	3,848,934
Non-operating revenues (expenses)					
Interest revenue	146,149	0	0	0	146,149
Net increase (decrease) in the fair value of investments	(1,014,408)	0	0	0	(1,014,408)
Gain on sale of capital assets	4,718	16,095	0	0	20,813
Interest expense	(101,778)	0	(64,336)	0	(166,114)
Total non-operating revenues (expenses)	(965,319)	16,095	(64,336)	0	(1,013,560)
Net income (loss) before capital contributions and transfers	1,815,343	1,609,280	(437,440)	(151,809)	2,835,374
Capital contributions					
Intergovernmental revenue	628,032	1,282,436	0	0	1,910,468
Net income (loss) before transfers	2,443,375	2,891,716	(437,440)	(151,809)	4,745,842
Transfers in (out)					
Transfers in	0	0	900,000	198,000	1,098,000
Transfers out	(3,040,000)	(198,000)	0	0	(3,238,000)
Total transfers	(3,040,000)	(198,000)	900,000	198,000	(2,140,000)
Change in net position	(596,625)	2,693,716	462,560	46,191	2,605,842
Net position, July 1	38,059,249	5,712,910	460,566	(97,800)	44,134,925
Net position, June 30	\$ 37,462,624	\$ 8,406,626	\$ 923,126	\$ (51,609)	\$ 46,740,767

CITY OF ELBERTON, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2022

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
Cash flows from operating activities:					
Receipts from customers	\$ 22,839,565	\$ 6,642,751	\$ 892,075	\$ 1,011,229	\$ 31,385,620
Payments to suppliers	(16,212,212)	(4,119,494)	(414,164)	(502,733)	(21,248,603)
Payments to employees	(2,818,461)	(588,093)	(657,111)	(620,214)	(4,683,879)
Other receipts	52,166	0	0	0	52,166
Other payments	(18,880)	(11,610)	0	0	(30,490)
Net cash provided (used) by operating activities	<u>3,842,178</u>	<u>1,923,554</u>	<u>(179,200)</u>	<u>(111,718)</u>	<u>5,474,814</u>
Cash flows from non-capital financing activities:					
Receipts from other funds	912,973	0	456,295	344,914	1,714,182
Payments to other funds	(3,047,427)	(865,205)	(185,836)	(237,180)	(4,335,648)
Net cash provided (used) by non-capital financing activities	<u>(2,134,454)</u>	<u>(865,205)</u>	<u>270,459</u>	<u>107,734</u>	<u>(2,621,466)</u>
Cash flows from capital and related financing activities:					
Receipts from other governments	628,032	357,099	0	0	985,131
Receipts from other funds	0	0	443,705	0	443,705
Proceeds from the sale of capital assets	4,718	16,095	0	0	20,813
Payment of capital related accounts payable	(39,298)	0	0	0	(39,298)
Acquisition of capital assets	(1,906,800)	(1,431,543)	(77,653)	0	(3,415,996)
Interest paid	(113,271)	0	(64,648)	0	(177,919)
Issuance of notes payable	1,116,501	0	0	0	1,116,501
Principal payments - bonds	(930,000)	0	(379,369)	0	(1,309,369)
Principal payments - notes payable	(226,481)	0	0	0	(226,481)
Net cash provided (used) by capital and related financing activities	<u>(1,466,599)</u>	<u>(1,058,349)</u>	<u>(77,965)</u>	<u>0</u>	<u>(2,602,913)</u>
Cash flows from investing activities:					
Interest received	146,149	0	0	0	146,149
Proceeds from sale of investments	1,175,000	0	0	0	1,175,000
Purchase of investments	(1,889,561)	0	0	0	(1,889,561)
Net cash provided (used) by investing activities	<u>(568,412)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(568,412)</u>
Net increase (decrease) in cash	(327,287)	0	13,294	(3,984)	(317,977)
Cash, July 1	1,696,135	0	21,259	6,933	1,724,327
Cash, June 30	<u>\$ 1,368,848</u>	<u>\$ 0</u>	<u>\$ 34,553</u>	<u>\$ 2,949</u>	<u>\$ 1,406,350</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2022

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 2,780,662	\$ 1,593,185	\$ (373,104)	\$ (151,809)	\$ 3,848,934
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation expense	1,648,370	433,300	197,045	76,392	2,355,107
(Increase) decrease in accounts receivable	(353,829)	(10,697)	(1,536)	3,715	(362,347)
(Increase) decrease in inventories	(144,768)	(127,856)	(8,126)	0	(280,750)
(Increase) decrease in other current assets	(506)	0	0	0	(506)
(Increase) decrease in net pension asset/liability	(941,406)	(157,952)	(82,022)	(207,618)	(1,388,998)
(Increase) decrease in deferred outflows related to pension	(139,261)	(18,945)	(40,210)	(26,105)	(224,521)
Increase (decrease) in accounts payable	(11,581)	65,790	12,386	(8,175)	58,420
Increase (decrease) in intergovernmental payable	0	755	0	0	755
Increase (decrease) in sales tax payable	(1,643)	0	703	0	(940)
Increase (decrease) in customer deposits payable	12,134	(675)	654	0	12,113
Increase (decrease) in other current liabilities	91,397	0	0	0	91,397
Increase (decrease) in accrued salaries	(552)	730	8,059	4,076	12,313
Increase (decrease) in compensated absences payable	2,341	(1,964)	4,913	4,298	9,588
Increase (decrease) in deferred inflows related to pension	900,820	147,883	102,038	193,508	1,344,249
Total adjustments	1,061,516	330,369	193,904	40,091	1,625,880
Net cash provided (used) by operating activities	<u>\$ 3,842,178</u>	<u>\$ 1,923,554</u>	<u>\$ (179,200)</u>	<u>\$ (111,718)</u>	<u>\$ 5,474,814</u>

Noncash investing, capital, and financing activities:

The net increase (decrease) in the fair value of investments totaled (\$1,014,408).
Acquisition of capital assets through accounts payable totaled \$196,885.
Acquisition of capital assets through retainage payable totaled \$163,565

CITY OF ELBERTON, GEORGIA
MUNICIPAL COURT CUSTODIAL FUND
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2022

ASSETS

Cash and cash equivalents

\$ 50,309

LIABILITIES

Due to others

50,309

NET POSITION

Restricted for individuals, organizations, and other governments

\$ 0

CITY OF ELBERTON, GEORGIA
MUNICIPAL COURT CUSTODIAL FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the fiscal year ended June 30, 2022

ADDITIONS

Fines and forfeitures collected for other governments	\$ 160,474
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DEDUCTIONS

Distributions of fines and forfeitures to other governments	<u>160,474</u>
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Change in net position	0
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Net position, July 1	<u>0</u>
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Net position, June 30	<u><u>\$ 0</u></u>
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CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

1. Description of Government Unit

The City of Elberton was incorporated under the laws of the State of Georgia in 1803 and operates under an elected Mayor-Council form of government. The City provides a full range of governmental services, including public safety, highways and streets, public improvements, recreation, planning and zoning, and general administrative services, as well as electric, water and sewerage, natural gas, telecommunications, and sanitation services provided through enterprise funds.

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

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

Elberton Downtown Development Authority

The Elberton Downtown Development Authority was established as a legally separate entity, which operates pursuant to the Official Code of Georgia Annotated. The Authority consists of seven directors, who are appointed by the Mayor and Council, and an executive director. The Downtown Development Authority provides for the vitalization of the downtown area of the City of Elberton. In many respects, the Authority functions similar to a City department through regular participation in department director meetings, accounting, payroll, etc. The Authority is included in the reporting entity due to the significance of its financial relationship with the City. The City is able to significantly influence the programs and services performed or provided by the organization.

The Elberton Downtown Development Authority is reported in a separate column to emphasize that it is legally separate from the City. Individual financial statements are presented as part of the City's Annual Financial Report in the sections labeled "Component Unit" (See Exhibit H). The Elberton Downtown Development Authority has a June 30th year-end. Individual financial statements may be obtained by contacting the Elberton Downtown Development Authority, PO Box 70, Elberton, GA 30635.

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 one discretely presented component unit. While the Downtown Development Authority is not considered to be a major component unit, it is nevertheless shown in a separate column in the government-wide financial statements.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

C. Basis of Presentation – Government-wide Financial Statements, continued

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's Combined Public Utilities and ElbertonNET Technology Services Enterprise Funds and the other functions of the government. Elimination of these charges would distort the direct costs of program revenues reported for the various functions concerned.

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 City reports the following major governmental fund:

General Fund - The general operating fund of the City is used to account for all financial resources not accounted for and reported in another fund.

The City reports the following major proprietary funds:

Combined Public Utility System Enterprise Fund - This fund is used to account for activities connected with the development, operation, and maintenance of the City's Electric, Water and Sewer, and Natural Gas Systems.

ElbertonNET Technology Services Enterprise Fund - This fund is used to account for the activities connected with the development, operation, and maintenance of the City's cable television, high-speed Internet, Voice-over-Internet Protocol phone, and fiber optic-based telecommunications services.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Elbert Hotel Enterprise Fund - This fund is used to account for the activities connected with the construction and operations of the Samuel Elbert Hotel located in downtown Elberton.

Additionally, the City reports the following fund types:

Governmental Fund Types

Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditures for specific purposes.

Capital Projects Funds - These funds are used to account for financial resources to be used for the acquisition or construction of capital facilities (other than those financed by the proprietary funds).

Proprietary Fund Types

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

Fiduciary Fund Types

Custodial Funds – These funds are custodial in nature and are accounted for using the accrual basis of accounting. These funds are used to account for assets that are held either for the City or for others. The City has a custodial fund to account for the activity of the Municipal Court.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

Component Units

The Elberton Downtown Development Authority is accounted for using a current financial resources measurement focus and uses the modified accrual basis of accounting. Under this method, revenues are recognized when susceptible to accrual.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due to/from other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

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.

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

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

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end).

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

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.

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.

Certain indirect costs have been included as part of program expenses reported for the various functional activities.

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 enterprise funds are charges to customers for sales and services. Operating expenses for enterprise 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

G. Budgets and Budgetary Accounting

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

In mid-April each year, the departments submit their budget requests to the Finance Director. The Finance Department compiles a complete citywide budget and submits the proposed budget to the City Manager for review. Meetings are held between the City Manager, Finance Director, and department heads in May to review the proposed budget. City ordinance requires the City Manager to submit the proposed budget to the City Council forty days prior to the beginning of the next fiscal year. The proposed budget is made available to the public for review during this period. During June, the Mayor and Council conduct two public hearings to discuss the proposed budget and to obtain input from the citizens of the City of Elberton. These hearings are publicly advertised at least one week before each hearing. The final proposed budget is then adopted by the City Council on or before June 30 during a regular Council meeting, which is also open to the public.

The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is the department level. All operating budget transfers between departments must be approved by City Council. Formal budgetary integration is employed as a management control device during the year.

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

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

H. Cash and Investments

Cash and cash 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 value with accrued interest shown under a separate caption on the balance sheet. Reinvested interest on certain debt service and capital project investments is included in the investment accounts.

The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

The City reports investments using net asset value (NAV) when NAV is calculated in a manner consistent with fair value measurement guidelines, fair value is not readily determinable, and it is not probable for the investment to be sold at an amount other than NAV.

I. Property Taxes

Amounts received from the local option sales tax which are required to be used to roll back property taxes exceeded the City's normal tax levy resulting in no property tax levy during the current fiscal year.

J. Intergovernmental Receivables

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

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

K. Inventories

Inventories for the General Fund are valued at average cost and recorded as expenditures when consumed. Inventories in the Enterprise Funds are valued at cost on the first-in, first-out method.

L. Prepaid Items

Payments made to vendors that benefit future reporting periods are recorded as prepaid items. Prepaid items in the governmental funds are accounted for using the consumption method.

M. Right to Use Leased Assets

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

N. 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 City to report and depreciate new infrastructure assets effective with the fiscal year ended June 30, 2003. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the City. Neither their historical costs nor related depreciation has historically been reported in the financial statements. The City implemented the requirements for retroactive reporting of major general infrastructure assets during the fiscal year ended June 30, 2007. The City elected not to report general infrastructure assets placed into service prior to July 1, 1980.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

N. Capital Assets, continued

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at acquisition value on the date donated.

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

	Useful Life	Capitalization
	in Years	Threshold
Utility distribution system	10 to 50	\$ 10,000 – 20,000
Land improvements	5 to 50	10,000
Buildings	30 to 50	10,000
Equipment	2 to 10	5,000
Vehicles	5 to 10	5,000
Infrastructure	10 to 50	10,000 – 30,000
Land	N/A	1
Nondepreciable intangibles	N/A	5,000

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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

O. 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 City reports deferred outflows of resources related to their defined benefit pension plans.

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 City reports deferred inflows of resources related to their defined benefit pension plans.

P. Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. 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 government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Q. Fund Balance Flow Assumption

Sometimes the government 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 government'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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

R. Restricted Assets and Restricted Net Position

Restricted assets for bond redemption of the Combined Public Utility System Enterprise Fund represent resources set aside for the repayment of revenue bonds outstanding. The assets are maintained in a separate bank account and their use is limited by application of bond covenants. Restricted assets for the MEAG Generation Trust represent resources held in separate investment accounts for future MEAG construction projects. See Note 3 for additional details.

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.

S. Fund Balances – Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance in accordance with Governmental Accounting Standards Board Statement No. 54:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact. All amounts reported as nonspendable, by the City are nonspendable in form. The City has not reported any amounts that are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the City Council, the City of Elberton's highest level of decision making authority, which include the language "committed for the purpose of". Commitments may be modified or rescinded only through adoption of a subsequent resolution, which shall refer to the original resolution by its number, title, and date of original adoption. A resolution committing amounts must be adopted prior to the end of the fiscal year; however, the amount to be committed may be determined within 90 days of fiscal year-end.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

S. Fund Balances – Governmental Funds, continued

Assigned – includes amounts that the City intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the City’s adopted policy, amounts may be assigned by the City Manager, under the authorization of the City Council, through a written memorandum. Amounts appropriated to eliminate a projected deficit in the subsequent fiscal year’s budget shall constitute assignments and are documented by adoption of the City’s annual operating budget. The City Manager has determined that all equity amounts reported in special revenue funds, capital project funds, debt service funds, or permanent funds not otherwise classified as nonspendable, restricted, or committed shall constitute assignments of fund balance.

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

T. Long-Term Obligations

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

In the fund financial statements, governmental fund types, bond premiums and discounts 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 financing 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

2. Summary of Significant Accounting Policies (continued)

U. Compensation for Future Absences

It is the City's policy to permit employees to accumulate earned but unused vacation benefits which will be paid to the employees upon separation from City service. Accumulated unpaid vacation pay amounts are accrued when incurred by the City 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.

V. 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.

W. Comparative Data and Reclassifications

Comparative total data of the prior period has been presented in the accompanying individual fund financial statements in order to provide an understanding of changes in the City's financial position and operations. Certain prior fiscal year amounts have been reclassified to conform with the current fiscal year presentation.

X. Pension Plans

For purposes of measuring the net pension liability, and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Georgia Municipal Employees Benefit System (GMEBS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by GMEBS. 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

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 City's deposits may not be returned. The City investment policies require that all deposits be federally insured or fully collateralized.

Interest Rate Risk

The City's investment policies place no limits on the maximum maturity of investments as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

The City's investment policies authorize investment in the following securities approved by the State of Georgia for local governments. Authorized investments include certificates of deposit, repurchase agreements, direct and agency obligations of the United States, obligations of the State of Georgia or other states, and pooled investment programs of the State of Georgia. The City's policies do not establish a minimum credit rating for investments. Investments are reported at fair value.

Concentration of Credit Risk

The City's policies place no limits on the amount the may invest in any one issuer, but require that the investment portfolio be diversified.

Foreign Currency Risk

The City's investment policies do not allow for investments denominated in a foreign currency.

The City participates in the State of Georgia Local Government Investment Pool. Assets in this pool are invested in Georgia Fund 1, created by OCGA 36-83-8, which is a stable net asset investment pool that follows Standard and Poor's criteria for AAAf rated money market funds. 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. 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

3. Deposit and Investment Risk (continued)

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.

Georgia Fund 1 is rated AA+ by Standard & Poor's. The weighted average maturity at the end of the current fiscal year was 36 days. At the end of the current fiscal year, the City's balance in Georgia Fund 1 was \$658,548.

The City is a participant in the Municipal Electric Authority of Georgia (MEAG). The MEAG board approves an annual system budget from which MEAG bills its participants. At the end of the year, adjustments are made by MEAG to each participant's billings to agree with actual cost. Whenever MEAG recovers funds from the City in excess of its actual costs to serve the City, the City may elect to have their funds deposited in MEAG's Voluntary Flexible Operating Account or Generation Trust Account fund in lieu of receiving a refund. The voluntary stabilization fund is used to reduce future costs of the City at its discretion while also earning interest. The City is authorized to direct MEAG to retain or use the discretionary funds. The generation trust account is used to offset the City's share of future MEAG generation projects.

The Municipal Competitive Trust accounts are held in the Intermediate, Intermediate Extended Maturity, and Short-term Portfolios; these portfolios are not rated. At the end of the current fiscal year, the average weighted maturity of the Intermediate, Intermediate Extended Maturity, and Short-term Portfolios were 35.20, 47.97, and 5.62 months, respectively. The investments in each of the funds consist primarily of debt securities such as U.S. Treasuries, U.S Agency obligations, municipal bonds, and time deposits with financial institutions. The funds in these accounts are invested in securities that are typically held to maturity. At the end of the current fiscal year, the City's balances in the Voluntary Flexible Operating Accounts were \$11,944,655, and in the Generation Trust Accounts were \$1,957,350. The City of Elberton has no unfunded commitments or restriction on its ability to sell the investments in the Municipal Competitive Trust accounts.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

3. Deposit and Investment Risk (continued)

Investments measured at net asset value at the end of the current fiscal year consist of the following:

<u>Investment Type</u>	<u>Fair Value</u>	
Municipal Competitive Trust		
Short-term Portfolio	\$ 2,524,521	
Intermediate-term Portfolio	2,324,458	
Intermediate-extended term Portfolio	9,053,026	
Total Investments	<u>\$ 13,902,005</u>	
Municipal Competitive Trust		
Investments	\$ 11,114,917	
Restricted Investments	2,787,088	
Total Investments	<u>\$ 13,902,005</u>	

4. Accounts Receivable

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

Major Funds		
General	\$ 8,979	
Less: Allowance for Uncollectibles	<u>(4,541)</u>	\$ 4,438
Enterprise Funds		
Combined Public Utility System	2,602,838	
Less: Allowance for Uncollectibles	(389,670)	
ElbertonNET Technology Services	651,138	
Less: Allowance for Uncollectibles	(228,479)	
Elbert Hotel	<u>2,201</u>	2,638,028
Nonmajor Funds		
Solid Waste	96,422	
Less: Allowance for Uncollectibles	<u>(19,340)</u>	<u>77,082</u>
Total primary government		<u>\$ 2,719,548</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

5. Intergovernmental Receivables

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

Major Funds		
Enterprise Funds		
Comined Public Utility System	\$ 184,656	
ElbertonNET Technology Services	<u>925,337</u>	\$ 1,109,993
Nonmajor Funds		
Governmental Funds		
American Rescue Plan Act	140,251	
2019 TSPLOST	55,221	
2017 SPLOST	<u>153,588</u>	<u>349,060</u>
Total primary government		<u><u>\$ 1,459,053</u></u>

6. Interfund Receivables, Payables, and Transfers

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

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental	\$ 140,251
Combined Public Utility System	Elbert Hotel	531,221
	General	111,263
	ElbertonNET Technology Services	572,844
	Nonmajor Proprietary	240,115
Elbert Hotel	Nonmajor Proprietary	13,821
Nonmajor Proprietary	Combined Public Utility System	1,508
Nonmajor Governmental	Combined Public Utility System	<u>4,332</u>
Subtotal		<u><u>\$ 1,615,355</u></u>

The balance reported as Due to/Due from represent loans between the borrower fund and the lender fund. The balances are expected to be repaid within one year.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

6. Interfund Receivables, Payables, and Transfers, continued

Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”.

A summary of interfund transfers is as follows:

<u>Transfer out Fund</u>	<u>Transfer in Fund</u>	<u>Amount</u>
Combined Public Utility System	General	\$ 2,140,000
	Elbert Hotel	900,000
ElbertonNET Technology Services	Nonmajor Proprietary	198,000
Nonmajor Governmental	General	57,569
		<u>\$ 3,295,569</u>

Interfund transfers were 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.

7. Intradepartmental Billings

Total operating revenues and total operating expenses in the Combined Public Utilities Enterprise Fund includes \$63,735, \$15,781, and \$508,655 of intradepartmental billings for water and sewer, natural gas, and electric usage, respectively. Total operating revenues and total operating expenses in the ElbertonNET Technology Services Enterprise Fund include \$58,700 of intradepartmental billings for cable television and high-speed internet usage.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

8. Right to Use Leased Assets

Right to use leased activity for the primary government for the current fiscal year was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Amortizable assets				
Vehicles and equipment	\$ 60,149	\$ 0	\$ 0	\$ 60,149
Less accumulated amortization				
Vehicles and equipment	(3,953)	(14,049)	0	(18,002)
Total governmental activities				
right of use leased assets, net	<u>\$ 56,196</u>	<u>\$ (14,049)</u>	<u>\$ 0</u>	<u>\$ 42,147</u>

Amortization expense was charged to functions as follows:

Governmental activities	
General Government	\$ 7,024
Public Safety	<u>7,025</u>
Total amortization expense for governmental activities	<u>\$ 14,049</u>

9. Capital Assets

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Non-depreciable assets				
Land	\$ 1,531,119	\$ 0	\$ 0	\$ 1,531,119
Construction in progress	198,015	0	(198,015)	0
Total non-depreciable assets	<u>1,729,134</u>	<u>0</u>	<u>(198,015)</u>	<u>1,531,119</u>
Depreciable assets				
Buildings	2,122,070	42,320	(7,680)	2,156,710
Land improvements	1,226,510	0	(18,629)	1,207,881
Vehicles and equipment	3,839,713	591,880	(393,196)	4,038,397
Infrastructure	3,230,377	577,714	(75,000)	3,733,091
Total depreciable assets	<u>10,418,670</u>	<u>1,211,914</u>	<u>(494,505)</u>	<u>11,136,079</u>
Accumulated depreciation				
Buildings	(1,429,470)	(49,387)	7,680	(1,471,177)
Land improvements	(1,059,899)	(37,790)	18,629	(1,079,060)
Vehicles and equipment	(2,505,204)	(213,419)	393,196	(2,325,427)
Infrastructure	(1,602,552)	(100,764)	75,000	(1,628,316)
Total accumulated depreciation	<u>(6,597,125)</u>	<u>(401,360)</u>	<u>494,505</u>	<u>(6,503,980)</u>
Total depreciable assets, net	<u>3,821,545</u>	<u>810,554</u>	<u>0</u>	<u>4,632,099</u>
Governmental activities				
capital assets, net	<u>\$ 5,550,679</u>	<u>\$ 810,554</u>	<u>\$ (198,015)</u>	<u>\$ 6,163,218</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

9. Capital Assets, continued

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities				
Non-depreciable assets				
Land	\$ 392,985	\$ 0	\$ 0	\$ 392,985
Construction in progress	1,077,478	2,807,571	(460,321)	3,424,728
Intangible assets	377,692	0	0	377,692
Total non-depreciable assets	<u>1,848,155</u>	<u>2,807,571</u>	<u>(460,321)</u>	<u>4,195,405</u>
Depreciable assets				
Buildings	5,520,532	149,784	(98,169)	5,572,147
Land improvements	110,732	0	0	110,732
Distribution system	58,515,434	862,820	(3,724,048)	55,654,206
Vehicles and equipment	5,045,152	416,592	(52,433)	5,409,311
Total depreciable assets	<u>69,191,850</u>	<u>1,429,196</u>	<u>(3,874,650)</u>	<u>66,746,396</u>
Accumulated depreciation				
Buildings	(1,365,384)	(147,345)	98,169	(1,414,560)
Land improvements	(67,812)	(2,568)	0	(70,380)
Distribution system	(28,925,982)	(1,715,036)	3,724,048	(26,916,970)
Vehicles and equipment	(3,472,717)	(490,158)	52,433	(3,910,442)
Total accumulated depreciation	<u>(33,831,895)</u>	<u>(2,355,107)</u>	<u>3,874,650</u>	<u>(32,312,352)</u>
Total depreciable assets, net	<u>35,359,955</u>	<u>(925,911)</u>	<u>0</u>	<u>34,434,044</u>
Business-type activities capital assets, net	<u>\$ 37,208,110</u>	<u>\$ 1,881,660</u>	<u>\$ (460,321)</u>	<u>\$ 38,629,449</u>

Capital asset activity for the Downtown Development Authority Component Unit for the current fiscal year was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Downtown Development Authority Component Unit				
Non-depreciable assets				
Land	\$ 45,100	\$ 0	\$ 0	\$ 45,100
Construction in progress	0	975,124	0	975,124
Total non-depreciable assets	<u>45,100</u>	<u>975,124</u>	<u>0</u>	<u>1,020,224</u>
Depreciable assets				
Buildings	1,272,373	0	0	1,272,373
Accumulated depreciation				
Buildings	(571,469)	(65,655)	0	(637,124)
Total depreciable assets, net	<u>700,904</u>	<u>(65,655)</u>	<u>0</u>	<u>635,249</u>
Downtown Development Authority Component Unit capital assets, net	<u>\$ 746,004</u>	<u>\$ 909,469</u>	<u>\$ 0</u>	<u>\$ 1,655,473</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

9. Capital Assets, continued

Depreciation expense was charged to functions/programs as follows:

Primary Government

Governmental activities

General Government	\$	1,252
Public Safety		154,915
Public Works		148,599
Culture and Recreation		91,594
Housing and Development		5,000
Total depreciation expense for governmental activities	\$	401,360

Business-type activities

Combined Public Utilities		
Electric Department	\$	342,176
Water and Sewer Department		950,339
Natural Gas Department		355,855
Solid Waste		74,332
ElbertonNET Technology Services		433,300
Elbert Theatre		2,060
Elbert Hotel		197,045
Total depreciation expense for business-type activities	\$	2,355,107

Downtown Development Authority Component Unit	\$	65,655
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10. Long-Term Debt

Leases

Governmental Activities

The City entered an agreement to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB Statement No. 87, *Leases*, and have been recorded at the present value of the future minimum lease payments at their inception. Capital lease liabilities are comprised of the following individual leases at the end of the current fiscal year:

- \$56,196 equipment lease due in monthly installments of \$1,018 through February 2026, interest at 0.617%, \$44,290 outstanding.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

10. Long-Term Debt, continued

Leases, continued

Governmental Activities, continued

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

Year Ending June 30,	Principal	Interest	Total
2023	\$ 11,980	\$ 239	\$ 12,219
2024	12,054	165	12,219
2025	12,129	91	12,220
2026	8,127	19	8,146
Totals	<u>\$ 44,290</u>	<u>\$ 514</u>	<u>\$ 44,804</u>

Revenue Bonds

Business-type Activities

Revenue bonds issued for business-type activities are comprised of the following individual issues at the end of the current fiscal year:

\$8,355,000 2011 Combined Utility System Refunding Revenue series bonds due in annual installments of \$740,000 to \$930,000 through January 1, 2022; interest at 2.725% Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. The bonds are secured by a first lien of the City's combined net revenues of the water and sewerage system, gas distribution, and electric distribution system. The bond obligation was paid in full during the current year.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

10. Long-Term Debt (continued)

Bonds from Direct Placements

Business-type Activities

\$4,000,000 Revenue Refunding Bonds Series 2019 (City of Elberton Facility Redevelopment Project) direct placement bonds due in monthly installments of principal and interest of \$37,001 through October 2029; interest at 2.00% (\$3,026,255 outstanding). Upon an event of default, all outstanding principal and accrued interest will be declared immediately due and payable and the interest rate will increase to 6% until the default has been cured. Debt service payments of the agreement are secured by revenues of the City.

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

Year Ending June 30,	Principal	Interest	Total
2023	\$ 387,026	\$ 56,990	\$ 444,016
2024	394,838	49,178	444,016
2025	402,808	41,208	444,016
2026	410,938	33,078	444,016
2027	419,233	24,784	444,017
2028-2030	1,011,412	24,627	1,036,039
Totals	<u>\$ 3,026,255</u>	<u>\$ 229,865</u>	<u>\$ 3,256,120</u>

Notes from Direct Borrowings

Business-type Activities

The City entered into a direct borrowing agreement with the Georgia Environmental Finance Authority (GEFA) to finance improvements to the City's water system. The City borrowed \$2,000,000 due in monthly installments of \$9,296 of principal and interest through October 1, 2036; interest at 1.11% (\$1,477,632 outstanding). Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. Note payments and performance obligations are secured by revenues on taxes, fees and charges collected by the City.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

10. Long-Term Debt (continued)

Notes from Direct Borrowings, continued

Business-type Activities, continued

The City entered into a direct borrowing agreement with the Georgia Environmental Finance Authority to finance improvements to the City's sewerage system. The City borrowed \$1,120,000 due in monthly installments of \$5,472 of principal and interest through May 1, 2037; interest at 1.63% (\$868,938 outstanding). Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. Note payments and performance obligations are secured by revenues on taxes, fees and charges collected by the City.

The City entered into a direct borrowing agreement the Georgia Environmental Finance Authority for expansion of the City's water system. The City borrowed \$1,992,526 due in monthly installments of \$10,317 of principal and interest through October 1, 2040; interest at 2.25%. (\$1,865,345 outstanding) The City drew a total of \$2,490,657 on this agreement and recognized \$498,131 in principal forgiveness. Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. Note payments and performance obligations are secured by revenues on taxes, fees and charges collected by the City.

The City entered into a direct borrowing agreement the Georgia Environmental Finance Authority in the amount of \$2,500,000 for expansion of the City's water treatment plant and related appurtenances. GEFA agrees to forgive \$900,000 of the loan if all funds are drawn. Monthly installments of principal and interest are due beginning on the first day of the calendar month following the date that the loan is fully disbursed (the Amortization Commencement Date) for 239 months; interest at 1.64%. The City has drawn \$1,539,657 on this agreement and recognized \$866,057 in principal forgiveness. As of the end of the current fiscal year, this note is still in the drawdown phase (\$1,539,657 outstanding) and is not included in the amortization schedule on the next page. Upon an event of default, all outstanding principal and accrued interest may be declared immediately due and payable. Note payments and performance obligations are secured by revenues on taxes, fees and charges collected by the City.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

10. Long-Term Debt (continued)

Notes from Direct Borrowings, continued

Business-type Activities, continued

Annual debt service requirements for notes from direct borrowings are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 230,212	\$ 70,814	\$ 301,026
2024	234,011	67,015	301,026
2025	237,879	63,148	301,027
2026	241,816	59,210	301,026
2027	245,825	55,202	301,027
2028-2032	1,291,852	213,281	1,505,133
2033-2037	1,323,520	101,771	1,425,291
2038-2041	406,800	16,219	423,019
Totals	<u>\$ 4,211,915</u>	<u>\$ 646,660</u>	<u>\$ 4,858,575</u>

Elberton Downtown Development Authority Component Unit

The Elberton Downtown Development Authority entered into a direct borrowing agreement with the City of Elberton to refinance a lending agreement with Pinnacle Bank in the original amount of \$65,000. At the end of the current fiscal year, the balance of this note is \$30,000. The agreement is secured by real property located at 9 North McIntosh Street in downtown Elberton, GA. In the event of default, the lender has the option to declare the full amount of unpaid principal and interest due immediately. Monthly installments of \$88 interest are due through May 31, 2021; interest at 3.00%. All unpaid principal and interest are due in full on June 30, 2023.

The Elberton Downtown Development Authority entered into a direct borrowing agreement with the City of Elberton to help finance the planning of the renovation of the upstairs of the William O. Jones Building in downtown Elberton, GA, in the original amount of \$51,250. The agreement is secured by the William O. Jones Building. In the event of default, the lender has the option to declare the

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

10. Long-Term Debt (continued)

Notes from Direct Borrowings, continued

Elberton Downtown Development Authority Component Unit, continued

full unpaid principal balance due immediately. At the end of the current fiscal year, the balance of this note is \$31,363. Monthly installments of \$449 principal and interest are due through June 1, 2028; interest at 1.00%.

The Elberton Downtown Development Authority entered into a direct borrowing agreement with the Georgia Department of Community Affairs to refinance a lending agreement with Pinnacle Bank in the original amount of \$180,854. The agreement is secured by the William O. Jones Building located in downtown Elberton, GA. In the event of default, the lender has the option to declare the full unpaid principal balance due immediately. At the end of the current fiscal year, the balance of this note is \$31,188. Monthly installments of \$1,182 principal and interest are due through September 1, 2024; interest at 2.00%.

The Elberton Downtown Development Authority has also entered into a direct borrowing agreement with the City of Elberton for improvements to the William O. Jones Building in the original amount of \$480,000. The agreement is secured by the William O. Jones Building. In the event of default, the lender has the option to declare the full unpaid principal balance due immediately. At the end of the current fiscal year, the balance of this note is \$208,000. Monthly installments of \$2,000 are due through February 28, 2031; interest at 0.00%.

The Elberton Downtown Development Authority has entered into a direct borrowing agreement with the City of Elberton to assist with the acquisition and renovation of the building located at 23 North Public Square in downtown Elberton, GA, in the original amount of \$40,000. The agreement is secured by the real property located at 23 North Public Square in downtown Elberton, GA. In the event of default, the lender has the option to declare the full unpaid principal balance due immediately. At the end of the current fiscal year, the balance of this note is \$30,000. Monthly installments of \$29 interest are due through May 31, 2021; interest at 1.00%. All unpaid principal and interest are due in full on June 30, 2023.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

10. Long-Term Debt (continued)

Notes from Direct Borrowings, continued

Elberton Downtown Development Authority Component Unit, continued

The Elberton Downtown Development Authority has entered into a direct borrowing agreement with the City of Elberton to finance the acquisition and renovation of two commercial buildings located at 17 and 21 North McIntosh Street in downtown Elberton, GA, in the original amount of \$125,000. The agreement is secured by the real property located at 17 and 21 North McIntosh Street in downtown Elberton, GA. In the event of default, the lender has the option to declare the full unpaid principal balance due immediately. At the end of the current fiscal year, the balance of this note is \$111,667. Monthly installments of \$575 principal and interest are due through February 1, 2040; interest at 1.00%.

The Elberton Downtown Development Authority has entered into a direct borrowing agreement with the City of Elberton to finance the stabilization and renovation of the building located at 23 North Public Square in downtown Elberton, GA, in the original amount of \$697,756. The agreement is secured by the real property located at 23 North Public Square in downtown Elberton, GA. In the event of default, the lender has the option to declare the full unpaid principal balance due immediately. As of the end of the current fiscal year, this note is still in the drawdown phase (\$697,756 outstanding) and is not included in the amortization schedule below.

Annual debt service requirements for notes from direct borrowing are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 108,594	\$ 1,380	\$ 109,974
2024	48,980	1,271	50,251
2025	38,662	1,172	39,834
2026	35,238	1,048	36,286
2027	35,351	936	36,287
2028-2032	124,508	3,372	127,880
2033-2037	32,746	1,746	34,492
2038-2040	18,139	251	18,390
Totals	<u>\$ 442,218</u>	<u>\$ 11,176</u>	<u>\$ 453,394</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

11. Long-Term Liabilities

Changes in Long-Term Liabilities

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
Contractual liability	\$ 199,426	\$ 0	\$ (13,040)	\$ 186,386	\$ 0
Lease payable	56,196	0	(11,906)	44,290	11,980
Compensated absences	154,660	127,713	(108,262)	174,111	121,878
Total Governmental Activities	<u>\$ 410,282</u>	<u>\$ 127,713</u>	<u>\$ (133,208)</u>	<u>\$ 404,787</u>	<u>\$ 133,858</u>
Business-type Activities					
Revenue bonds	\$ 930,000	\$ 0	\$ (930,000)	\$ 0	\$ 0
Bonds from direct placements	3,405,624	0	(379,369)	3,026,255	387,026
Notes from direct borrowings	4,861,552	1,116,501	(226,481)	5,751,572	230,212
Compensated absences	192,376	144,251	(134,663)	201,964	141,375
Total Business-type Activities	<u>\$ 9,389,552</u>	<u>\$ 1,260,752</u>	<u>\$ (1,670,513)</u>	<u>\$ 8,979,791</u>	<u>\$ 758,613</u>
Downtown Development Authority Component Unit					
Notes from direct borrowings	<u>\$ 500,436</u>	<u>\$ 697,756</u>	<u>\$ (58,218)</u>	<u>\$ 1,139,974</u>	<u>\$ 108,594</u>

Beginning balance of changes in long-term liabilities schedule was restated by \$56,196 for the implementation of GASB 87. See Note 24 for further information.

Total interest incurred and expensed in the governmental activities and the business-type activities during the current fiscal year was \$314 and \$166,114, respectively.

Revenue bond discounts/premiums are amortized over the life of the related debt using the straight-line method. Compensated absences are liquidated by those funds that have salary and wage expenditures. Long-term liabilities, such as compensated absences, of the governmental activities are liquidated in the General Fund.

The City is subject to a legal debit margin of 10% of total assessed property value. The City's net assessed value is \$133,409,933. The City has \$0 of outstanding general obligation debt. The City has a total of \$13,340,933 (100%) of outstanding legal debt margin remaining.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

12. Nonspendable and Restricted Fund Balances

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

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:			
Inventories	\$ 43,505	\$ 0	\$ 43,505
Prepaid items	187,205	0	187,205
Notes receivable	60,000	0	60,000
	<u>290,710</u>	<u>0</u>	<u>290,710</u>
Restricted for:			
Public Safety			
Police facilities and equipment	25	0	25
Housing and Development			
Downtown development	0	1,177,449	1,177,449
Capital projects	81	883,425	883,506
	<u>106</u>	<u>2,060,874</u>	<u>2,060,980</u>

13. Landfill Closure and Post-Closure Care Costs

At June 30, 1995, the City owned and operated a landfill site located on approximately 200 acres of land north of Elberton. The landfill had been operated at the site since 1990. State and federal laws and regulations require the operator to close the landfill once its capacity is reached and to monitor and maintain the site for thirty subsequent years. The City recognized a portion of the closure and post closure care costs in each operating period even though actual payouts would not occur until the landfill was closed. The amount recognized each year was based on the landfill capacity used as of the balance sheet date.

Effective July 1, 1995, Elbert County, Georgia, became the owner and operator of the sanitary landfill. All assets of the landfill and related capital leases were transferred to the County as of that date.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

13. Landfill Closure and Post-Closure Care Costs (continued)

The agreement with Elbert County calls for the City and the County to each assume one-half of the closure and post closure care costs of the landfill cells (cells 1 - 8) existing on July 1, 1995, for future years. The City has recorded a contractual obligation to Elbert County of \$186,386. The obligation will be adjusted annually based upon current data and engineering studies. The landfill is closed and has no estimated remaining life. This liability is reported as a non-current contractual liability in the Governmental Activities on the Statement of Net Position.

14. Risk Management and Self-Insurance

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The City has elected to manage its risk financing activities through the purchase of commercial insurance. There have been no insurance settlements exceeding insurance coverage for any of the past three fiscal years.

The City is a member of the Georgia Municipal Association (GMA) Group Self-Insurance Workers' Compensation Fund, a group self-insured program authorized by state statute and administered by GMA. The fund provides workers' compensation statutory coverage to local government entities in Georgia as an alternative to the standard commercial insurance market. The membership owns and controls the fund, resulting in dividends (or renewal credits) returned to the fund members, significantly reducing the cost of coverage for the membership. The cost of coverage is based on individual loss experience and underwriting.

Membership includes proactive safety and risk control service which includes loss control field service, individual member problem analysis, and on-site and regional training. Workers' compensation claims are reported to and administered by GMA employees.

The City's deductible for workers' compensation claims is \$500,000. At the end of the current fiscal year, the City has no losses that are probable or estimable and accordingly has not recognized any liability.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan

Plan Description. The City is a participating member of the Georgia Municipal Employees Benefit System (GMEBS), a state-wide agent, multiple-employer retirement system, administered by the Georgia Municipal Association. This is a defined benefit pension plan, which provides retirement, disability and death benefits to plan members and beneficiaries. The City has established provisions, which assign the authority to the City Council members to establish and amend the benefit provisions of the plan.

Control over the operation and administration of the plan is vested with GMEBS along with custody of the plan assets. The plan provides that the City has no liability with respect to payments or benefits or otherwise under the plan except to pay over to GMEBS 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 City but shall be allocated to employees. All employees are eligible for immediate participation. Officials are covered under the plan and are eligible for immediate participation.

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

The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. The report may be obtained at www.gmanet.com or by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan (continued)

At of the date of the most recent actuarial valuation participants consisted of the following:

Retirees and beneficiaries currently receiving benefits	110
Terminated vested participants entitled to but not yet receiving benefits	30
Active participants	123
Total number of participants	263

Benefits Provided. The plan provides retirement and death benefits. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 65 with no reduction in benefit. Members with thirty years of total service are eligible to retire at age 60 with no reduction in benefit. Officials are eligible to retire at age 65 with no reduction of benefits. Members are eligible for early retirement with reduced benefits based on the early retirement reduction table at age 55 after 10 years of service. The employee benefit formula is 2.00% with a ten year vesting schedule.

Contributions. Employees make no contributions to the plan. The City is required to contribute the remaining amounts necessary to fund the plan in compliance with the minimum funding standards of the Public Retirement Systems Standards Law. The City’s actuarially determined contribution rate for the current fiscal year was \$423,333 or 7.47% of covered payroll. The Council provides for the benefits and funding policy through City ordinance and maintains the authority to change the policy. The administrative expenses set by contract with GMEBS are in addition to the state-required annual funding requirement. This funding policy, as specified by ordinance, has been the same since the inception of the plan.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan (continued)

Pension Liabilities (Assets), Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. At the end of the current fiscal year, the City reported a net pension asset of \$1,418,792. The net pension asset was measured as of September 30, 2021, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2022. For the current fiscal year, the City recognized pension revenue of \$88,301. For the Governmental Activities, the net pension liability is liquidated by the General Fund.

At the end of the current fiscal year, the City 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	\$ 1,319,356	\$ 0
Changes of assumptions	138,724	0
Changes in participant fund allocation	47,785	(47,785)
Net difference between projected and actual earnings on pension plan investments	0	(2,943,024)
City contributions subsequent to the measurement date	362,537	0
Totals	\$ 1,868,402	\$ (2,990,809)

The \$362,537 of deferred outflows of resources resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net position liability in the subsequent fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources will be recognized in pension expense as follows:

Fiscal Year Ending June 30		
2023	\$	(261,135)
2024		(159,825)
2025		(499,085)
2026		(564,899)
Totals	\$	(1,484,944)

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan (continued)

Actuarial Assumptions. The total pension liability in the January 1, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Projected salary increases	2.25% plus service based merit increases
Cost of living adjustments	2.25%
Net investment rate of return	7.375%

Healthy mortality rates were based on the Sex-Distinct Pri-2012 Head-Count Weighted Healthy Retiree Mortality Table with rates multiplied by 1.25. Disabled mortality rates were based on the Sex-Distinct Pri-2012 Head-Count Weighted Disabled Retiree Mortality Table with rates multiplied by 1.25.

The mortality and economic actuarial assumptions used in the January 1, 2022 valuation were based on the results of an actuarial experience study for the period of July 1, 2015 through June 30, 2019.

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

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan (continued)

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	45%	6.55%
International equity	20%	7.30%
Domestic fixed income	20%	0.40%
Real estate	10%	3.65%
Global fixed income	5%	0.50%
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.375 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan (continued)

Changes in Net Pension Liability (Asset)

	<u>Total Pension Liability (Asset)</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability (Asset)</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balances at 9/30/20	\$ 23,455,502	\$ 22,091,584	\$ 1,363,918
Changes for the year:			
Service cost	235,005	0	235,005
Interest	1,695,545	0	1,695,545
Differences between expected and actual experience	883,050	0	883,050
Contributions—employer	0	334,377	(334,377)
Net investment income	0	5,296,244	(5,296,244)
Benefit payments, including refunds of employee contributions	(1,400,126)	(1,400,126)	0
Administrative expense	0	(34,311)	34,311
Net changes	<u>1,413,474</u>	<u>4,196,184</u>	<u>(2,782,710)</u>
Balances at 9/30/21	<u>\$ 24,868,976</u>	<u>\$ 26,287,768</u>	<u>\$ (1,418,792)</u>

Plan fiduciary net position as a percentage of the total pension liability	105.71%
Covered payroll	\$ 5,478,911
Employer's net pension asset as percentage of covered payroll	(25.90%)

Sensitivity of the Net Pension Asset/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 (6.375 percent) or one percentage-point higher (8.375 percent) than the current rate:

	<u>Discount Rate</u>	<u>Net Pension Liability (Asset)</u>
1% decrease	6.375%	\$ 1,806,529
Current discount rate	7.375%	(1,418,792)
1% increase	8.375%	(4,079,060)

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

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

15. Pension Plan (continued)

Other Plans. In addition to the plan above, various City employees are covered under the Peace Officers' Annuity and Benefit Fund of Georgia. Further information regarding this plan can be obtained from the plan's annual report. These plans are immaterial to the financial statements.

16. Deferred Compensation Plan

The City also provides retirement benefits for its employees through a deferred compensation, defined contribution plan. The Plan was created under Internal Revenue Code Sections 457 and 401(a). The Plan is administered by the Georgia Municipal Association (GMA), an independent third party. The City began participation in the plan during fiscal year 2004. All employees who work at least 30 hours per week are eligible to participate in the Plan. The City Council provides for the benefits and funding policy through a City ordinance and maintains the authority to change the policy.

Under the terms of the Plan, employees may defer a portion of their salary through voluntary contributions to the Plan. Employees may defer a maximum of 25% of their salary, up to the maximum allowable by federal law. After completing 30 days of service, the City contributes 100% of the employee's contributions up to 6% of compensation per year.

Employee contributions are vested 100% at the time of contribution. Employer contributions are vested on a schedule of 20% after the first year of service and an additional 20% each year thereafter; employer contributions are fully vested after 5 years of service. Amounts held in the Plan are not available to the employees until termination, retirement, death, or unforeseeable emergency.

During the fiscal year, the City contributed \$257,223 to the plan based on covered salaries of \$4,716,982. Plan members made voluntary contributions of \$264,598 to the plan. Total payroll was \$6,162,618.

The City has no fiduciary relationship with the plans, and plan assets are not available to the City or its general creditors. The Plans assets are held in trust by the administrator for the exclusive benefit of the participants of the Plans.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

17. Post Employment Health Care Benefits

The City does not provide post-employment benefits other than pensions and those mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA).

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured on or before the 10th day of the month for the actual month covered. This program is offered for the duration of 18 months after the employee's termination date. There is no associated cost to the City under this program.

18. Hotel/Motel Lodging Tax

The City has levied a 6% lodging tax, in accordance with Official Code of Georgia Annotated (OCGA) Section 48-13-51(3.7). The City is required to spend an amount equal to the amount by which the total taxes collected under the Code section exceed the taxes which would be collected at a rate of 3 percent for the purpose of promoting tourism, conventions, and trade shows, or for facilities used for these purposes. A summary of the transactions for the current fiscal year were as follows:

Lodging tax receipts	\$ 115,138
Disbursements to Chamber of Commerce, for Elbert Theatre, and for other tourism and visitor programs	\$ 57,569 50% of tax receipts
Transfers to the General Fund	\$ 57,569 50% of tax receipts

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

19. Joint Ventures

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

20. Related Organizations

The City of Elberton Housing Authority is considered a related organization to the City of Elberton. The City appoints members to the Authority, but does not have the ability to impose its will or create a financial benefit or burden for the Authority. The Authority provides low-income housing for the individuals in the City of Elberton. The City received no payments for services provided during the current fiscal year.

21. Commitments and Contingencies

Commitments

The City has entered into Power Sales Contracts with the Municipal Electric Authority of Georgia (MEAG). The contracts require the City to purchase from MEAG all of the City's bulk power supply, other than power supplied by Federally-owned generation projects. MEAG is authorized to establish rates and charges so as to produce revenues sufficient to cover its costs. The City's payment obligations are general obligations to the payment of which the City's full faith and credit and taxing powers are pledged. The City purchased bulk power totaling \$11,163,176 from MEAG during the current fiscal year. The City's future minimum payment obligations to the Authority will be based on the Authority's costs and the City's yearly demand for bulk power supply.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

21. Commitments and Contingencies (continued)

The City has adopted the provisions of a Municipal Competitive Trust agreement between the City and MEAG. MEAG established the Trust for the mutual benefit of MEAG and its wholesale customers who elect to become participants. The Trust was created to provide a means to mitigate the expected differential between “after deregulation” market rates for power and the associated costs of generating that power.

The flexible operating trust account includes funds that are available to the City for operating costs and rate stabilization. At the end of the current fiscal year, the balance in this account was \$11,944,655. This amount is included in investments in the Combined Public Utility System Fund. The generation trust account is used to offset the City’s share of future MEAG generation projects. At the end of the current fiscal year, the balance in this account was \$1,957,350. This amount is included in restricted investments in the Combined Public Utility Fund.

As of the end of the current year, contractual commitments on uncompleted contracts totaled \$1,032,107.

Contingencies

The City’s legal counsel has stated that there are presently no determinable lawsuits.

22. Deficit Equity Balances

At the end of the current fiscal year, the Solid Waste Enterprise Fund has a deficit net position of \$49,815. This is due to the increase of the net pension liability in prior years. The City plans to liquidate this deficit net position through future revenue recognition.

At the end of the current fiscal year, the Elbert Theatre Enterprise Fund has a deficit net position of \$1,794. This is due to the increase of the net pension liability in prior years. The City plans to liquidate this deficit net position through future revenue recognition.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2022

23. Net Investment in Capital Assets

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

	Governmental Activities	Business-Type Activities
Cost of capital assets	\$ 12,723,394	\$ 70,941,801
Accumulated depreciation	(6,518,029)	(32,312,352)
Book value	6,205,365	38,629,449
Capital-related accounts payable	0	(196,885)
Retainages payable	(91,741)	(163,565)
Lease liability	(44,290)	0
Bonds payable	0	(3,026,255)
Notes payable	0	(5,751,572)
Net investment in capital assets	<u>\$ 6,069,334</u>	<u>\$ 29,491,172</u>

24. Subsequent Events

Subsequent to June 30, 2022, the City received a distribution from Georgia Public Web, Inc. (“GPW”) in the amount of \$1,315,302. GPW is a Georgia non-profit company that provides telecommunications services to customers in Georgia, and it is co-owned by 32 member cities including Elberton. Elberton’s ownership share is 2.315%. GPW reached an asset purchase agreement in 2022 to sell substantially all of its assets to Accelecom Georgia, LLC, and the asset purchase was closed on September 30, 2022. Subsequently, Elberton received its 2.315% share of the sale proceeds in a distribution from GPW on October 14, 2022.

Subsequent to June 30, 2022, the City received \$808,303 in federal grant funding as a result of the American Rescue Plan Act (ARPA).

25. New Accounting Pronouncements

The City implemented GASB Statement No. 87, *Leases*, effective for the City’s current fiscal year. The requirements of this statement are effective for periods beginning after June 15, 2021. The beginning balance of right to use leased assets and related lease payable was established in the amount of \$56,196. This adjustment had no effect on beginning net position.

Required Supplementary Information



CITY OF ELBERTON, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
LAST TEN FISCAL YEARS
June 30, 2022
(Unaudited)

	Fiscal Year End		
	2022	2021	2020
Total pension liability			
Service cost	\$ 235,005	\$ 194,535	\$ 174,109
Interest	1,695,545	1,494,706	1,437,459
Differences between expected and actual experience	883,050	783,350	357,266
Changes of assumptions	0	0	346,803
Changes of benefit terms	0	1,560,101	0
Benefit payments, including refunds of employee contributions	(1,400,126)	(1,299,710)	(1,170,265)
Net change in total pension liability	1,413,474	2,732,982	1,145,372
Total pension liability - beginning	23,455,502	20,722,520	19,577,148
Total pension liability - ending (a)	\$ 24,868,976	\$ 23,455,502	\$ 20,722,520
Plan fiduciary net position			
Contributions - employer	\$ 334,377	\$ 119,340	\$ 33,877
Net investment income	5,296,244	1,982,167	605,552
Benefit payments, including refunds of employee contributions	(1,400,126)	(1,299,710)	(1,170,265)
Administrative expense	(34,311)	(35,329)	(31,947)
Net change in total pension liability	4,196,184	766,468	(562,783)
Plan fiduciary net position - beginning	22,091,584	21,325,116	21,887,899
Plan fiduciary net position - ending (b)	\$ 26,287,768	\$ 22,091,584	\$ 21,325,116
Net pension liability (asset) - ending : (a) - (b)	\$ (1,418,792)	\$ 1,363,918	\$ (602,596)
Plan's fiduciary net position as a percentage of the total pension liability	105.71%	94.19%	102.91%
Covered payroll	\$ 5,478,911	\$ 5,055,127	\$ 5,003,067
Net pension liability (asset) as a percentage of covered payroll	-25.90%	26.98%	-12.04%

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

Fiscal Year End

2019	2018	2017	2016	2015
\$ 153,205	\$ 164,994	\$ 173,629	\$ 185,301	\$ 200,459
1,386,472	1,359,452	1,347,052	1,299,615	1,345,099
263,547	617,994	(387,757)	0	(358,709)
0	(358,973)	0	151,751	(847,478)
0	90,421	0	(117,838)	0
<u>(1,118,331)</u>	<u>(1,045,886)</u>	<u>(899,965)</u>	<u>(913,514)</u>	<u>(939,024)</u>
684,893	828,002	232,959	605,315	(599,653)
<u>18,892,255</u>	<u>18,064,253</u>	<u>17,831,294</u>	<u>17,225,979</u>	<u>17,825,632</u>
<u>\$ 19,577,148</u>	<u>\$ 18,892,255</u>	<u>\$ 18,064,253</u>	<u>\$ 17,831,294</u>	<u>\$ 17,225,979</u>
\$ 261,335	\$ 358,526	\$ 344,865	\$ 358,930	\$ 348,379
2,029,341	2,767,707	1,912,937	221,538	1,863,860
(1,118,331)	(1,045,886)	(899,965)	(913,514)	(939,024)
<u>(33,672)</u>	<u>(35,849)</u>	<u>(21,184)</u>	<u>(24,006)</u>	<u>(19,423)</u>
1,138,673	2,044,498	1,336,653	(357,052)	1,253,792
<u>20,749,226</u>	<u>18,704,728</u>	<u>17,368,075</u>	<u>17,725,127</u>	<u>16,471,335</u>
<u>\$ 21,887,899</u>	<u>\$ 20,749,226</u>	<u>\$ 18,704,728</u>	<u>\$ 17,368,075</u>	<u>\$ 17,725,127</u>
<u>\$ (2,310,751)</u>	<u>\$ (1,856,971)</u>	<u>\$ (640,475)</u>	<u>\$ 463,219</u>	<u>\$ (499,148)</u>
111.80%	109.83%	103.55%	97.40%	102.90%
\$ 4,647,492	\$ 4,221,554	\$ 4,200,078	\$ 4,545,318	\$ 4,461,208
-49.72%	-43.99%	-15.25%	10.19%	-11.19%

CITY OF ELBERTON, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
June 30, 2022
(Unaudited)

	Fiscal Year End		
	2022	2021	2020
Actuarially determined contribution	\$ 423,333	\$ 364,775	\$ 33,571
Contributions in relation to the actuarially determined contribution	(423,333)	(364,775)	(33,571)
Contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered payroll	\$ 5,664,781	\$ 5,233,820	\$ 5,100,652
Contributions as a percentage of covered payroll	7.47%	6.97%	0.66%

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

Fiscal Year End				
2019	2018	2017	2016	2015
\$ 337,256 (337,256)	\$ 365,616 (365,616)	\$ 337,948 (337,948)	\$ 365,616 (365,616)	\$ 365,924 (365,924)
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$ 5,003,067	\$ 4,848,402	\$ 4,633,317	\$ 4,454,847	\$ 4,461,208
6.74%	7.54%	7.29%	8.21%	8.20%

CITY OF ELBERTON, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the fiscal year ended June 30, 2022

1. Valuation Date

The actuarially determined contribution rate was determined as of January 1, 2022, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending June 30, 2023.

2. Methods and Assumptions Used to Determine Contribution Rates

Actuarial cost method = Projected unit credit

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 10 years

Asset valuation method = Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.

Net investment rate of return = 7.375%

Projected salary increases = 2.25% plus service based merit increases

Cost of living adjustments = 2.25%

Retirement age for inactive vested participants = 65

Mortality = Healthy mortality rates were based on the Sex-Distinct Pri-2012 Head-Count Weighted Healthy Retiree Mortality Table with rates multiplied by 1.25. Disabled mortality rates were based on the Sex-Distinct Pri-2012 Head-Count Weighted Disabled Retiree Mortality Table with rates multiplied by 1.25.

CITY OF ELBERTON, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the fiscal year ended June 30, 2022

3. Changes in Benefits

Amounts reported for fiscal years ending in 2021 and later reflect that effective January 1, 2021, alternative normal retirement eligibility was changed from age 62 with 30 years of service to age 60 with 30 years of service, the Employees' benefit formula was changed from a table breakpoint formula to a flat 2.00% and the Officials' benefit multiplier was increased from \$45 to \$55.

4. Changes of Assumptions

The following assumption changes based on an actuarial study conducted in November and December of 2019:

The mortality table for healthy retirees and beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.

The mortality table for disabled participants was changed from the sex-distinct RP-2000 Disabled Retiree Mortality Table to the sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25.

The mortality table for active participants, terminated vested participants, and deferred beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Employee Mortality Table.

Future mortality improvement is based on projecting generationally from 2012 using 60% of the sex-distinct Scale SSA2019. Previously future mortality improvements were not explicitly projected.

CITY OF ELBERTON, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the fiscal year ended June 30, 2022

4. Changes of Assumptions (continued)

The prior retirement assumption was based on the Plan's normal retirement eligibility. If normal retirement eligibility was only available on or after age 65, the prior assumption was 60% at ages 65 to 69 and 100% at age 70 and older. If normal retirement eligibility was available prior to age 65, the rates were 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70 and older as long as a participant was at least eligible for early retirement.

The new assumption relates to when a given participant is eligible for normal retirement (either regular normal retirement or alternative normal retirement). Retirement rates do not apply if a participant is not eligible for either early or normal retirement. The retirement rates where normal retirement is available on or after age 65 are 5% at ages 55 to 59, 7% at ages 60 and 61, 20% at age 62, 10% at ages 63 and 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older.

Where normal retirement is available to a given participant at age 62, 63, or 64, the new retirement rates are 3% when first eligible for early retirement through age 60, 10% at ages 61 to 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 30%.

Where normal retirement is available at age 60 or 61, the new retirement rates are 3% when first eligible for early retirement through age 59, 10% at ages 60 to 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 20%.

Where normal retirement is available prior to age 60, the new retirement rates are 3% when first eligible for early retirement through the year prior to normal retirement eligibility, 10% from normal retirement eligibility through age 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 10%.

CITY OF ELBERTON, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the fiscal year ended June 30, 2022

4. Changes of Assumptions (continued)

The turnover rates were changed from the greater of age-based rates and select rates for the first five years of service followed by age-based rates thereafter to service-based rates only.

The disability rates were changed to 50% of the rates in the prior age-based table.

The inflation assumption was decreased from 2.75% to 2.25%.

The salary increase assumption was changed from a service-based salary scale starting at 8.25% for the first two years of service with an ultimate rate of 3.25% at ten years of service to a service-based scale starting at 8.50% for the first two years of service with an ultimate rate of 3.00% at 15 years of service.

The investment return assumption was decreased from 7.50% to 7.375%.

The cost-of-living assumption was decreased from 2.75% to 2.25%.

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Supplementary Information



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COMBINING STATEMENTS

Nonmajor Governmental Funds

Nonmajor Enterprise Funds

**CITY OF ELBERTON, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2022**

	Special Revenue			Capital Projects		Total Nonmajor Funds
	American Rescue Plan Act	Hotel/ Motel Tax	Revolving Loan	2017 SPLOST	2019 TSPLOST	
ASSETS						
Cash	\$ 0	\$ 0	\$ 88,571	\$ 301,931	\$ 464,426	\$ 854,928
Receivables						
Taxes	0	13,523	0	0	0	13,523
Intergovernmental	140,251	0	0	153,588	55,221	349,060
Notes	0	0	1,088,878	0	0	1,088,878
Due from other funds	0	4,332	0	0	0	4,332
Total assets	\$ 140,251	\$ 17,855	\$ 1,177,449	\$ 455,519	\$ 519,647	\$ 2,310,721
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 0	\$ 17,855	\$ 0	\$ 0	\$ 0	\$ 17,855
Retainage payable	0	0	0	91,741	0	91,741
Due to other funds	140,251	0	0	0	0	140,251
Total liabilities	140,251	17,855	0	91,741	0	249,847
Fund balances						
Restricted for:						
Housing and Development	0	0	1,177,449	0	0	1,177,449
Capital Projects	0	0	0	363,778	519,647	883,425
Total fund balances	0	0	1,177,449	363,778	519,647	2,060,874
Total liabilities and fund balances	\$ 140,251	\$ 17,855	\$ 1,177,449	\$ 455,519	\$ 519,647	\$ 2,310,721

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2022

	Special Revenue			Capital Projects		Total Nonmajor Funds
	American Rescue Plan Act	Hotel/ Motel Tax	Revolving Loan	2017 SPLOST	2019 TSPLOST	
REVENUES						
Taxes	\$ 0	\$ 115,138	\$ 0	\$ 0	\$ 0	\$ 115,138
Intergovernmental	948,554	0	697,755	817,128	654,867	3,118,304
Interest	0	0	1,919	221	504	2,644
Total revenues	<u>948,554</u>	<u>115,138</u>	<u>699,674</u>	<u>817,349</u>	<u>655,371</u>	<u>3,236,086</u>
EXPENDITURES						
Current						
Housing and Development	0	57,569	2,225	0	0	59,794
Public Safety	115,752	0	0	0	0	115,752
Public Works	278,500	0	0	0	0	278,500
Culture and Recreation	54,667	0	0	0	0	54,667
Capital outlay	0	0	0	1,027,788	597,797	1,625,585
Total expenditures	<u>448,919</u>	<u>57,569</u>	<u>2,225</u>	<u>1,027,788</u>	<u>597,797</u>	<u>2,134,298</u>
Excess (deficiency) of revenues over over (under) expenditures	<u>499,635</u>	<u>57,569</u>	<u>697,449</u>	<u>(210,439)</u>	<u>57,574</u>	<u>1,101,788</u>
Other financing sources (uses)						
Transfers in	0	0	0	499,635	0	499,635
Transfers out	(499,635)	(57,569)	0	0	0	(557,204)
Total other financing sources (uses)	<u>(499,635)</u>	<u>(57,569)</u>	<u>0</u>	<u>499,635</u>	<u>0</u>	<u>(57,569)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	697,449	289,196	57,574	1,044,219
Fund balances, July 1	<u>0</u>	<u>0</u>	<u>480,000</u>	<u>74,582</u>	<u>462,073</u>	<u>1,016,655</u>
Fund balances, June 30	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,177,449</u>	<u>\$ 363,778</u>	<u>\$ 519,647</u>	<u>\$ 2,060,874</u>

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF NET POSITION
NONMAJOR PROPRIETARY FUNDS
June 30, 2022

	Solid Waste	Elbert Theatre	Total Nonmajor Proprietary Funds
ASSETS			
Current assets			
Cash	\$ 0	\$ 2,949	\$ 2,949
Accounts receivable(net)	77,082	0	77,082
Due from other funds	0	1,508	1,508
	<u>77,082</u>	<u>4,457</u>	<u>81,539</u>
Total current assets			
Noncurrent assets			
Capital assets			
Non-depreciable	23,900	0	23,900
Depreciable (net)	136,814	22,496	159,310
Net pension asset	91,986	12,300	104,286
	<u>252,700</u>	<u>34,796</u>	<u>287,496</u>
Total noncurrent assets			
Total assets	<u>329,782</u>	<u>39,253</u>	<u>369,035</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>118,039</u>	<u>15,784</u>	<u>133,823</u>
LIABILITIES			
Current liabilities			
Accounts payable	20,925	2,754	23,679
Accrued salaries	21,674	2,377	24,051
Compensated absences	16,117	4,144	20,261
Due to other funds	240,115	13,821	253,936
	<u>298,831</u>	<u>23,096</u>	<u>321,927</u>
Total current liabilities			
Noncurrent liabilities			
Compensated absences	<u>6,907</u>	<u>1,776</u>	<u>8,683</u>
Total liabilities	<u>305,738</u>	<u>24,872</u>	<u>330,610</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>191,898</u>	<u>31,959</u>	<u>223,857</u>
NET POSITION			
Net investment in capital assets	160,714	22,496	183,210
Unrestricted	<u>(210,529)</u>	<u>(24,290)</u>	<u>(234,819)</u>
Total net position	<u>\$ (49,815)</u>	<u>\$ (1,794)</u>	<u>\$ (51,609)</u>

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
NONMAJOR PROPRIETARY FUNDS
For the fiscal year ended June 30, 2022

	Solid Waste	Elbert Theatre	Total Nonmajor Proprietary Funds
OPERATING REVENUES			
Charges for sales and services	\$ 954,527	\$ 52,987	\$ 1,007,514
OPERATING EXPENSES			
Costs of sales and services	432,971	61,587	494,558
Personal services	513,701	74,672	588,373
Depreciation	74,332	2,060	76,392
Total operating expenses	1,021,004	138,319	1,159,323
Operating income (loss)	(66,477)	(85,332)	(151,809)
Transfers in (out)			
Transfers in	106,000	92,000	198,000
Change in net position	39,523	6,668	46,191
Net position, July 1	(89,338)	(8,462)	(97,800)
Net position, June 30	\$ (49,815)	\$ (1,794)	\$ (51,609)

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For the fiscal year ended June 30, 2022

	<u>Solid Waste</u>	<u>Elbert Theatre</u>	<u>Total Nonmajor Proprietary Funds</u>
Cash flows from operating activities:			
Receipts from customers	\$ 958,242	\$ 52,987	\$ 1,011,229
Payments to suppliers	(436,840)	(65,893)	(502,733)
Payments to employees	(539,911)	(80,303)	(620,214)
	<u>(18,509)</u>	<u>(93,209)</u>	<u>(111,718)</u>
Net cash provided (used) by operating activities			
Cash flows from non-capital financing activities:			
Receipts from other funds	106,000	238,914	344,914
Payments to other funds	(87,491)	(149,689)	(237,180)
	<u>18,509</u>	<u>89,225</u>	<u>107,734</u>
Net cash provided (used) by non-capital financing activities			
Net increase (decrease) in cash	0	(3,984)	(3,984)
Cash, July 1	<u>0</u>	<u>6,933</u>	<u>6,933</u>
Cash, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 2,949</u></u>	<u><u>\$ 2,949</u></u>

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For the fiscal year ended June 30, 2022

	<u>Solid Waste</u>	<u>Elbert Theatre</u>	<u>Total Nonmajor Proprietary Funds</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (66,477)	\$ (85,332)	\$ (151,809)
 Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	74,332	2,060	76,392
(Increase) decrease in accounts receivable	3,715	0	3,715
(Increase) decrease in net pension asset/liability	(183,189)	(24,429)	(207,618)
(Increase) decrease in deferred outflows related to pension	(22,965)	(3,140)	(26,105)
Increase (decrease) in accounts payable	(3,869)	(4,306)	(8,175)
Increase (decrease) in accrued salaries	3,284	792	4,076
Increase (decrease) in compensated absences payable	4,125	173	4,298
Increase (decrease) in deferred inflows related to pension	172,535	20,973	193,508
 Total adjustments	<u>47,968</u>	<u>(7,877)</u>	<u>40,091</u>
 Net cash provided (used) by operating activities	<u>\$ (18,509)</u>	<u>\$ (93,209)</u>	<u>\$ (111,718)</u>

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GENERAL FUND

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

**CITY OF ELBERTON, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS
June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash	\$ 504,506	\$ 682,772
Restricted cash	106	106
Receivables (net)		
Accounts	4,438	3,959
Taxes	101,327	89,395
Notes	60,000	70,000
Prepaid items	187,205	185,896
Inventory, at cost	43,505	21,192
Due from other funds	140,251	0
	<u>140,251</u>	<u>0</u>
Total assets	<u>\$ 1,041,338</u>	<u>\$ 1,053,320</u>
LIABILITIES		
Accounts payable	\$ 39,814	\$ 84,429
Accrued salaries and payroll liabilities	161,574	140,774
Due to other funds	111,263	82,437
Other liabilities	14,700	14,250
	<u>14,700</u>	<u>14,250</u>
Total liabilities	<u>327,351</u>	<u>321,890</u>
FUND BALANCES		
Nonspendable:		
Prepaid items	187,205	185,896
Inventory	43,505	21,192
Notes receivable	60,000	70,000
Restricted for Public Safety	25	25
Restricted for capital projects	81	81
Unassigned	423,171	454,236
	<u>423,171</u>	<u>454,236</u>
Total fund balances	<u>713,987</u>	<u>731,430</u>
Total liabilities and fund balances	<u>\$ 1,041,338</u>	<u>\$ 1,053,320</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
REVENUES		
Taxes	\$ 1,704,434	\$ 1,601,419
Licenses and permits	69,137	64,372
Fines, fees and forfeitures	227,574	144,845
Charges for services	725,865	769,573
Intergovernmental	39,831	226,613
Interest	1,406	1,544
Contributions	385	135
Other	7,369	33,644
	<hr/>	<hr/>
Total revenues	<u>2,776,001</u>	<u>2,842,145</u>
EXPENDITURES		
Current		
General Government	823,444	751,328
Judicial	90,405	79,111
Public Safety	2,754,498	2,612,060
Public Works	1,064,847	1,072,442
Health and Welfare	8,500	40,500
Culture and Recreation	80,499	81,000
Housing and Development	190,420	238,338
Total Current	<hr/> <u>5,012,613</u>	<hr/> <u>4,874,779</u>
Debt Service		
General Government	6,110	0
Public Safety	6,110	0
Total Debt Service	<hr/> <u>12,220</u>	<hr/> <u>0</u>
	<hr/>	<hr/>
Total expenditures	<u>5,024,833</u>	<u>4,874,779</u>
Excess (deficiency) of revenues over (under) expenditures	<hr/> <u>(2,248,832)</u>	<hr/> <u>(2,032,634)</u>
Other financing sources (uses)		
Transfers in (out)		
Hotel/Motel Fund	57,569	43,875
Combined Public Utility System Fund	2,140,000	1,870,000
Sale of capital assets	33,820	12,426
	<hr/>	<hr/>
Total other financing sources (uses)	<u>2,231,389</u>	<u>1,926,301</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(17,443)	(106,333)
Fund balances, July 1	<hr/> <u>731,430</u>	<hr/> <u>837,763</u>
Fund balances, June 30	<hr/> <u>\$ 713,987</u>	<hr/> <u>\$ 731,430</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022

(With comparative actual amounts for the fiscal year ended June 30, 2021)

	<u>2022</u>			<u>2021</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Taxes				
Intangibles tax	\$ 6,500	\$ 11,210	\$ 4,710	\$ 9,277
Franchise tax	98,000	89,731	(8,269)	95,431
Occupational tax	140,500	157,407	16,907	151,160
Insurance premium tax	390,454	381,694	(8,760)	368,710
Title ad valorem tax	102,000	115,283	13,283	112,773
Liquor tax	22,000	22,949	949	24,506
Beer and wine tax	110,000	109,036	(964)	109,043
Local option sales tax	696,000	817,124	121,124	730,519
Total taxes	<u>1,565,454</u>	<u>1,704,434</u>	<u>138,980</u>	<u>1,601,419</u>
Licenses and permits				
Building permits	25,000	18,449	(6,551)	17,249
Alcoholic beverage licenses	43,000	46,293	3,293	42,000
Other permits	3,500	4,395	895	5,123
Total licenses and permits	<u>71,500</u>	<u>69,137</u>	<u>(2,363)</u>	<u>64,372</u>
Fines, fees and forfeitures				
Parking fines	1,000	1,972	972	140
Court and DUI fines	145,600	220,319	74,719	141,705
Forfeited assets	0	2,283	2,283	0
Probation fees	3,000	3,000	0	3,000
Total fines, fees, and forfeitures	<u>149,600</u>	<u>227,574</u>	<u>77,974</u>	<u>144,845</u>
Charges for services				
Reimbursement of joint expenses	625,198	625,198	0	652,644
Cemetery sales and services	70,000	88,052	18,052	101,890
Public safety	14,000	7,834	(6,166)	13,389
Other	4,300	4,781	481	1,650
Total charges for services	<u>713,498</u>	<u>725,865</u>	<u>12,367</u>	<u>769,573</u>
Intergovernmental				
Grants	38,754	39,831	1,077	226,613
Interest				
	1,500	1,406	(94)	1,544
Contributions				
	350	385	35	135
Other				
Miscellaneous	7,500	7,369	(131)	33,644
Total revenues	<u><u>\$ 2,548,156</u></u>	<u><u>\$ 2,776,001</u></u>	<u><u>\$ 227,845</u></u>	<u><u>\$ 2,842,145</u></u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022
(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
EXPENDITURES				
Current				
General Government				
Mayor and Council				
Personal services	\$ 154,731	\$ 157,445	\$ (2,714)	\$ 139,537
Contractual services	62,221	58,497	3,724	27,278
Materials and supplies	250	1,243	(993)	13
Total Mayor and Council	<u>217,202</u>	<u>217,185</u>	<u>17</u>	<u>166,828</u>
City Manager's Office				
Personal services	171,328	168,125	3,203	163,314
Contractual services	5,435	1,778	3,657	2,240
Materials and supplies	1,000	1,897	(897)	662
Total City Manager's Office	<u>177,763</u>	<u>171,800</u>	<u>5,963</u>	<u>166,216</u>
Finance				
Personal services	130,048	133,517	(3,469)	126,075
Contractual services	69,355	66,892	2,463	54,925
Materials and supplies	1,100	88	1,012	685
Total Finance	<u>200,503</u>	<u>200,497</u>	<u>6</u>	<u>181,685</u>
Human Resources				
Personal services	59,302	61,756	(2,454)	64,759
Contractual services	7,779	5,260	2,519	5,111
Materials and supplies	2,000	2,031	(31)	2,844
Total Human Resources	<u>69,081</u>	<u>69,047</u>	<u>34</u>	<u>72,714</u>
City Clerk				
Personal services	113,604	112,539	1,065	106,677
Contractual services	750	1,401	(651)	825
Materials and supplies	7,310	7,717	(407)	7,044
Total City Clerk	<u>121,664</u>	<u>121,657</u>	<u>7</u>	<u>114,546</u>
Elections				
Personal services	1,210	1,040	170	0
Contractual services	800	851	(51)	0
Materials and supplies	100	216	(116)	0
Total Elections	<u>2,110</u>	<u>2,107</u>	<u>3</u>	<u>0</u>
City Attorney				
Contractual services	20,000	13,286	6,714	18,480
Total City Attorney	<u>20,000</u>	<u>13,286</u>	<u>6,714</u>	<u>18,480</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022
(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
General Government - continued				
City Hall Maintenance				
Contractual services	\$ 19,755	\$ 16,437	\$ 3,318	\$ 19,741
Materials and supplies	10,700	11,428	(728)	11,118
Total City Hall Maintenance	<u>30,455</u>	<u>27,865</u>	<u>2,590</u>	<u>30,859</u>
 Total General Government	 <u>838,778</u>	 <u>823,444</u>	 <u>15,334</u>	 <u>751,328</u>
Judicial				
Municipal Court				
Personal services	83,357	82,460	897	75,764
Contractual services	7,068	7,945	(877)	3,347
Total Judicial	<u>90,425</u>	<u>90,405</u>	<u>20</u>	<u>79,111</u>
Public Safety				
Police - Administration				
Personal services	158,254	168,210	(9,956)	171,793
Contractual services	199,466	197,138	2,328	182,475
Materials and supplies	19,510	15,219	4,291	15,062
Total Police - Administration	<u>377,230</u>	<u>380,567</u>	<u>(3,337)</u>	<u>369,330</u>
 Police - Uniform Division				
Personal services	1,000,894	980,684	20,210	908,659
Contractual services	30,000	21,724	8,276	24,853
Materials and supplies	39,697	60,666	(20,969)	37,452
Total Police - Uniform Division	<u>1,070,591</u>	<u>1,063,074</u>	<u>7,517</u>	<u>970,964</u>
 Police - Criminal Investigations				
Personal services	209,671	207,692	1,979	146,178
Contractual services	2,740	2,714	26	311
Materials and supplies	5,964	4,491	1,473	5,145
Total Police - Criminal Investigations	<u>218,375</u>	<u>214,897</u>	<u>3,478</u>	<u>151,634</u>
 Police - Community Relations				
Personal services	0	232	(232)	72,289
Contractual services	0	130	(130)	525
Materials and supplies	5,500	1,916	3,584	2,637
Total Police - Community Relations	<u>5,500</u>	<u>2,278</u>	<u>3,222</u>	<u>75,451</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022
(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
Public Safety - continued				
Police - Detention				
Contractual services	\$ 11,500	\$ 10,477	\$ 1,023	\$ 21,594
Fire				
Personal services	972,061	967,709	4,352	922,414
Contractual services	34,927	35,860	(933)	31,821
Materials and supplies	21,612	24,903	(3,291)	18,145
Total Fire	<u>1,028,600</u>	<u>1,028,472</u>	<u>128</u>	<u>972,380</u>
Animal Control				
Personal services	49,323	48,327	996	32,634
Contractual services	7,172	3,952	3,220	15,025
Materials and supplies	3,900	2,454	1,446	3,048
Total Animal Control	<u>60,395</u>	<u>54,733</u>	<u>5,662</u>	<u>50,707</u>
Total Public Safety	<u>2,772,191</u>	<u>2,754,498</u>	<u>17,693</u>	<u>2,612,060</u>
Public Works				
Administrative				
Personal services	159,992	161,161	(1,169)	148,446
Contractual services	28,884	29,420	(536)	19,478
Materials and supplies	17,821	16,044	1,777	17,838
Payments to others	13,100	13,040	60	9,401
Total Administration	<u>219,797</u>	<u>219,665</u>	<u>132</u>	<u>195,163</u>
Infrastructure Maintenance				
Personal services	412,717	397,938	14,779	431,405
Contractual services	16,988	15,074	1,914	22,249
Materials and supplies	36,434	35,171	1,263	34,770
Total Infrastructure Maintenance	<u>466,139</u>	<u>448,183</u>	<u>17,956</u>	<u>488,424</u>
Parks and Rights-of-Way				
Personal services	44,043	48,448	(4,405)	40,374
Contractual services	66,940	51,790	15,150	46,040
Materials and supplies	10,000	3,643	6,357	4,907
Total Parks and Rights of Way	<u>120,983</u>	<u>103,881</u>	<u>17,102</u>	<u>91,321</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022
(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
Public Works - continued				
Motor Pool				
Personal services	\$ 121,907	\$ 125,934	\$ (4,027)	\$ 117,586
Contractual services	35,426	29,402	6,024	26,319
Materials and supplies	26,000	23,381	2,619	20,496
Total Motor Pool	<u>183,333</u>	<u>178,717</u>	<u>4,616</u>	<u>164,401</u>
Street Lighting				
Contractual services	5,000	0	5,000	0
Materials and supplies	15,000	11,099	3,901	14,191
Total Street Lighting	<u>20,000</u>	<u>11,099</u>	<u>8,901</u>	<u>14,191</u>
Cemetery				
Personal services	36,001	33,923	2,078	43,943
Contractual services	71,468	67,836	3,632	71,805
Materials and supplies	6,982	1,543	5,439	3,194
Total Cemetery	<u>114,451</u>	<u>103,302</u>	<u>11,149</u>	<u>118,942</u>
Total Public Works	<u>1,124,703</u>	<u>1,064,847</u>	<u>59,856</u>	<u>1,072,442</u>
Health and Welfare				
Agency allocations				
Elbert County Hospital Authority	0	0	0	32,000
Community Partnership	1,500	1,500	0	1,500
Elbert County Aging Program	7,000	7,000	0	7,000
Total Health and Welfare	<u>8,500</u>	<u>8,500</u>	<u>0</u>	<u>40,500</u>
Culture and Recreation				
Agency allocations				
Library	75,500	75,499	1	68,000
Keep Elbert County Beautiful	5,000	5,000	0	5,000
Burke Street Facility	0	0	0	8,000
Sister City Program	7,500	0	7,500	0
Total Culture and Recreation	<u>88,000</u>	<u>80,499</u>	<u>7,501</u>	<u>81,000</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022
(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
Housing and Development				
Zoning/City Marshal				
Personal services	\$ 0	\$ 0	\$ 0	\$ 55,295
Contractual services	0	0	0	525
Materials and supplies	0	0	0	1,151
Total Zoning/City Marshal	<u>0</u>	<u>0</u>	<u>0</u>	<u>56,971</u>
Code Enforcement				
Personal services	66,359	65,337	1,022	54,087
Contractual services	6,226	2,623	3,603	3,243
Materials and supplies	1,850	741	1,109	1,075
Payments to others	1,000	57	943	0
Total Code Enforcement	<u>75,435</u>	<u>68,758</u>	<u>6,677</u>	<u>58,405</u>
Mainstreet Elberton				
Personal services	55,643	56,079	(436)	52,415
Contractual services	7,258	4,513	2,745	3,619
Materials and supplies	14,800	17,053	(2,253)	1,389
Payments to others	24,000	24,000	0	24,000
Total Mainstreet Elberton	<u>101,701</u>	<u>101,645</u>	<u>56</u>	<u>81,423</u>
Community Development				
Contractual services	40,000	20,017	19,983	41,539
Total Housing and Development	<u>217,136</u>	<u>190,420</u>	<u>26,716</u>	<u>238,338</u>
Debt Service				
City Hall Maintenance				
Principal	6,000	5,953	47	0
Interest	160	157	3	0
Police - Administration				
Principal	6,000	5,953	47	0
Interest	160	157	3	0
Total Debt Service	<u>12,320</u>	<u>12,220</u>	<u>100</u>	<u>0</u>
Total expenditures	<u><u>\$ 5,152,053</u></u>	<u><u>\$ 5,024,833</u></u>	<u><u>\$ 127,220</u></u>	<u><u>\$ 4,874,779</u></u>

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SPECIAL REVENUE FUNDS

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

American Rescue Plan Act Fund – *This fund is used to account for revenues and expenditures of the American Rescue Plan Act Coronavirus State and Local Fiscal Recovery Fund.*

Hotel/Motel Tax Fund – *This fund is used to collect Hotel/Motel taxes which are used to help support trade and tourism in the City of Elberton.*

Revolving Loan Fund – *This fund is used to record activities connected with US Department of Housing and Urban Development Community Development Block Grant. The objective of the grant is to develop employment opportunities, principally to persons of low and moderate income.*

CITY OF ELBERTON, GEORGIA
AMERICAN RESCUE PLAN ACT SPECIAL REVENUE FUND
BALANCE SHEET
June 30, 2022

ASSETS

Intergovernmental receivable	<u>\$ 140,251</u>
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Total assets	<u><u>\$ 140,251</u></u>
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LIABILITIES

Due to other funds	<u>\$ 140,251</u>
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Total liabilities	<u><u>\$ 140,251</u></u>
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CITY OF ELBERTON, GEORGIA
AMERICAN RESCUE PLAN ACT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 948,554	\$ 948,554	\$ 0
EXPENDITURES			
Current			
Public Safety			
Materials and supplies	115,752	115,752	0
Public Works			
Capital outlay	275,167	278,500	(3,333)
Culture and Recreation			
Materials and supplies	8,000	12,347	(4,347)
Capital outlay	50,000	42,320	7,680
Total expenditures	<u>448,919</u>	<u>448,919</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	499,635	499,635	0
Other financing sources (uses)			
Transfers in (out)			
2017 SPLOST Fund	<u>(499,635)</u>	<u>(499,635)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0
Fund balances, July 1	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF ELBERTON, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2022 and 2021

	2022	2021
ASSETS		
Taxes receivable	\$ 13,523	\$ 7,143
Due from other funds	4,332	13,267
Total assets	\$ 17,855	\$ 20,410
LIABILITIES		
Accounts payable	\$ 17,855	\$ 20,410
Total liabilities	\$ 17,855	\$ 20,410

CITY OF ELBERTON, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022

(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
REVENUES				
Hotel/motel taxes	\$ 90,000	\$ 115,138	\$ 25,138	\$ 87,749
EXPENDITURES				
Current				
Housing and Development				
Contract services	45,000	13,047	31,953	3,445
Payments to other agencies	0	44,522	(44,522)	40,429
Total expenditures	<u>45,000</u>	<u>57,569</u>	<u>(12,569)</u>	<u>43,874</u>
Excess (deficiency) of revenues over (under) expenditures	45,000	57,569	12,569	43,875
Other financing sources (uses)				
Transfers in (out)				
General Fund	<u>(45,000)</u>	<u>(57,569)</u>	<u>(12,569)</u>	<u>(43,875)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0	0
Fund balances, July 1	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF ELBERTON, GEORGIA
REVOLVING LOAN SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2022 and 2021

	2022	2021
ASSETS		
Cash	\$ 88,571	\$ 48,947
Notes receivable	1,088,878	431,053
Total assets	\$ 1,177,449	\$ 480,000
FUND BALANCES		
Restricted for Housing and Development	\$ 1,177,449	\$ 480,000
Total fund balances	\$ 1,177,449	\$ 480,000

CITY OF ELBERTON, GEORGIA
REVOLVING LOAN SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022

(With comparative actual amounts for the fiscal year ended June 30, 2021)

	<u>2022</u>			<u>2021</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Intergovernmental revenue	\$ 0	\$ 697,755	\$ 697,755	\$ 0
Interest	2,225	1,919	(306)	2,074
Total revenues	<u>2,225</u>	<u>699,674</u>	<u>697,449</u>	<u>2,074</u>
EXPENDITURES				
Current				
Housing and Development	<u>2,225</u>	<u>2,225</u>	<u>0</u>	<u>2,074</u>
Excess (deficiency) of revenues over (under) expenditures	0	697,449	697,449	0
Fund balances, July 1	<u>0</u>	<u>480,000</u>	<u>480,000</u>	<u>480,000</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 1,177,449</u></u>	<u><u>\$ 1,177,449</u></u>	<u><u>\$ 480,000</u></u>

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CAPITAL PROJECTS FUND

Capital Projects 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 the proprietary or fiduciary funds).

2017 Special Purpose Local Option Sales Tax Fund - *This fund is used to account for long-term projects financed by the passage of the 2017 special purpose local option sales tax.*

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

CITY OF ELBERTON, GEORGIA
2017 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash	\$ 301,931	\$ 82,695
Intergovernmental receivable	<u>153,588</u>	<u>132,545</u>
Total assets	<u><u>\$ 455,519</u></u>	<u><u>\$ 215,240</u></u>
 LIABILITIES		
Accounts payable	\$ 0	\$ 130,707
Retainage payable	<u>91,741</u>	<u>9,951</u>
Total liabilities	91,741	140,658
 FUND BALANCES		
Restricted for capital projects	<u>363,778</u>	<u>74,582</u>
Total liabilities and fund balances	<u><u>\$ 455,519</u></u>	<u><u>\$ 215,240</u></u>

CITY OF ELBERTON, GEORGIA
2017 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
REVENUES		
Intergovernmental	\$ 817,128	\$ 733,032
Interest	221	264
	<u>817,349</u>	<u>733,296</u>
Total revenues		
EXPENDITURES		
Capital outlay		
Public Safety	223,009	545,336
Public Works	550,375	246,576
Housing and Development	254,404	22,965
	<u>1,027,788</u>	<u>814,877</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	<u>(210,439)</u>	<u>(81,581)</u>
Other financing sources (uses)		
Transfers in (out)		
Combined Public Utility System Fund	0	20,000
American Rescue Plan Act Fund	499,635	0
ElbertonNET Technology Services Fund	0	(307,678)
	<u>499,635</u>	<u>(287,678)</u>
Total other financing sources (uses)		
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	289,196	(369,259)
Fund balances, July 1	<u>74,582</u>	<u>443,841</u>
Fund balances, June 30	<u><u>\$ 363,778</u></u>	<u><u>\$ 74,582</u></u>

CITY OF ELBERTON, GEORGIA
2019 TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2022 and 2021

	2022	2021
ASSETS		
Cash	\$ 464,426	\$ 413,734
Intergovernmental receivable	55,221	48,339
Total assets	\$ 519,647	\$ 462,073
 FUND BALANCES		
Restricted for capital projects	\$ 519,647	\$ 462,073
Total fund balances	\$ 519,647	\$ 462,073

CITY OF ELBERTON, GEORGIA
2019 TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
REVENUES		
Intergovernmental	\$ 654,867	\$ 606,141
Interest	504	201
	<u>655,371</u>	<u>606,342</u>
Total revenues		
EXPENDITURES		
Capital outlay		
Public Works	<u>597,797</u>	<u>367,039</u>
	<u>597,797</u>	<u>367,039</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	57,574	239,303
Fund balances, July 1	<u>462,073</u>	<u>222,770</u>
Fund balances, June 30	<u><u>\$ 519,647</u></u>	<u><u>\$ 462,073</u></u>

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ENTERPRISE FUNDS

Enterprise Funds account for City operations which are financed and operated in a manner similar to private business enterprises.

Combined Public Utility System Fund - *This fund is used to account for the operations of the City's Electric, Water and Sewer, and Natural Gas Systems pursuant to requirements of the revenue bond ordinance.*

Solid Waste Fund - *This fund is used to account for the operation of the City's residential and commercial sanitation services and recycling operations.*

ElbertonNET Technology Services Fund - *This fund is used to account for the operation of the City's cable television service and high-speed internet service systems.*

Elbert Theatre Fund - *This fund is used to account for the operation of the City's historic theatre.*

Elbert Hotel Fund – *This fund is used to account for the construction and operation of the City's historic Samuel Elbert Hotel located in downtown Elberton.*

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2022 and 2021

ASSETS	2022	2021
Current assets		
Cash	\$ 1,368,848	\$ 1,211,796
Investments	11,114,917	10,038,316
Receivables		
Accounts (net)	2,213,168	1,987,775
Intergovernmental	184,656	56,220
Inventories	620,313	475,545
Due from other funds	1,455,443	1,123,535
Other current assets	18,854	18,348
	<hr/>	<hr/>
Total current assets	16,976,199	14,911,535
Restricted assets		
MEAG Generation Trust		
Investments	1,957,350	3,345,932
Bond Redemption		
Cash	0	484,339
Customer Deposits		
Investments	829,738	817,604
	<hr/>	<hr/>
Total restricted assets	2,787,088	4,647,875
Capital assets		
Land	254,685	254,685
Intangible assets	377,692	377,692
Buildings	449,571	499,026
Distribution system	45,193,530	48,764,538
Vehicles and equipment	2,900,787	2,741,909
Construction in progress	2,568,277	617,157
Accumulated depreciation	(25,584,978)	(27,714,323)
	<hr/>	<hr/>
Total capital assets (net of accumulated depreciation)	26,159,564	25,540,684
Other assets		
Net pension asset	481,852	0
Advances to other funds	0	1,240,049
	<hr/>	<hr/>
Total other assets	481,852	1,240,049
	<hr/>	<hr/>
Total assets	46,404,703	46,340,143
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	618,320	479,059
	<hr/>	<hr/>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2022 and 2021

LIABILITIES	<u>2022</u>	<u>2021</u>
Current liabilities		
Payables		
Accounts	\$ 1,350,170	\$ 1,164,866
Retainages	163,565	39,298
Sales tax	61,854	63,497
Accrued salaries	92,258	92,810
Compensated absences	90,774	89,135
Other current liabilities	151,830	60,433
Due to other funds	5,840	8,435
Note payable	230,212	226,481
Interest payable	7,938	0
	<u>2,154,441</u>	<u>1,744,955</u>
Current liabilities payable from restricted assets		
Customer deposits payable	829,738	817,604
Interest payable	0	19,431
Bonds payable	0	930,000
	<u>829,738</u>	<u>1,767,035</u>
Noncurrent liabilities		
Compensated absences	38,903	38,201
Net pension liability	0	459,554
Notes payable	5,521,360	4,635,071
	<u>5,560,263</u>	<u>5,132,826</u>
Total liabilities	<u>8,544,442</u>	<u>8,644,816</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>1,015,957</u>	<u>115,137</u>
NET POSITION		
Net investment in capital assets	20,047,542	19,709,834
Restricted for:		
Debt service	0	464,908
MEAG Generation Trust	1,957,350	3,345,932
Unrestricted	<u>15,457,732</u>	<u>14,538,575</u>
Total net position	<u>\$ 37,462,624</u>	<u>\$ 38,059,249</u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES		
Charges for sales and services	\$ 23,091,506	\$ 22,205,002
Miscellaneous revenues	52,166	36,825
Total operating revenues	<u>23,143,672</u>	<u>22,241,827</u>
OPERATING EXPENSES		
Costs of sales and services	16,055,357	14,776,184
Personal services	2,640,403	3,208,345
Depreciation	1,648,370	1,625,157
Miscellaneous expenses	18,880	14,140
Total operating expenses	<u>20,363,010</u>	<u>19,623,826</u>
Operating income (loss)	<u>2,780,662</u>	<u>2,618,001</u>
Non-operating revenues (expenses)		
Interest revenue	146,149	139,330
Net increase (decrease) in the fair value of investments	(1,014,408)	(107,093)
Interest expense	(101,778)	(147,702)
Gain on sale of capital assets	4,718	37,756
Total non-operating revenues (expenses)	<u>(965,319)</u>	<u>(77,709)</u>
Net income (loss) before capital contributions and transfers	1,815,343	2,540,292
Capital contributions		
Intergovernmental revenue	628,032	263,236
Net income (loss) before transfers	<u>2,443,375</u>	<u>2,803,528</u>
Transfers in (out)		
General Fund	(2,140,000)	(1,870,000)
Elbert Hotel Fund	(900,000)	(900,000)
2017 SPLOST Fund	0	(20,000)
Total transfers	<u>(3,040,000)</u>	<u>(2,790,000)</u>
Change in net position	(596,625)	13,528
Net position, July 1	<u>38,059,249</u>	<u>38,045,721</u>
Net position, June 30	<u>\$ 37,462,624</u>	<u>\$ 38,059,249</u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
ELECTRIC UTILITY DEPARTMENT
COMPARATIVE SCHEDULES OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES		
Charges for sales and services	\$ 14,916,253	\$ 14,521,395
Miscellaneous revenues	19,977	6,436
Total operating revenues	<u>14,936,230</u>	<u>14,527,831</u>
OPERATING EXPENSES		
Costs of sales and services	12,335,701	11,825,466
Personal services	1,323,794	1,576,441
Depreciation	342,176	355,634
Miscellaneous expenses	14,630	12,590
Total operating expenses	<u>14,016,301</u>	<u>13,770,131</u>
Operating income (loss)	<u>919,929</u>	<u>757,700</u>
Non-operating revenues (expenses)		
Interest revenue	144,988	138,638
Gain on sale of capital assets	4,718	0
Net increase (decrease) in the fair value of investments	<u>(1,014,408)</u>	<u>(107,093)</u>
Total non-operating revenues (expenses)	<u>(864,702)</u>	<u>31,545</u>
Net income (loss) before transfers	<u>55,227</u>	<u>789,245</u>
Transfers in (out)		
Elbert Hotel Fund	(900,000)	(900,000)
General Fund	<u>(1,200,000)</u>	<u>(950,000)</u>
Total transfers	<u>(2,100,000)</u>	<u>(1,850,000)</u>
Change in net position	<u>\$ (2,044,773)</u>	<u>\$ (1,060,755)</u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
WATER AND SEWER UTILITY DEPARTMENT
COMPARATIVE SCHEDULES OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	2022	2021
OPERATING REVENUES		
Charges for sales and services	\$ 3,640,409	\$ 3,510,252
Miscellaneous revenues	950	5,408
Total operating revenues	3,641,359	3,515,660
OPERATING EXPENSES		
Costs of sales and services	1,356,021	1,261,167
Personal services	889,522	1,131,438
Depreciation	950,339	925,544
Miscellaneous expenses	1,950	230
Total operating expenses	3,197,832	3,318,379
Operating income (loss)	443,527	197,281
Non-operating revenues (expenses)		
Interest revenue	1,161	692
Interest expense	(101,778)	(147,702)
Gain on sale of capital assets	0	5,200
Total non-operating revenues (expenses)	(100,617)	(141,810)
Net income (loss) before capital contributions and transfers	342,910	55,471
Capital contributions		
Intergovernmental	628,032	263,236
Net income (loss) before transfers	970,942	318,707
Transfers in (out)		
General Fund	(40,000)	(20,000)
2017 SPLOST Fund	0	(20,000)
Total transfers	(40,000)	(40,000)
Change in net position	\$ 930,942	\$ 278,707

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
NATURAL GAS UTILITY DEPARTMENT
COMPARATIVE SCHEDULES OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	2022	2021
OPERATING REVENUES		
Charges for sales and services	\$ 4,534,844	\$ 4,173,355
Miscellaneous revenues	31,239	24,981
Total operating revenues	4,566,083	4,198,336
OPERATING EXPENSES		
Costs of sales and services	2,363,635	1,689,551
Personal services	427,087	500,466
Depreciation	355,855	343,979
Miscellaneous expenses	2,300	1,320
Total operating expenses	3,148,877	2,535,316
Operating income (loss)	1,417,206	1,663,020
Non-operating revenues (expenses)		
Gain on sale of capital assets	0	32,556
Net income (loss) before transfers	1,417,206	1,695,576
Transfers in (out)		
General Fund	(900,000)	(900,000)
Change in net position	\$ 517,206	\$ 795,576

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITIES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Receipts from customers	\$ 22,839,565	\$ 22,396,751
Payments to suppliers	(16,212,212)	(14,578,397)
Payments to employees	(2,818,461)	(2,728,735)
Other receipts	52,166	36,825
Other payments	<u>(18,880)</u>	<u>(14,140)</u>
Net cash provided (used) by operating activities	<u>3,842,178</u>	<u>5,112,304</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	912,973	778,913
Payments to other funds	<u>(3,047,427)</u>	<u>(3,484,835)</u>
Net cash provided (used) from non-capital financing activities	<u>(2,134,454)</u>	<u>(2,705,922)</u>
Cash flows from capital and related financing activities:		
Receipts from other governments	628,032	263,236
Proceeds from sale of capital assets	4,718	37,756
Payment of capital related accounts payable	(39,298)	(117,813)
Acquisition of capital assets	(1,906,800)	(1,473,604)
Interest paid	(113,271)	(159,527)
Issuance of notes payable	1,116,501	524,001
Principal payments - leases	0	(708,964)
Principal payments - notes payable	(226,481)	(190,092)
Principal payments - bonds	<u>(930,000)</u>	<u>(900,000)</u>
Net cash provided (used) by capital and related financing activities	<u>(1,466,599)</u>	<u>(2,725,007)</u>
Cash flows from investing activities:		
Interest received	146,149	139,330
Proceeds from sale of investments	1,175,000	1,575,000
Purchase of investments	<u>(1,889,561)</u>	<u>(1,016,205)</u>
Net cash provided (used) by investing activities	<u>(568,412)</u>	<u>698,125</u>
Net increase (decrease) in cash	(327,287)	379,500
Cash, July 1	<u>1,696,135</u>	<u>1,316,635</u>
Cash, June 30	<u><u>\$ 1,368,848</u></u>	<u><u>\$ 1,696,135</u></u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITIES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 2,780,662	\$ 2,618,001
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	1,648,370	1,625,157
(Increase) decrease in accounts receivable	(353,829)	160,967
(Increase) decrease in inventories	(144,768)	58,944
(Increase) decrease in other current assets	(506)	1,619
(Increase) decrease in deferred outflows related to pension	(139,261)	(209,404)
Increase (decrease) in accounts payable	(11,581)	137,224
Increase (decrease) in sales tax payable	(1,643)	(371)
Increase (decrease) in deposits payable	12,134	28,512
Increase (decrease) in other current liabilities	91,397	2,641
Increase (decrease) in accrued salaries	(552)	6,593
Increase (decrease) in compensated absences payable	2,341	1,049
Increase (decrease) in net pension asset/liability	(941,406)	645,129
Increase (decrease) in deferred inflows related to pension	900,820	36,243
Total adjustments	<u>1,061,516</u>	<u>2,494,303</u>
Net cash provided (used) by operating activities	<u>\$ 3,842,178</u>	<u>\$ 5,112,304</u>
Cash reconciliation:		
Cash	\$ 1,368,848	\$ 1,211,796
Bond Redemption		
Cash	<u>0</u>	<u>484,339</u>
Total cash	<u>\$ 1,368,848</u>	<u>\$ 1,696,135</u>

Noncash investing, capital, and financing activities:

The net increase (decrease) in the fair value of investments totaled (\$1,014,408) and \$107,093 for the fiscal years ended June 30, 2022 and 2021, respectively.

Acquisition of capital assets through accounts payable totaled \$196,885 and \$0 for the fiscal years ended June 30, 2022 and 2021, respectively.

Acquisition of capital assets through retainage payable totaled \$163,565 and \$39,298 for the fiscal years ended June 30, 2022 and 2021, respectively.

CITY OF ELBERTON, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2022 and 2021

ASSETS	<u>2022</u>	<u>2021</u>
Current assets		
Accounts receivable (net)	\$ 77,082	\$ 80,797
Capital assets		
Land	23,900	23,900
Land improvements	67,031	67,031
Buildings	86,886	86,886
Vehicles and equipment	639,560	639,560
Accumulated depreciation	<u>(656,663)</u>	<u>(582,331)</u>
Total capital assets (net of accumulated depreciation)	160,714	235,046
Other assets		
Net pension asset	<u>91,986</u>	<u>0</u>
Total assets	<u>329,782</u>	<u>315,843</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>118,039</u>	<u>95,074</u>
LIABILITIES		
Current liabilities		
Accounts payable	20,925	24,794
Accrued salaries	21,674	18,390
Compensated absences	16,117	13,229
Due to other funds	<u>240,115</u>	<u>327,606</u>
Total current liabilities	<u>298,831</u>	<u>384,019</u>
Noncurrent liabilities		
Compensated absences	6,907	5,670
Net pension liability	<u>0</u>	<u>91,203</u>
Total noncurrent liabilities	<u>6,907</u>	<u>96,873</u>
Total liabilities	<u>305,738</u>	<u>480,892</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>191,898</u>	<u>19,363</u>
NET POSITION		
Net investment in capital assets	160,714	235,046
Unrestricted	<u>(210,529)</u>	<u>(324,384)</u>
Total net position	<u>\$ (49,815)</u>	<u>\$ (89,338)</u>

**CITY OF ELBERTON, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021**

OPERATING REVENUES	<u>2022</u>	<u>2021</u>
Charges for sales and services		
Residential service	\$ 504,204	\$ 498,944
Commercial service	332,398	324,509
Sale of recyclables	100,378	70,418
Garbage container sales	17,547	17,322
	<u>954,527</u>	<u>911,193</u>
Total operating revenues		
	954,527	911,193
OPERATING EXPENSES		
Costs of sales and services	432,971	401,776
Personal services	513,701	642,462
Depreciation	74,332	81,790
	<u>1,021,004</u>	<u>1,126,028</u>
Total operating expenses		
	1,021,004	1,126,028
Operating income (loss)	(66,477)	(214,835)
Transfers in (out)		
ElbertonNET Technology Services Fund	106,000	120,000
	<u>106,000</u>	<u>120,000</u>
Change in net position	39,523	(94,835)
Net position, July 1	(89,338)	5,497
	<u>(89,338)</u>	<u>5,497</u>
Net position, June 30	<u>\$ (49,815)</u>	<u>\$ (89,338)</u>

CITY OF ELBERTON, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Receipts from customers	\$ 958,242	\$ 918,846
Payments to suppliers	(436,840)	(403,826)
Payments to employees	(539,911)	(543,233)
	<u>(18,509)</u>	<u>(28,213)</u>
Net cash provided (used) by operating activities		
Cash flows from non-capital financing activities:		
Receipts from other funds	106,000	180,000
Payments to other funds	(87,491)	(123,644)
	<u>18,509</u>	<u>56,356</u>
Net cash provided (used) from non-capital financing activities		
Cash flows from capital and related financing activities:		
Acquisition of capital assets	0	(28,143)
	<u>0</u>	<u>0</u>
Net increase (decrease) in cash		
Cash, July 1	0	0
	<u>0</u>	<u>0</u>
Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (66,477)	\$ (214,835)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	74,332	81,790
(Increase) decrease in accounts receivable	3,715	7,653
(Increase) decrease in deferred outflows related to pension	(22,965)	(38,434)
Increase (decrease) in accounts payable	(3,869)	(2,050)
Increase (decrease) in net pension asset/liability	(183,189)	130,182
Increase (decrease) in deferred inflows related to pension	172,535	2,792
Increase (decrease) in accrued salaries	3,284	1,500
Increase (decrease) in compensated absences payable	4,125	3,189
	<u>47,968</u>	<u>186,622</u>
Total adjustments		
Net cash provided (used) by operating activities	<u>\$ (18,509)</u>	<u>\$ (28,213)</u>

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2022 and 2021

ASSETS	<u>2022</u>	<u>2021</u>
Current assets		
Receivables		
Accounts (net)	\$ 422,659	\$ 411,962
Intergovernmental	925,337	0
Inventories	<u>208,751</u>	<u>80,895</u>
Total current assets	<u>1,556,747</u>	<u>492,857</u>
Capital assets		
Land	6,900	6,900
Buildings	519,065	519,065
Vehicles and equipment	836,012	630,720
Construction in progress	856,451	436,904
Distribution system	10,460,673	9,750,895
Accumulated depreciation	<u>(4,906,343)</u>	<u>(4,569,969)</u>
Total capital assets (net of accumulated depreciation)	<u>7,772,758</u>	<u>6,774,515</u>
Other assets		
Net pension asset	<u>78,946</u>	<u>0</u>
Total assets	<u>9,408,451</u>	<u>7,267,372</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>101,305</u>	<u>82,360</u>
LIABILITIES		
Current liabilities		
Payables		
Accounts	271,866	206,076
Intergovernmental	42,452	41,697
Accrued salaries	22,652	21,922
Compensated absences	16,240	17,615
Customer deposits	4,915	5,590
Due to other funds	<u>572,844</u>	<u>0</u>
Total current liabilities	<u>930,969</u>	<u>292,900</u>
Noncurrent liabilities		
Compensated absences	6,960	7,549
Net pension liability	0	79,006
Advances from other funds	<u>0</u>	<u>1,240,049</u>
Total noncurrent liabilities	<u>6,960</u>	<u>1,326,604</u>
Total liabilities	<u>937,929</u>	<u>1,619,504</u>

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2022 and 2021

	2022	2021
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	\$ 165,201	\$ 17,318
NET POSITION		
Net investment in capital assets	7,772,758	6,774,515
Unrestricted	633,868	(1,061,605)
Total net position	\$ 8,406,626	\$ 5,712,910

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES		
Charges for sales and services	\$ 6,654,123	\$ 6,036,771
Total operating revenues	<u>6,654,123</u>	<u>6,036,771</u>
OPERATING EXPENSES		
Costs of sales and services	4,058,183	3,850,566
Personal services	557,845	636,154
Depreciation	433,300	395,217
Miscellaneous expenses	11,610	7,290
Total operating expenses	<u>5,060,938</u>	<u>4,889,227</u>
Operating income (loss)	<u>1,593,185</u>	<u>1,147,544</u>
Non-operating revenues (expenses)		
Gain on sale of capital assets	16,095	14,089
Net income (loss) before capital contributions and transfers	1,609,280	1,161,633
Capital contributions		
Intergovernmental revenue	1,282,436	0
Net income (loss) before and transfers	<u>2,891,716</u>	<u>1,161,633</u>
Transfers in (out)		
2017 SPLOST Fund	0	307,678
Elbert Theatre Fund	(92,000)	(83,000)
Solid Waste Fund	(106,000)	(120,000)
Total transfers	<u>(198,000)</u>	<u>104,678</u>
Change in net position	2,693,716	1,266,311
Net position, July 1	<u>5,712,910</u>	<u>4,446,599</u>
Net position, June 30	<u>\$ 8,406,626</u>	<u>\$ 5,712,910</u>

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Receipts from customers	\$ 6,642,751	\$ 6,034,576
Payments to suppliers	(4,119,494)	(4,099,891)
Payments to employees	(588,093)	(545,136)
Other payments	(11,610)	(7,290)
	<u>1,923,554</u>	<u>1,382,259</u>
Cash flows from non-capital financing activities:		
Payments to other funds	(865,205)	(661,167)
Cash flows from capital and related financing activities:		
Receipts from other funds	357,099	307,678
Proceeds from the sale of capital assets	16,095	14,089
Acquisition of capital assets	(1,431,543)	(1,042,859)
	<u>(1,058,349)</u>	<u>(721,092)</u>
Net cash provided (used) by capital and related financing activities		
Net increase (decrease) in cash	0	0
Cash, July 1	<u>0</u>	<u>0</u>
Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 1,593,185	\$ 1,147,544
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	433,300	395,217
(Increase) decrease in accounts receivable	(10,697)	(3,445)
(Increase) decrease in inventories	(127,856)	7,396
(Increase) decrease in deferred outflows related to pension	(18,945)	(33,782)
Increase (decrease) in accounts payable	65,790	(262,314)
Increase (decrease) in intergovernmental payable	755	5,593
Increase (decrease) in customer deposits	(675)	1,250
Increase (decrease) in accrued salaries	730	5,344
Increase (decrease) in compensated absences payable	(1,964)	3,915
Increase (decrease) in net pension asset/liability	(157,952)	112,436
Increase (decrease) in deferred inflows related to pension	147,883	3,105
	<u>330,369</u>	<u>234,715</u>
Total adjustments		
Net cash provided (used) by operating activities	<u>\$ 1,923,554</u>	<u>\$ 1,382,259</u>

CITY OF ELBERTON, GEORGIA
ELBERT THEATRE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
For the fiscal years ended June 30, 2022 and 2021

ASSETS	<u>2022</u>	<u>2021</u>
Current assets		
Cash	\$ 2,949	\$ 6,933
Due from other fund	1,508	0
Total current assets	<u>4,457</u>	<u>6,933</u>
Capital assets		
Vehicles and equipment	30,910	30,910
Accumulated depreciation	<u>(8,414)</u>	<u>(6,354)</u>
Total capital assets (net of accumulated depreciation)	<u>22,496</u>	<u>24,556</u>
Other assets		
Net pension asset	<u>12,300</u>	<u>0</u>
Total assets	<u>39,253</u>	<u>31,489</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>15,784</u>	<u>12,644</u>
LIABILITIES		
Current liabilities		
Accounts payable	2,754	7,060
Accrued salaries	2,377	1,585
Compensated absences	4,144	4,023
Due to other fund	<u>13,821</u>	<u>15,088</u>
Total current liabilities	<u>23,096</u>	<u>27,756</u>
Noncurrent liabilities		
Net pension liability	0	12,129
Compensated absences	<u>1,776</u>	<u>1,724</u>
Total noncurrent liabilities	<u>1,776</u>	<u>13,853</u>
Total liabilities	<u>24,872</u>	<u>41,609</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>31,959</u>	<u>10,986</u>
NET POSITION		
Investment in capital assets	22,496	24,556
Unrestricted	<u>(24,290)</u>	<u>(33,018)</u>
Total net position	<u>\$ (1,794)</u>	<u>\$ (8,462)</u>

CITY OF ELBERTON, GEORGIA
ELBERT THEATRE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

OPERATING REVENUES	<u>2022</u>	<u>2021</u>
Charges for sales and services	\$ 52,987	\$ 9,768
Total operating revenues	<u>52,987</u>	<u>9,768</u>
 OPERATING EXPENSES		
Costs of sales and services	61,587	42,630
Personal services	74,672	88,252
Depreciation	<u>2,060</u>	<u>2,061</u>
Total operating expenses	<u>138,319</u>	<u>132,943</u>
Net income (loss) before transfers	(85,332)	(123,175)
Transfers in (out)		
ElbertonNET Technology Services Fund	<u>92,000</u>	<u>83,000</u>
Change in net position	6,668	(40,175)
Net position, July 1	<u>(8,462)</u>	<u>31,713</u>
Net position, June 30	<u><u>\$ (1,794)</u></u>	<u><u>\$ (8,462)</u></u>

CITY OF ELBERTON, GEORGIA
ELBERT THEATRE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Receipts from customers	\$ 52,987	\$ 9,768
Payments to suppliers	(65,893)	(35,605)
Payments to employees	<u>(80,303)</u>	<u>(77,384)</u>
Net cash provided (used) by operating activities	<u>(93,209)</u>	<u>(103,221)</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	238,914	266,630
Payments to other funds	<u>(149,689)</u>	<u>(160,825)</u>
Net cash provided (used) by non-capital financing activities:	<u>89,225</u>	<u>105,805</u>
Net increase (decrease) in cash	(3,984)	2,584
Cash, July 1	<u>6,933</u>	<u>4,349</u>
Cash, June 30	<u><u>\$ 2,949</u></u>	<u><u>\$ 6,933</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ (85,332)</u>	<u>\$ (123,175)</u>
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	2,060	2,061
(Increase) decrease in deferred outflows related to pension	(3,140)	(12,644)
Increase (decrease) in accounts payable	(4,306)	7,025
Increase (decrease) in compensated absences	173	167
Increase (decrease) in accrued salaries	792	230
Increase (decrease) in pension asset/liability	(24,429)	12,129
Increase (decrease) in deferred inflows related to pension	<u>20,973</u>	<u>10,986</u>
Total adjustments	<u>(7,877)</u>	<u>19,954</u>
Net cash provided (used) by operating activities	<u><u>\$ (93,209)</u></u>	<u><u>\$ (103,221)</u></u>

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
For the fiscal years ended June 30, 2022 and 2021

ASSETS	<u>2022</u>	<u>2021</u>
Current assets		
Cash	\$ 34,553	\$ 21,259
Accounts receivable	2,201	665
Due from other funds	13,821	10,256
Inventories	39,447	31,321
Total current assets	<u>90,022</u>	<u>63,501</u>
Capital assets		
Land	107,500	107,500
Land improvements	43,700	43,700
Building	4,516,625	4,415,555
Machinery and equipment	1,002,051	1,002,051
Construction in progress	0	23,417
Accumulated depreciation	(1,155,959)	(958,914)
Total capital assets (net of accumulated depreciation)	<u>4,513,917</u>	<u>4,633,309</u>
Other assets		
Net pension asset	39,898	0
Total assets	<u>4,643,837</u>	<u>4,696,810</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>51,198</u>	<u>10,988</u>
LIABILITIES		
Current liabilities		
Payables		
Accounts	26,269	13,883
Interest	2,487	2,799
Sales tax	10,018	9,315
Customer deposits	14,607	13,953
Accrued salaries	35,783	27,724
Compensated absences	14,100	10,661
Bonds payable	387,026	379,369
Due to other funds	531,221	713,492
Total current liabilities	<u>1,021,511</u>	<u>1,171,196</u>

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	2022	2021
Noncurrent liabilities		
Compensated absences	\$ 6,043	\$ 4,569
Net pension liability	0	42,124
Bonds payable	2,639,229	3,026,255
Total noncurrent liabilities	2,645,272	3,072,948
Total liabilities	3,666,783	4,244,144
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	105,126	3,088
NET POSITION		
Net investment in capital assets	1,487,662	1,227,685
Unrestricted	(564,536)	(767,119)
Total net position	\$ 923,126	\$ 460,566

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES		
Charges for sales and services	\$ 892,957	\$ 673,479
OPERATING EXPENSES		
Costs of sales and services	419,127	304,639
Personal services	649,889	554,969
Depreciation	197,045	195,933
Total operating expenses	<u>1,266,061</u>	<u>1,055,541</u>
Operating income (loss)	<u>(373,104)</u>	<u>(382,062)</u>
Non-operating revenues (expenses)		
Interest expense	<u>(64,336)</u>	<u>(71,848)</u>
Total non-operating expenses	<u>(64,336)</u>	<u>(71,848)</u>
Net income (loss) before transfers	(437,440)	(453,910)
Transfers in (out)		
Combined Public Utility System Fund	<u>900,000</u>	<u>900,000</u>
Change in net position	462,560	446,090
Net position, July 1	<u>460,566</u>	<u>14,476</u>
Net position, June 30	<u><u>\$ 923,126</u></u>	<u><u>\$ 460,566</u></u>

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Receipts from customers	\$ 892,075	\$ 679,317
Payments to suppliers	(414,164)	(303,679)
Payments to employees	(657,111)	(475,800)
Net cash provided (used) by operating activities	<u>(179,200)</u>	<u>(100,162)</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	456,295	456,289
Payments to other funds	(185,836)	(287,601)
Net cash provided (used) by non-capital financing activities:	<u>270,459</u>	<u>168,688</u>
Cash flows from capital and related financing activities:		
Receipts from other funds	443,705	443,711
Acquisition of capital assets	(77,653)	(99,879)
Interest paid	(64,648)	(72,154)
Principal payments - bonds payable	(379,369)	(371,863)
Net cash provided (used) by capital and related financing activities	<u>(77,965)</u>	<u>(100,185)</u>
Net increase (decrease) in cash	13,294	(31,659)
Cash, July 1	<u>21,259</u>	<u>52,918</u>
Cash, June 30	<u><u>\$ 34,553</u></u>	<u><u>\$ 21,259</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (373,104)	\$ (382,062)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	197,045	195,933
(Increase) decrease in accounts receivable	(1,536)	(665)
(Increase) decrease in inventories	(8,126)	(11,450)
(Increase) decrease in deferred outflows related to pension	(40,210)	4,691
Increase (decrease) in accounts payable	12,386	6,756
Increase (decrease) in sales tax payable	703	5,654
Increase (decrease) in customer deposits	654	6,503
Increase (decrease) in accrued salaries	8,059	14,322
Increase (decrease) in compensated absences payable	4,913	8,741
Increase (decrease) in net pension asset/liability	(82,022)	52,914
Increase (decrease) in inflows related to pension	102,038	(1,499)
Total adjustments	<u>193,904</u>	<u>281,900</u>
Net cash provided (used) by operating activities	<u><u>\$ (179,200)</u></u>	<u><u>\$ (100,162)</u></u>

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COMPONENT UNIT

Downtown Development Authority - *This component unit is used to account for governmental revenues and contributions reserved for City business development.*

CITY OF ELBERTON, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY (A COMPONENT UNIT)
COMPARATIVE BALANCE SHEETS
June 30, 2022 and 2021

	2022	2021
ASSETS		
Cash	\$ 109,488	\$ 98,478
LIABILITIES		
Deposits payable	\$ 5,150	\$ 5,150
FUND BALANCES		
Assigned for Housing and Development	104,338	93,328
Total liabilities and fund balances	\$ 109,488	\$ 98,478

CITY OF ELBERTON, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY (A COMPONENT UNIT)
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2022
(With comparative actual amounts for the fiscal year ended June 30, 2021)

	2022			2021
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental	\$ 278,403	\$ 278,403	\$ 0	\$ 24,000
Charges for service	6,500	5,702	(798)	4,922
Rents	61,800	61,800	0	54,970
Event revenue	18,500	11,250	(7,250)	1,790
Interest revenue	0	0	0	3
Total revenues	365,203	357,155	(8,048)	85,685
EXPENDITURES				
Current				
Economic Development				
Contract services	23,800	28,680	(4,880)	21,044
Materials and supplies	1,200	1,188	12	257
Capital outlay	976,085	952,159	23,926	15,508
Debt service	61,873	61,873	0	57,003
Total expenditures	1,062,958	1,043,900	19,058	93,812
Excess (deficiency) of revenues over (under) expenditures	(697,755)	(686,745)	11,010	(8,127)
Other financing sources (uses)				
Issuance of notes	697,755	697,755	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	11,010	11,010	(8,127)
Fund balances, July 1	0	93,328	93,328	101,455
Fund balances, June 30	\$ 0	\$ 104,338	\$ 104,338	\$ 93,328

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Part III

Statistical Section



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City of Elberton
Statistical Section
(Unaudited)

This section of the City of Elberton's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This section includes data for the City (i.e. the primary government) only and does not include the City's discretely presented component unit. This information has not been audited by the independent auditor.

Contents

	<u>Page</u>
Financial Trends	130-141
These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.	
Revenue Capacity	142-148
These tables contain information that may assist the reader in assessing the viability of the City's most significant "own-source" revenue sources and trends of these sources. Property taxes are not a source of revenue for the City; however, property tax valuation and tax rate information is included as an indicator of the City's growth and overall economic condition.	
Debt Capacity	149-155
These tables present information which may assist the reader in analyzing the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	156-157
These tables offer demographic and economic indicators that can be used for financial analysis and to provide a better understanding of the City's present and ongoing financial status.	
Operating Information	158-163
These tables contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	
Other Information	164-165

Source: Unless otherwise noted, the information in these tables is derived from the annual financial reports for the corresponding years.

City of Elberton
Net Position by Component
Last Ten Fiscal Years

	FISCAL YEAR		
	2022	2021	2020
Governmental Activities			
Net investment in capital assets	\$ 6,069,334	\$ 5,415,076	\$ 5,032,037
Restricted	2,060,980	1,016,761	1,146,636
Unrestricted	642,023	467,373	1,261,120
Total Governmental Activities Net Position	8,772,337	6,899,210	7,439,793
Business-type Activities			
Net investment in capital assets	29,491,172	27,971,636	25,639,989
Restricted	1,957,350	3,810,840	4,159,632
Unrestricted	15,292,245	12,352,449	12,744,385
Total Business-Type Activities Net Position	46,740,767	44,134,925	42,544,006
Primary Government			
Net investment in capital assets	35,560,506	33,386,712	30,672,026
Restricted	4,018,330	4,827,601	5,306,268
Unrestricted	15,934,268	12,819,822	14,005,505
Total Primary Government Net Position	\$ 55,513,104	\$ 51,034,135	\$ 49,983,799

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
\$ 5,275,528	\$ 4,627,533	\$ 4,456,665	\$ 4,699,117	\$ 4,794,106	\$ 4,230,037	\$ 4,289,328
813,874	608,283	956,319	480,025	825,553	1,067,009	882,783
1,068,797	1,205,925	794,391	508,437	108,315	469,531	412,159
<u>7,158,199</u>	<u>6,441,741</u>	<u>6,207,375</u>	<u>5,687,579</u>	<u>5,727,974</u>	<u>5,766,577</u>	<u>5,584,270</u>
23,260,966	21,725,407	21,118,188	19,533,634	18,676,675	17,877,860	17,350,028
4,006,940	3,711,182	3,479,632	3,287,785	2,957,667	2,702,871	2,317,674
13,295,485	11,968,712	10,617,545	10,774,926	8,886,182	8,281,490	6,518,491
<u>40,563,391</u>	<u>37,405,301</u>	<u>35,215,365</u>	<u>33,596,345</u>	<u>30,520,524</u>	<u>28,862,221</u>	<u>26,186,193</u>
28,536,494	26,352,940	25,574,853	24,232,751	23,470,781	22,107,897	21,639,356
4,820,814	4,319,465	4,435,951	3,767,810	3,783,220	3,769,880	3,200,457
14,364,282	13,174,637	11,411,936	11,283,363	8,994,497	8,751,021	6,930,650
<u>\$ 47,721,590</u>	<u>\$ 43,847,042</u>	<u>\$ 41,422,740</u>	<u>\$ 39,283,924</u>	<u>\$ 36,248,498</u>	<u>\$ 34,628,798</u>	<u>\$ 31,770,463</u>

City of Elberton
Changes in Net Position
Last Ten Fiscal Years

	FISCAL YEAR		
	2022	2021	2020
Expenses			
Governmental Activities:			
General Government	\$ 779,629	\$ 859,089	\$ 733,379
Judicial	87,345	89,219	79,742
Public Safety	2,915,177	3,176,913	2,787,440
Public Works	1,812,743	1,722,472	1,507,842
Health and Welfare	8,500	40,500	66,100
Culture and Recreation	184,440	184,488	175,038
Housing and Development	501,666	331,249	277,217
Interest on Long-term Debt	314	0	0
Total Governmental Activities	<u>6,289,814</u>	<u>6,403,930</u>	<u>5,626,758</u>
Business-type Activities:			
Combined Public Utilities			
Electric	13,820,171	13,552,521	13,326,722
Water and Sewer	3,178,722	3,351,081	3,185,106
Natural Gas	3,054,870	2,419,699	2,081,681
ElbertonNET Technology Services	4,898,356	4,743,601	4,400,172
Solid Waste	969,413	1,067,237	980,973
Elbert Theatre	138,319	132,943	155,920
Elbert Hotel	1,330,397	1,127,389	1,050,190
Total Business-type Activities	<u>27,390,248</u>	<u>26,394,471</u>	<u>25,180,764</u>
Total Primary Government Expenses	<u>33,680,062</u>	<u>32,798,401</u>	<u>30,807,522</u>
Indirect Costs			
Governmental Activities:			
General Government	(498,372)	(518,747)	(488,790)
Public Works	(126,826)	(133,897)	(131,636)
Total Governmental Activities Indirect Cost	<u>(625,198)</u>	<u>(652,644)</u>	<u>(620,426)</u>
Business-type Activities:			
Combined Public Utilities			
Electric	196,130	217,610	211,321
Water and Sewer	120,888	115,000	109,984
Natural Gas	94,007	115,617	112,187
ElbertonNET Technology Services	162,582	145,626	134,768
Solid Waste	51,591	58,791	52,166
Total Business-type Activities Indirect Cost	<u>625,198</u>	<u>652,644</u>	<u>620,426</u>
Total Primary Government Indirect Cost	<u>0</u>	<u>0</u>	<u>0</u>
Program Revenues			
Governmental Activities:			
Charges for Services:			
General Government	52,977	45,983	51,085
Public Safety	236,599	159,683	140,829
Public Works	88,952	103,030	72,160
Housing and Development	18,849	17,449	31,970
Operating Grants and Contributions	988,770	227,011	466
Capital Grants and Contributions	2,170,475	1,339,374	1,157,490
Total Governmental Activities	<u>3,556,622</u>	<u>1,892,530</u>	<u>1,454,000</u>
Program Revenues	3,556,622	1,892,530	1,454,000
Business-type Activities:			
Charges for Services:			
Electric	14,916,253	14,521,395	15,167,665
Water and Sewer	3,640,409	3,510,252	3,696,678
Natural Gas	4,534,844	4,173,355	3,722,457
ElbertonNET Technology Services	6,654,123	6,036,771	5,493,919
Solid Waste	954,527	911,193	870,247
Elbert Theatre	52,987	9,768	64,028
Elbert Hotel	892,957	673,479	392,442
Operating Grants and Contributions	0	0	0
Capital Grants and Contributions	1,910,468	263,236	184,386
Total Business-type Activities	<u>33,556,568</u>	<u>30,099,449</u>	<u>29,591,822</u>
Program Revenues	33,556,568	30,099,449	29,591,822
Total Primary Government			
Program Revenues	<u>37,113,190</u>	<u>31,991,979</u>	<u>31,045,822</u>

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
\$ 715,271	\$ 727,426	\$ 733,183	\$ 696,460	\$ 661,068	\$ 673,908	\$ 657,516
73,100	73,485	72,632	67,311	63,335	106,386	107,728
2,598,987	2,537,656	2,490,299	2,355,893	2,439,366	2,539,885	2,476,946
990,896	1,062,867	963,917	1,067,173	966,313	1,067,150	1,151,627
65,100	65,100	61,968	65,687	60,275	58,144	67,100
189,270	267,559	262,259	269,221	221,761	174,478	186,059
530,647	402,360	288,416	253,670	251,937	259,179	249,642
0	4,132	7,660	8,891	10,097	11,278	8,667
<u>5,163,271</u>	<u>5,140,585</u>	<u>4,880,334</u>	<u>4,784,306</u>	<u>4,674,152</u>	<u>4,890,408</u>	<u>4,905,285</u>
13,464,338	12,921,059	13,546,027	13,592,179	14,279,534	12,991,858	13,179,039
2,876,701	2,864,143	2,801,783	2,759,461	2,721,254	2,740,178	2,734,886
2,565,559	2,170,830	2,026,826	1,903,129	2,414,678	3,193,275	2,861,258
4,330,304	4,300,746	3,741,769	3,566,175	3,362,855	3,040,601	2,855,925
989,933	863,501	884,266	804,982	816,844	837,283	778,294
185,830	78,076	80,539	77,321	44,895	0	0
886,046	931,150	584,389	137,102	0	0	0
<u>25,298,711</u>	<u>24,129,505</u>	<u>23,665,599</u>	<u>22,840,349</u>	<u>23,640,060</u>	<u>22,803,195</u>	<u>22,409,402</u>
<u>30,461,982</u>	<u>29,270,090</u>	<u>28,545,933</u>	<u>27,624,655</u>	<u>28,314,212</u>	<u>27,693,603</u>	<u>27,314,687</u>
(482,100)	(499,545)	(486,383)	(493,185)	(473,292)	(477,578)	(451,965)
(127,782)	(125,828)	(133,313)	(129,750)	(119,422)	(141,520)	(227,844)
<u>(609,882)</u>	<u>(625,373)</u>	<u>(619,696)</u>	<u>(622,935)</u>	<u>(592,714)</u>	<u>(619,098)</u>	<u>(679,809)</u>
207,207	223,583	220,189	230,783	221,039	212,571	220,989
108,361	109,291	109,210	107,795	119,743	118,470	124,911
110,025	109,569	109,377	115,851	103,448	103,949	123,707
132,329	131,073	128,687	116,033	81,986	80,701	129,713
51,960	51,857	52,233	52,473	66,498	103,407	80,489
<u>609,882</u>	<u>625,373</u>	<u>619,696</u>	<u>622,935</u>	<u>592,714</u>	<u>619,098</u>	<u>679,809</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
45,125	45,703	42,005	43,360	41,775	45,358	45,815
161,452	133,963	127,646	102,197	124,749	191,337	204,784
58,177	66,180	86,279	83,133	41,394	65,170	51,235
16,739	23,186	15,090	15,703	15,428	10,495	11,443
10,421	502	350	1,620	420	2,852	34,276
993,264	673,384	656,122	672,356	715,225	602,260	580,179
<u>1,285,178</u>	<u>942,918</u>	<u>927,492</u>	<u>918,369</u>	<u>938,991</u>	<u>917,472</u>	<u>927,732</u>
15,659,814	15,178,416	15,252,364	15,081,243	15,320,274	16,005,007	15,839,368
3,403,339	3,179,301	3,230,494	3,162,388	3,082,577	2,887,595	2,843,066
4,412,776	3,912,137	3,363,427	3,335,754	4,063,544	4,899,169	4,189,304
5,360,061	5,003,088	4,540,110	4,231,947	3,790,730	3,328,687	3,121,582
879,477	885,530	912,359	853,355	853,822	822,177	727,591
119,760	87,974	99,349	94,232	52,951	0	0
476,871	441,680	88,221	0	0	0	0
132,837	430,194	701,292	933,762	1,170,756	0	0
288,534	0	80,948	306,822	254,181	138,067	0
<u>30,733,469</u>	<u>29,118,320</u>	<u>28,268,564</u>	<u>27,999,503</u>	<u>28,588,835</u>	<u>28,080,702</u>	<u>26,720,911</u>
<u>32,018,647</u>	<u>30,061,238</u>	<u>29,196,056</u>	<u>28,917,872</u>	<u>29,527,826</u>	<u>28,998,174</u>	<u>27,648,643</u>

City of Elberton
Changes in Net Position
Last Ten Fiscal Years

	FISCAL YEAR		
	2022	2021	2020
Change in Net Position			
Net (expense) Revenue - Governmental Activities	\$ (2,107,994)	\$ (3,858,756)	\$ (3,552,332)
Net (expense) Revenue - Business-type Activities	<u>5,541,122</u>	<u>3,052,334</u>	<u>3,790,632</u>
Total Primary Government Net (Expense) Revenue	<u>3,433,128</u>	<u>(806,422)</u>	<u>238,300</u>
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes:			
Title ad valorem	115,283	112,773	71,902
Sales	817,124	730,519	631,316
Franchise	89,731	95,431	93,145
Occupational	157,407	151,160	135,811
Insurance Premium	381,694	368,710	349,535
Alcoholic Beverages	131,985	133,550	127,980
Hotel/Motel	115,138	87,749	72,148
Other	11,210	9,277	4,480
Interest and Investment Earnings	3,325	3,618	2,591
Gain on Sale of Assets	10,855	9,420	0
Miscellaneous	7,369	33,644	10,398
Transfers	<u>2,140,000</u>	<u>1,582,322</u>	<u>2,334,620</u>
Total Government Activities	<u>3,981,121</u>	<u>3,318,173</u>	<u>3,833,926</u>
Business-type Activities			
Interest and Investment Earnings	146,149	139,330	302,675
Net increase (decrease) in the fair value of investments	(1,014,408)	(107,093)	51,455
Gain on Sale of Assets	20,813	51,845	19,045
Miscellaneous	52,166	36,825	151,428
Transfers	<u>(2,140,000)</u>	<u>(1,582,322)</u>	<u>(2,334,620)</u>
Total Business-type Activities	<u>(2,935,280)</u>	<u>(1,461,415)</u>	<u>(1,810,017)</u>
Total Primary Government General Revenues	<u>1,045,841</u>	<u>1,856,758</u>	<u>2,023,909</u>
Change in Net Position			
Governmental Activities	1,873,127	(540,583)	281,594
Business-type Activities	<u>2,605,842</u>	<u>1,590,919</u>	<u>1,980,615</u>
Total Primary Government Change in Net Position	<u>4,478,969</u>	<u>1,050,336</u>	<u>2,262,209</u>
Net Position - beginning (original)			
Governmental Activities	6,899,210	7,439,793	7,158,199
Business-type Activities	<u>44,134,925</u>	<u>42,544,006</u>	<u>40,563,391</u>
Total Primary Government Beginning Net Position (original)	<u>51,034,135</u>	<u>49,983,799</u>	<u>47,721,590</u>
Prior Period Adjustments			
Governmental Activities	0	0	0
Business-type Activities	<u>0</u>	<u>0</u>	<u>0</u>
Total Primary Government Prior Period Adjustments	<u>0</u>	<u>0</u>	<u>0</u>
Net Position - beginning (restated)			
Governmental Activities	6,899,210	7,439,793	7,158,199
Business-type Activities	<u>44,134,925</u>	<u>42,544,006</u>	<u>40,563,391</u>
Total Primary Government Beginning Net Position (restated)	<u>51,034,135</u>	<u>49,983,799</u>	<u>47,721,590</u>
Change in Net Position - ending			
Governmental Activities	8,772,337	6,899,210	7,439,793
Business-type Activities	<u>46,740,767</u>	<u>44,134,925</u>	<u>42,544,006</u>
Total Primary Government Ending Net Position	<u>\$ 55,513,104</u>	<u>\$ 51,034,135</u>	<u>\$ 49,983,799</u>

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
\$ (3,268,211)	\$ (3,572,294)	\$ (3,333,146)	\$ (3,243,002)	\$ (3,142,447)	\$ (3,353,838)	\$ (3,297,744)
<u>4,824,876</u>	<u>4,363,442</u>	<u>3,983,269</u>	<u>4,536,219</u>	<u>4,356,061</u>	<u>4,658,409</u>	<u>3,631,700</u>
<u>1,556,665</u>	<u>791,148</u>	<u>650,123</u>	<u>1,293,217</u>	<u>1,213,614</u>	<u>1,304,571</u>	<u>333,956</u>
103,699	69,636	70,116	80,432	102,458	105,085	31,875
607,207	597,251	549,707	577,700	529,378	550,972	577,225
94,681	92,799	91,906	98,172	90,654	89,389	91,243
140,341	131,521	122,502	119,704	117,607	125,781	110,828
328,128	304,258	285,732	263,786	246,913	240,020	231,813
122,119	122,954	133,842	136,212	151,413	142,639	149,169
90,030	76,622	59,668	55,836	49,138	46,283	51,865
5,920	4,436	4,541	4,465	3,739	4,096	7,061
9,325	5,930	3,374	2,435	2,095	2,117	2,317
39,282	11,009	60,618	49,369	38,113	0	0
3,937	28,639	7,936	11,216	9,374	23,773	19,415
<u>2,440,000</u>	<u>2,361,605</u>	<u>2,463,000</u>	<u>1,803,280</u>	<u>2,344,713</u>	<u>2,205,490</u>	<u>1,818,930</u>
<u>3,984,669</u>	<u>3,806,660</u>	<u>3,852,942</u>	<u>3,202,607</u>	<u>3,685,595</u>	<u>3,535,645</u>	<u>3,091,741</u>
418,456	286,650	207,233	152,902	119,388	135,465	86,101
229,025	(112,286)	(131,856)	177,697	6,185	73,896	(128,447)
44,175	0	14,230	0	27,284	0	17,213
81,558	13,735	9,144	12,283	9,745	13,748	16,140
<u>(2,440,000)</u>	<u>(2,361,605)</u>	<u>(2,463,000)</u>	<u>(1,803,280)</u>	<u>(2,344,713)</u>	<u>(2,205,490)</u>	<u>(1,818,930)</u>
<u>(1,666,786)</u>	<u>(2,173,506)</u>	<u>(2,364,249)</u>	<u>(1,460,398)</u>	<u>(2,182,111)</u>	<u>(1,982,381)</u>	<u>(1,827,923)</u>
<u>2,317,883</u>	<u>1,633,154</u>	<u>1,488,693</u>	<u>1,742,209</u>	<u>1,503,484</u>	<u>1,553,264</u>	<u>1,263,818</u>
716,458	234,366	519,796	(40,395)	543,148	181,807	(206,003)
<u>3,158,090</u>	<u>2,189,936</u>	<u>1,619,020</u>	<u>3,075,821</u>	<u>2,173,950</u>	<u>2,676,028</u>	<u>1,803,777</u>
<u>3,874,548</u>	<u>2,424,302</u>	<u>2,138,816</u>	<u>3,035,426</u>	<u>2,717,098</u>	<u>2,857,835</u>	<u>1,597,774</u>
6,441,741	6,207,375	5,687,579	5,727,974	5,766,577	5,584,270	5,790,273
<u>37,405,301</u>	<u>35,215,365</u>	<u>33,596,345</u>	<u>30,520,524</u>	<u>28,862,221</u>	<u>26,186,193</u>	<u>24,715,799</u>
<u>43,847,042</u>	<u>41,422,740</u>	<u>39,283,924</u>	<u>36,248,498</u>	<u>34,628,798</u>	<u>31,770,463</u>	<u>30,506,072</u>
0	0	0	0	(581,751)	0	0
0	0	0	0	(515,647)	0	(333,383)
0	0	0	0	(1,097,398)	0	(333,383)
6,441,741	6,207,375	5,687,579	5,727,974	5,184,826	5,584,270	5,790,273
<u>37,405,301</u>	<u>35,215,365</u>	<u>33,596,345</u>	<u>30,520,524</u>	<u>28,346,574</u>	<u>26,186,193</u>	<u>24,382,416</u>
<u>43,847,042</u>	<u>41,422,740</u>	<u>39,283,924</u>	<u>36,248,498</u>	<u>33,531,400</u>	<u>31,770,463</u>	<u>30,172,689</u>
7,158,199	6,441,741	6,207,375	5,687,579	5,727,974	5,766,077	5,584,270
<u>40,563,391</u>	<u>37,405,301</u>	<u>35,215,365</u>	<u>33,596,345</u>	<u>30,520,524</u>	<u>28,862,221</u>	<u>26,186,193</u>
<u>\$ 47,721,590</u>	<u>\$ 43,847,042</u>	<u>\$ 41,422,740</u>	<u>\$ 39,283,924</u>	<u>\$ 36,248,498</u>	<u>\$ 34,628,298</u>	<u>\$ 31,770,463</u>

City of Elberton
Fund Balances of Governmental Funds
Last Ten Fiscal Years

	FISCAL YEAR		
	2022	2021	2020
General Fund			
Nonspendable	\$ 290,710	\$ 277,088	\$ 258,740
Restricted	106	106	25
Unassigned	423,171	454,236	578,998
Total General Fund	<u>713,987</u>	<u>731,430</u>	<u>837,763</u>
All Other Governmental Funds			
Unassigned, Reported in:			
Capital Project Funds	0	0	0
Nonspendable	0	0	0
Restricted	2,060,874	1,016,655	1,146,611
Assigned	0	0	0
Total All Other Governmental Funds	<u>2,060,874</u>	<u>1,016,655</u>	<u>1,146,611</u>
Total Governmental Fund Balances	<u><u>\$ 2,774,861</u></u>	<u><u>\$ 1,748,085</u></u>	<u><u>\$ 1,984,374</u></u>

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
\$ 170,316	\$ 167,780	\$ 165,248	\$ 147,473	\$ 146,986	\$ 146,234	\$ 190,731
25	25	25	25	25	25	25
592,040	905,229	896,071	859,995	696,935	706,758	645,418
<u>762,381</u>	<u>1,073,034</u>	<u>1,061,344</u>	<u>1,007,493</u>	<u>843,946</u>	<u>853,017</u>	<u>836,174</u>
0	0	(53,709)	(49,144)	0	0	0
0	0	0	40,000	0	0	0
813,849	608,258	956,294	480,000	825,528	1,066,984	882,758
0	808	0	2,692	4,288	12,869	4,407
<u>813,849</u>	<u>609,066</u>	<u>902,585</u>	<u>473,548</u>	<u>829,816</u>	<u>1,079,853</u>	<u>887,165</u>
<u>\$ 1,576,230</u>	<u>\$ 1,682,100</u>	<u>\$ 1,963,929</u>	<u>\$ 1,481,041</u>	<u>\$ 1,673,762</u>	<u>\$ 1,932,870</u>	<u>\$ 1,723,339</u>

City of Elberton
Changes in Fund Balances - Governmental Funds (1)
Last Ten Fiscal Years

	FISCAL YEAR		
	2022	2021	2020
Revenues			
Taxes	\$ 1,819,572	\$ 1,689,168	\$ 1,486,315
Licenses and permits	69,137	64,372	82,701
Fines, fees and forfeitures	227,574	144,845	132,133
Charges for services	725,865	769,573	701,636
Intergovernmental	3,158,135	1,565,786	1,157,490
Interest	4,050	4,083	3,056
Contributions	385	135	0
Other	7,369	33,644	10,399
Total Revenues	6,012,087	4,271,606	3,573,730
Expenditures			
General Government	823,444	751,328	715,913
Judicial	90,405	79,111	79,591
Public Safety	2,870,250	2,612,060	2,597,663
Public Works	1,343,347	1,072,442	1,003,450
Health and Welfare	8,500	40,500	66,100
Culture and Recreation	135,166	81,000	74,000
Housing and Development	250,214	284,286	266,576
Debt Service - Principal	11,906	0	0
Debt Service - Interest	314	0	0
Capital Outlay	1,625,585	1,181,916	696,913
Total Expenditures	7,159,131	6,102,643	5,500,206
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,147,044)	(1,831,037)	(1,926,476)
Other Financing Sources (Uses)			
Transfers In	2,197,569	1,913,875	2,556,073
Transfers Out	(57,569)	(331,553)	(221,453)
Sale of Capital Assets	33,820	12,426	0
Total Other Financing Sources (Uses)	2,173,820	1,594,748	2,334,620
Net Change in Fund Balances	1,026,776	(236,289)	408,144
Fund Balances, July 1	1,748,085	1,984,374	1,576,230
Fund Balances, June 30	\$ 2,774,861	\$ 1,748,085	\$ 1,984,374
Debt service as a percentage of noncapital expenditures	0.20%	0.00%	0.00%

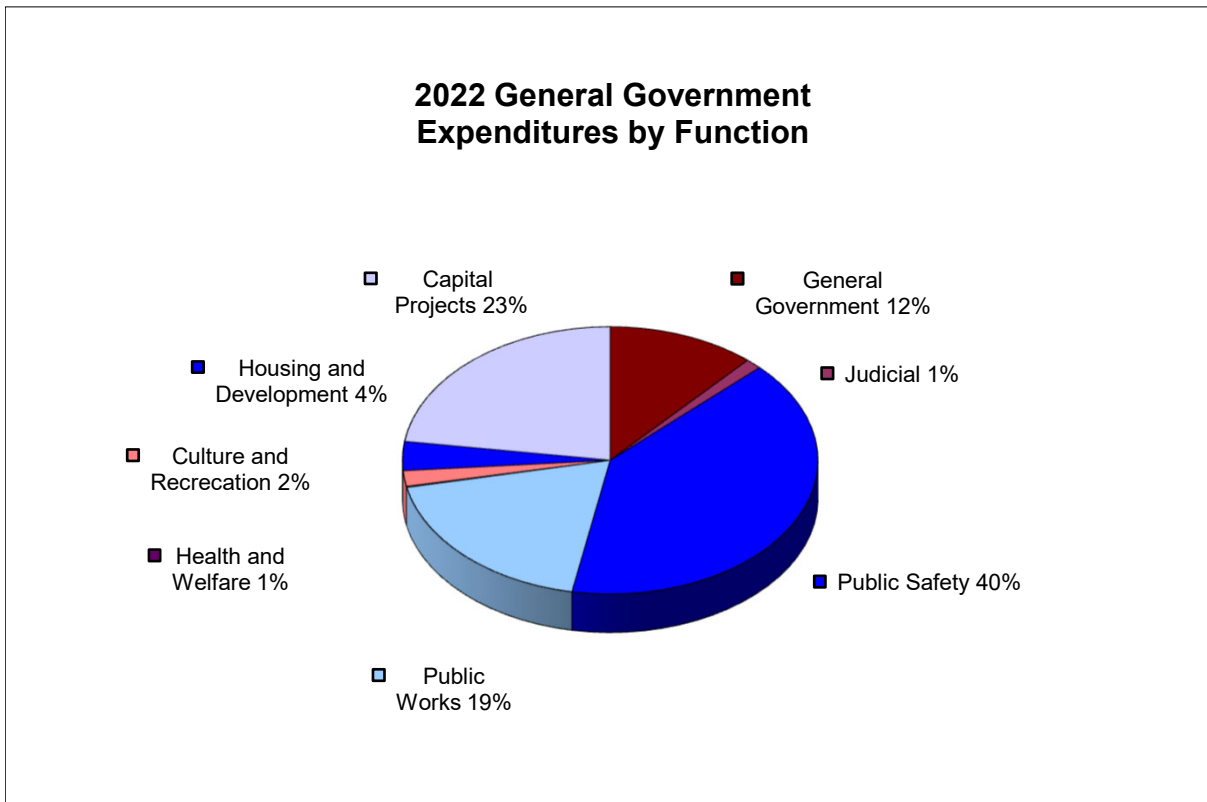
Note (1): Includes general, special revenue, and capital projects funds.

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
\$ 1,492,125	\$ 1,399,478	\$ 1,318,016	\$ 1,336,308	\$ 1,291,300	\$ 1,304,264	\$ 1,251,079
62,694	67,261	57,785	58,890	57,350	54,238	57,725
149,924	115,047	112,020	92,915	108,590	169,016	191,822
678,757	711,197	720,912	720,025	650,708	708,204	743,539
688,216	673,338	656,054	672,241	649,238	604,528	613,827
9,461	6,092	3,442	2,550	2,249	2,349	2,660
10,285	1,285	350	1,625	420	352	285
3,937	28,640	7,941	11,217	13,186	13,968	6,203
<u>3,095,399</u>	<u>3,002,338</u>	<u>2,876,520</u>	<u>2,895,771</u>	<u>2,773,041</u>	<u>2,856,919</u>	<u>2,867,140</u>
725,301	763,729	754,976	703,782	672,278	651,547	633,371
75,142	78,402	76,613	70,554	66,599	105,292	106,007
2,543,089	2,571,983	2,442,340	2,339,551	2,437,382	2,364,581	2,354,039
886,166	814,101	857,529	845,280	915,303	982,393	1,016,610
65,100	65,100	61,968	65,687	60,275	58,144	67,100
85,500	170,165	162,355	163,982	154,024	123,278	146,973
826,351	343,869	303,292	289,497	267,994	244,853	243,343
0	334,096	59,588	58,357	57,151	55,970	4,612
0	4,132	7,659	8,891	10,097	11,278	8,667
473,902	511,204	190,930	747,542	783,372	265,348	730,831
<u>5,680,551</u>	<u>5,656,781</u>	<u>4,917,250</u>	<u>5,293,123</u>	<u>5,424,475</u>	<u>4,862,684</u>	<u>5,311,553</u>
(2,585,152)	(2,654,443)	(2,040,730)	(2,397,352)	(2,651,434)	(2,005,765)	(2,444,413)
2,585,015	2,557,503	2,554,585	2,437,433	2,436,552	2,408,989	2,303,819
(145,015)	(195,898)	(91,585)	(282,171)	(82,339)	(203,499)	(484,889)
39,282	11,009	60,618	49,369	38,113	9,806	13,212
<u>2,479,282</u>	<u>2,372,614</u>	<u>2,523,618</u>	<u>2,204,631</u>	<u>2,392,326</u>	<u>2,215,296</u>	<u>2,401,916</u>
(105,870)	(281,829)	482,888	(192,721)	(259,108)	209,531	(42,497)
1,682,100	1,963,929	1,481,041	1,673,762	1,932,870	1,723,339	1,765,836
<u>\$ 1,576,230</u>	<u>\$ 1,682,100</u>	<u>\$ 1,963,929</u>	<u>\$ 1,481,041</u>	<u>\$ 1,673,762</u>	<u>\$ 1,932,870</u>	<u>\$ 1,723,339</u>
0.00%	6.22%	1.39%	1.43%	1.47%	1.48%	0.29%

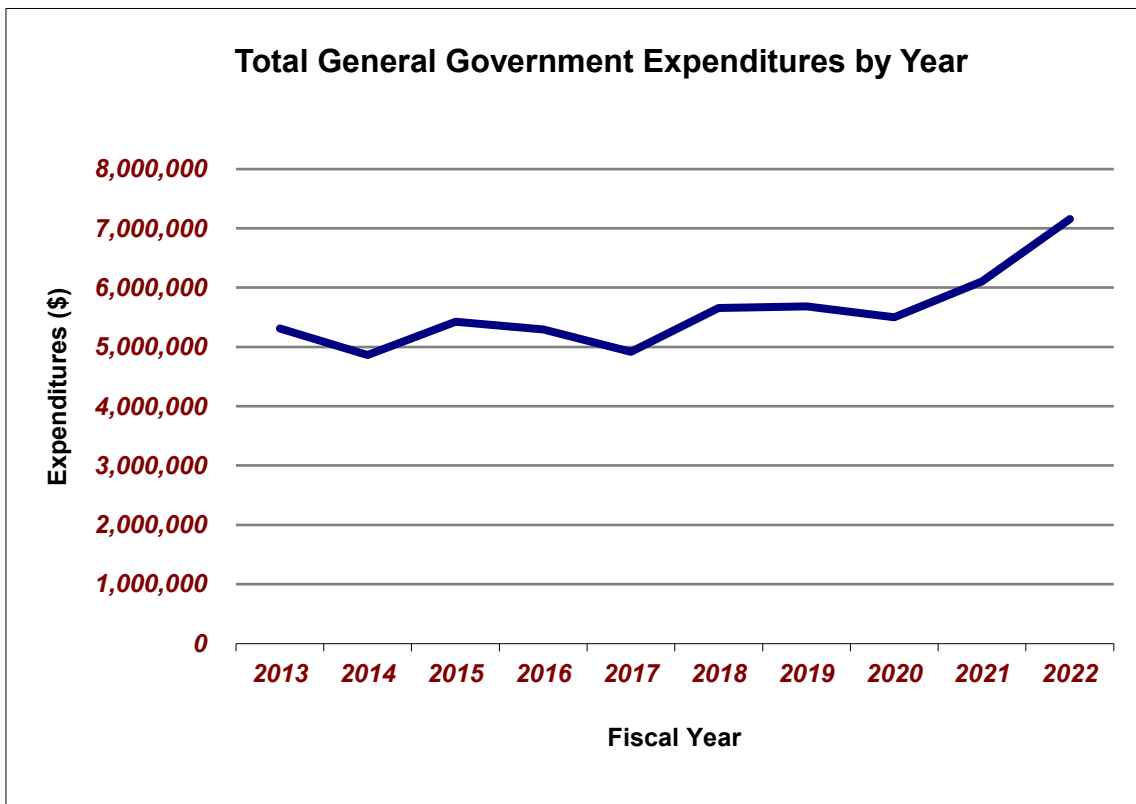
City of Elberton, Georgia
General Government Expenditures by Function (1)
Last Ten Fiscal Years

Fiscal Year	General Government	Judicial	Public Safety	Public Works	Health and Welfare
2013	633,371	106,007	2,354,039	1,016,610	67,100
2014	651,547	105,292	2,364,581	982,393	58,144
2015	672,278	66,599	2,437,382	915,303	60,275
2016	703,782	70,554	2,339,551	845,280	65,687
2017	754,976	76,613	2,442,340	857,529	61,968
2018	763,729	78,402	2,571,983	814,101	65,100
2019	725,301	75,142	2,543,089	886,166	65,100
2020	715,913	79,591	2,597,663	1,003,450	66,100
2021	751,328	79,111	2,612,060	1,072,442	40,500
2022	823,444	90,405	2,870,250	1,343,347	8,500

Note (1): Includes general, special revenue, and capital projects funds.



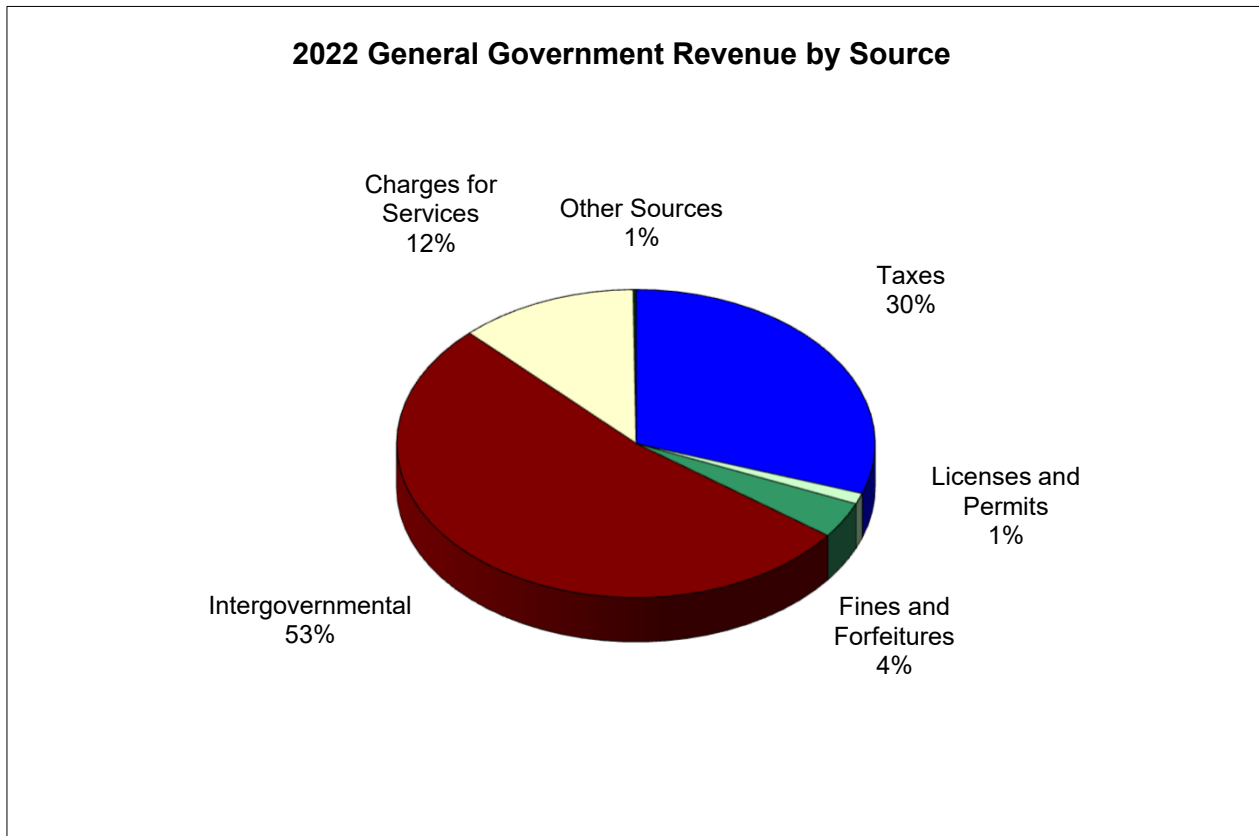
Culture and Recreation	Housing and Development	Capital Projects	Debt Service	Total
146,973	243,343	730,831	13,279	5,311,553
123,278	244,853	265,348	67,248	4,862,684
154,024	267,994	783,372	67,248	5,424,475
163,982	289,497	747,542	67,248	5,293,123
162,355	303,292	190,930	67,247	4,917,250
170,165	343,869	511,204	338,228	5,656,781
85,500	826,351	473,902	0	5,680,551
74,000	266,576	696,913	0	5,500,206
81,000	284,286	1,181,916	0	6,102,643
135,166	250,214	1,625,585	12,220	7,159,131



City of Elberton, Georgia
General Government Revenue by Source (1)
Last Ten Fiscal Years

Fiscal Year	Taxes	Licenses and Permits	Fines and Forfeitures	Intergovernmental	Charges for Services	Other Sources	Total
2013	1,251,079	57,725	191,822	613,827	743,539	9,148	2,867,140
2014	1,304,264	54,238	169,016	604,528	708,204	16,669	2,856,919
2015	1,291,300	57,350	108,590	649,238	650,708	15,855	2,773,041
2016	1,336,308	58,890	92,915	672,241	720,025	15,392	2,895,771
2017	1,318,016	57,785	112,020	656,054	720,912	11,733	2,876,520
2018	1,399,478	67,261	115,047	673,338	711,197	36,017	3,002,338
2019	1,492,125	62,694	149,924	688,216	678,757	23,683	3,095,399
2020	1,486,315	82,701	132,133	1,157,490	701,636	13,455	3,573,730
2021	1,689,168	64,372	144,845	1,565,786	769,573	37,862	4,271,606
2022	1,819,572	69,137	227,574	3,158,135	725,865	11,804	6,012,087

Note (1): Includes general, special revenue, and capital projects funds.

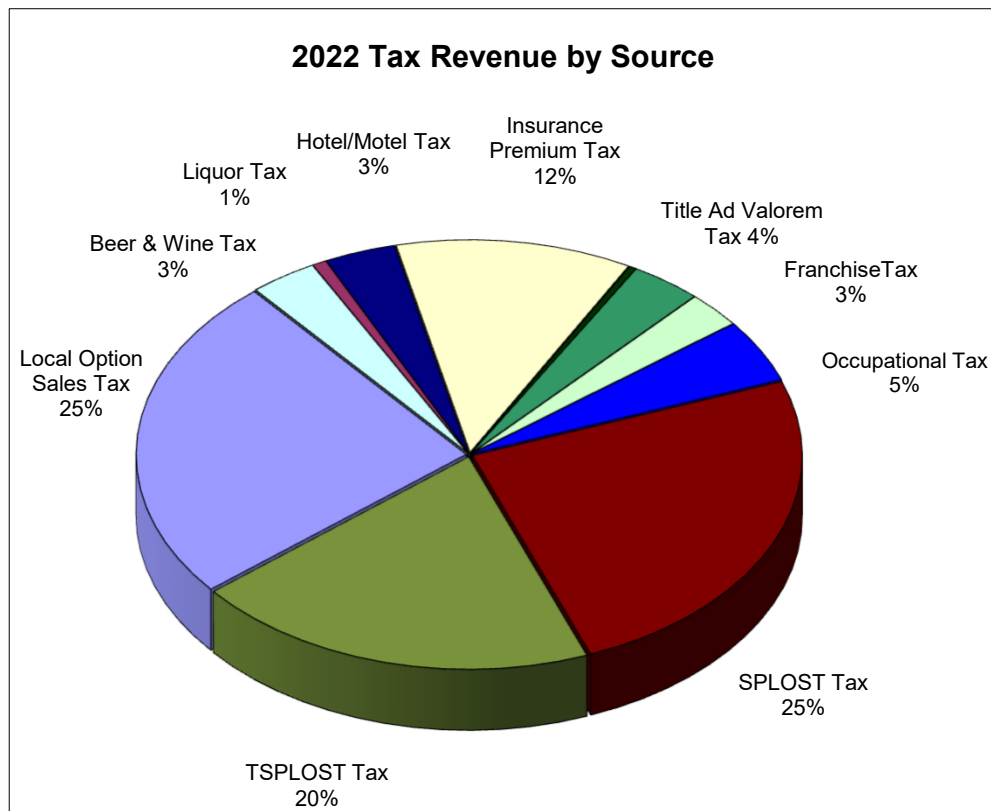


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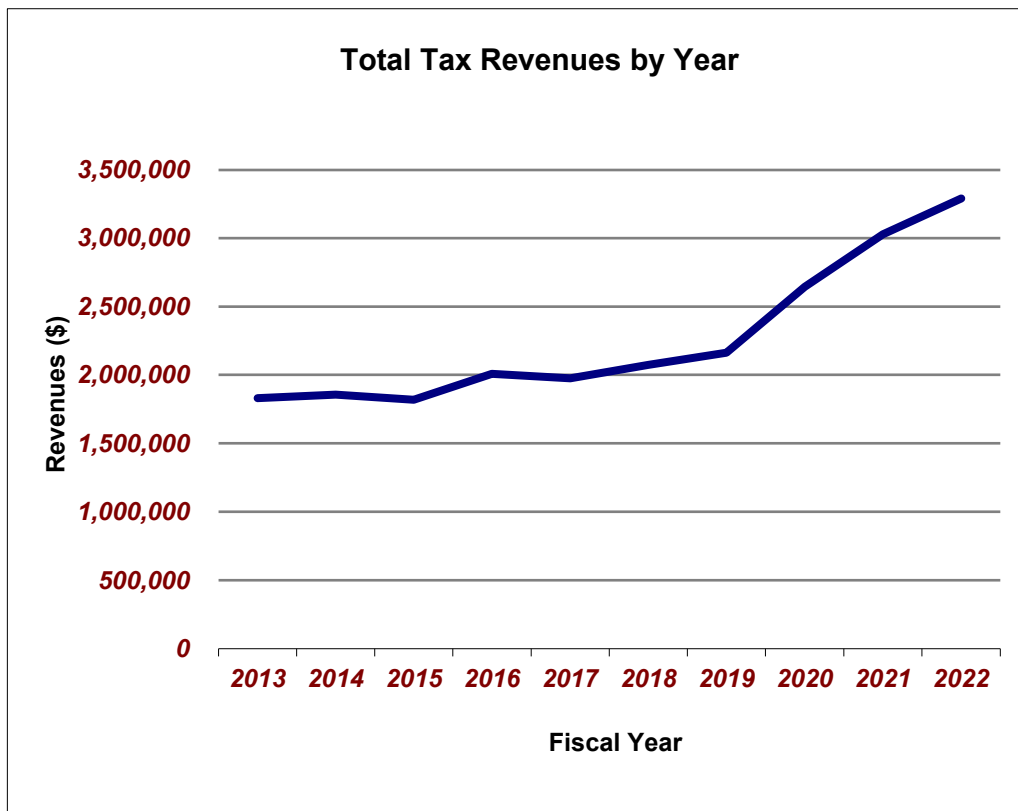
City of Elberton, Georgia
General Government Tax Revenues by Source
Last Ten Fiscal Years

Fiscal Year	Beer & Wine Tax	Liquor Tax	Hotel/Motel Tax (1)	Insurance Premium Tax	Intangible Tax	Title Ad Valorem Tax (3)
2013	129,775	19,394	51,865	231,813	7,061	31,875
2014	125,992	16,647	46,282	240,020	4,096	105,085
2015	132,047	19,366	49,138	246,913	3,739	102,458
2016	113,771	22,441	55,837	263,786	4,465	80,432
2017	112,152	21,690	59,669	285,732	4,542	70,116
2018	103,949	19,006	76,622	304,258	4,436	69,636
2019	102,832	19,287	90,031	328,128	5,919	103,699
2020	105,330	22,649	72,147	349,535	4,480	71,902
2021	109,043	24,506	87,749	368,710	9,277	112,773
2022	109,036	22,949	115,138	381,694	11,210	115,283

- Note (1): Reported in the Hotel/Motel Tax Special Revenue Fund.
 Note (2): Reported as intergovernmental revenue in the SPLOST Capital Projects Funds.
 Note (3): In fiscal year 2013, the title ad valorem tax on motor vehicles became effective March 2013.
 Note (4): Reported as intergovernmental revenue in the TSPLOST Capital Projects Funds.



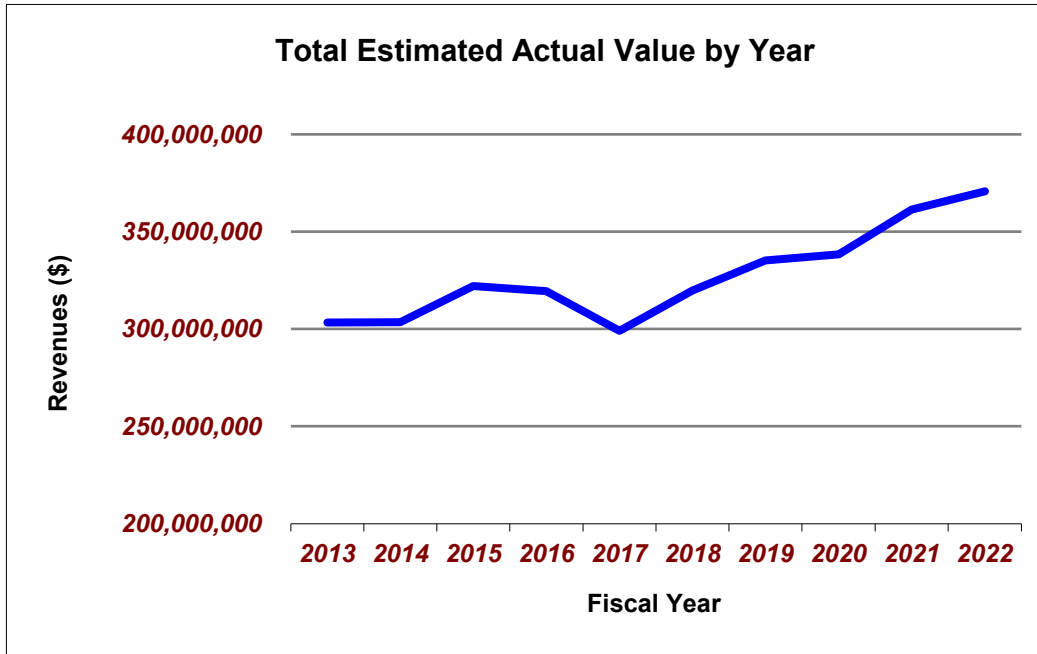
Franchise Tax	Occupational Tax	SPLOST Tax (2)	TSPLOST Tax (4)	Local Option Sales Tax	Total
91,243	110,828	579,455	0	577,225	1,830,534
89,389	125,781	550,972	0	550,972	1,855,236
90,654	117,607	529,253	0	529,378	1,820,553
98,172	119,704	672,241	0	577,700	2,008,549
91,906	122,502	656,054	0	549,707	1,974,070
92,799	131,521	673,338	0	597,251	2,072,816
94,681	140,341	670,164	0	607,207	2,162,289
93,145	135,811	628,739	528,751	631,316	2,643,805
95,431	151,160	733,032	606,141	730,519	3,028,341
89,731	157,407	817,128	654,867	817,124	3,291,567



City of Elberton, Georgia
Assessed and Estimated Actual Value of Taxable Property
Digest Years 2013 - 2022

Calendar Year of Digest	Real Property	Motor Vehicles	Mobile Homes	Public Utilities
2013	107,293,014	7,888,040	172,078	5,991,509
2014	108,348,155	6,913,940	156,160	5,991,509
2015	117,102,330	5,114,940	174,615	6,390,465
2016	117,212,123	4,009,730	168,519	6,390,465
2017	112,263,431	3,046,050	132,474	4,185,489
2018	121,331,524	2,361,690	242,322	3,977,895
2019	127,770,716	1,977,420	234,397	4,075,682
2020	128,755,315	1,789,430	233,085	4,511,136
2021	138,241,317	1,492,310	240,495	4,519,269
2022	146,044,767	1,197,490	215,790	817,424

Source: Elbert County Tax Digest



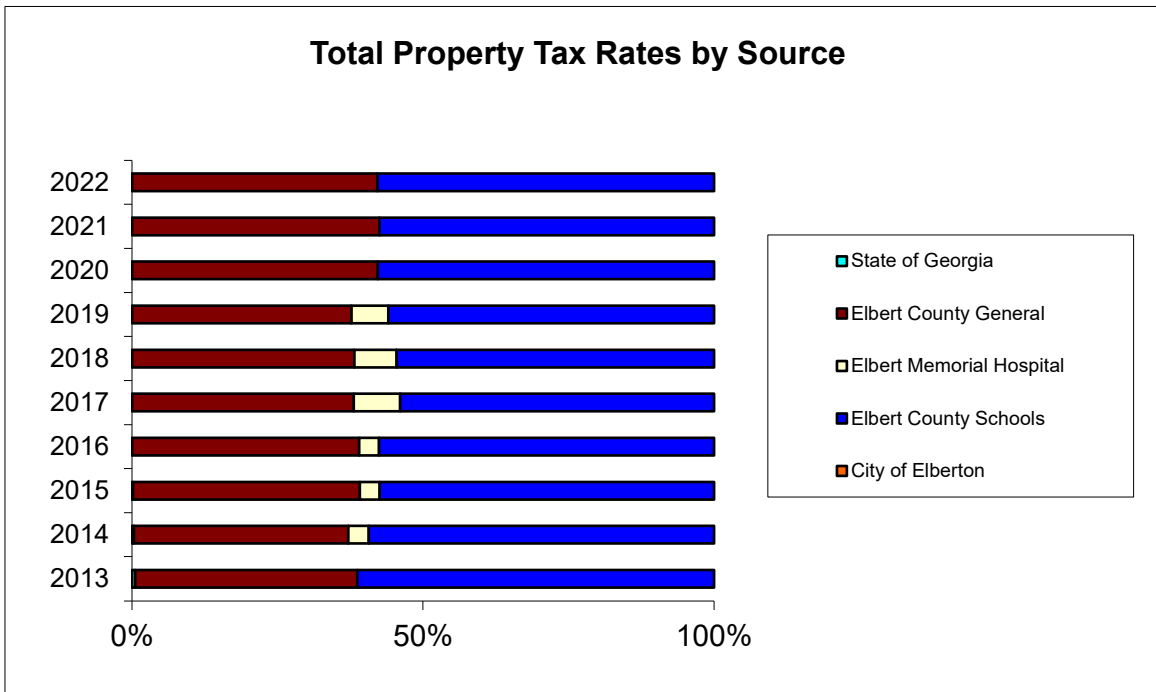
<u>Total Property</u>	<u>Less: Exemptions</u>	<u>Total Taxable Property</u>	<u>Total Estimated Actual Value</u>	<u>Total Direct Tax Rate</u>
121,344,641	(5,205,734)	116,138,907	303,361,603	0.00
121,409,764	(6,261,621)	115,148,143	303,524,410	0.00
128,782,350	(7,982,703)	120,799,647	321,955,875	0.00
127,780,837	(10,886,992)	116,893,845	319,452,093	0.00
119,627,444	(6,934,039)	112,693,405	299,068,610	0.00
127,913,431	(7,067,537)	120,845,894	319,783,578	0.00
134,058,215	(9,823,328)	124,234,887	335,145,538	0.00
135,288,966	(9,253,671)	126,035,295	338,222,415	0.00
144,493,391	(7,806,440)	136,686,951	361,233,478	0.00
148,275,471	(14,865,538)	133,409,933	370,688,678	0.00

City of Elberton, Georgia
Property Tax Rates
(per \$1,000 of Assessed Value)
Digest Years 2013 - 2022

Calendar Year of Digest	State of Georgia	Elbert County (Incorporated area)			Elbert County Schools	City of Elberton	Total Tax Rate (1)
		Elbert County General	Elbert Memorial Hospital	Total County Tax Rate			
2013	0.15	10.41	0.00	10.41	16.72	0.00	27.28
2014	0.10	10.43	1.00	11.43	16.80	0.00	28.33
2015	0.05	11.44	1.00	12.44	16.86	0.00	29.35
2016	0.00	11.45	1.00	12.45	16.90	0.00	29.35
2017	0.00	11.98	2.50	14.48	16.94	0.00	31.42
2018	0.00	11.13	2.10	13.23	15.87	0.00	29.10
2019	0.00	10.74	1.80	12.54	15.93	0.00	28.48
2020	0.00	11.65	0.00	11.65	15.93	0.00	27.58
2021	0.00	10.54	0.00	10.54	14.25	0.00	24.79
2022	0.00	10.37	0.00	10.37	14.23	0.00	24.60

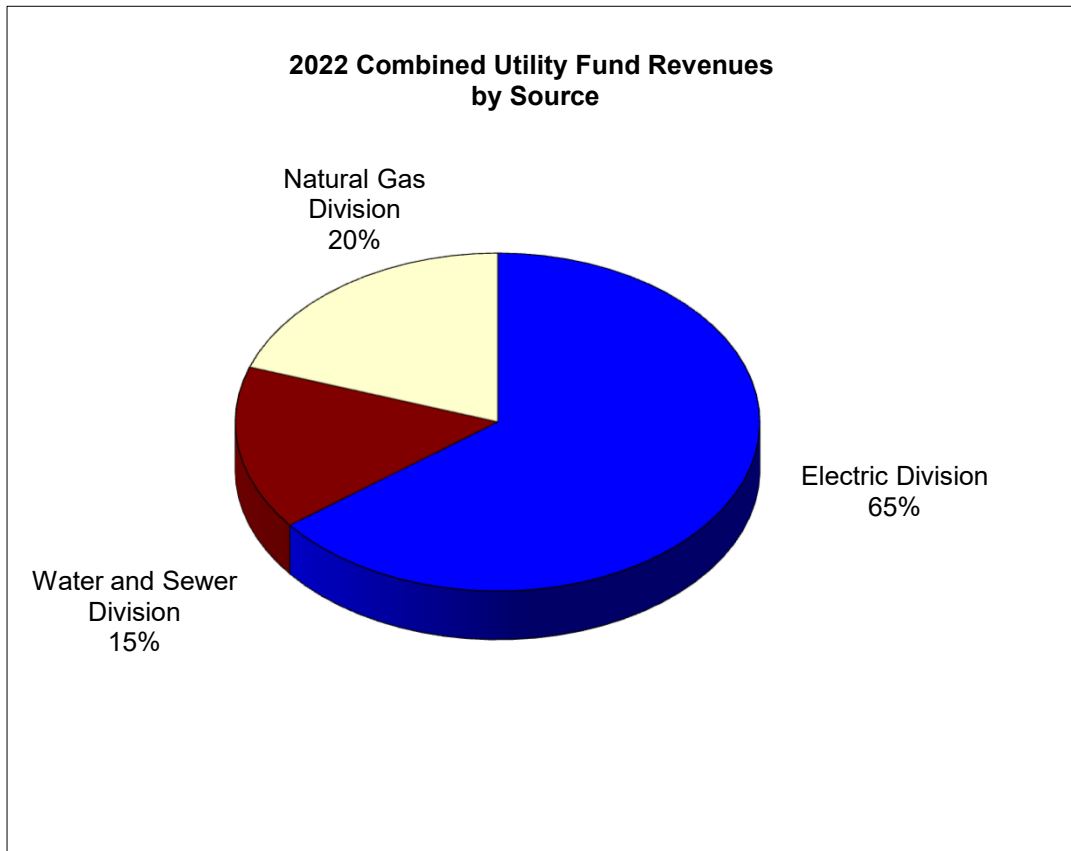
Source: Elbert County Tax Digest

Note (1): Tax rates are expressed in rate per \$1,000.



City of Elberton, Georgia
Combined Utility Fund Operating Revenue by Source
Last Ten Fiscal Years

Fiscal Year	Electric Division	Water and Sewer Division	Natural Gas Utility Division	Total
2012	15,573,869	2,823,743	3,444,888	21,842,500
2013	15,845,922	2,845,625	4,196,331	22,887,878
2014	16,011,682	2,888,320	4,904,861	23,804,863
2015	15,324,173	3,082,987	4,068,943	22,476,103
2016	15,087,099	3,162,542	3,342,027	21,591,668
2017	15,258,308	3,230,673	3,366,448	21,855,429
2018	15,185,292	3,179,372	3,918,925	22,283,589
2019	15,664,913	3,405,465	4,429,209	23,499,587
2020	15,177,266	3,707,379	3,853,583	22,738,228
2021	14,527,831	3,515,660	4,198,336	22,241,827
2022	14,936,230	3,641,359	4,566,083	23,143,672



City of Elberton, Georgia
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities	Business-type Activities				Total Primary Government	Percentage of Personal Income ⁽¹⁾	Per Capita ⁽¹⁾
	Capital Leases	Water & Sewer Bonds	Direct Placement Bonds	Notes Payable	Capital Leases			
2013	565,162 ⁽³⁾	7,500,000	0	0	1,917,369 ⁽²⁾	9,982,531	1.68%	2,219
2014	509,192	6,760,000	0	507,499 ⁽⁴⁾	1,562,987	9,339,678	1.51%	2,070
2015	452,041	5,995,000	0	1,568,991	3,041,061 ⁽⁵⁾	11,057,093	1.81%	2,466
2016	393,684	5,210,000	0	6,034,630 ⁽⁶⁾	2,477,256	14,115,570	2.24%	3,170
2017	334,096	4,395,000	0	7,865,513	1,613,690	14,208,299	2.15%	3,215
2018	0	3,560,000	0	7,512,701	1,342,813	12,415,514	1.83%	2,867
2019	0	2,705,000	0	8,661,781 ⁽⁷⁾	1,066,312	12,433,093	1.82%	2,859
2020	0	1,830,000	3,777,487 ⁽⁸⁾	4,527,643	708,964	10,844,094	1.46%	2,505
2021	0	930,000	3,405,624	4,861,552	0	9,197,176	N/A	1,982
2022	44,290 ⁽⁹⁾	0	3,026,255	5,751,572	0	8,822,117	N/A	1,886

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

Note (1): See the Demographic Statistics on exhibit J-16 for personal income and population information.

Note (2): Capital leases to finance the expansion of the broadband and cable television distribution system.

Note (3): Capital lease to purchase a new fire ladder truck for the fire department.

Note (4): Note payable through Georgia Environmental Finance Authority for improvements to water system.

Note (5): Capital lease to finance the replacement of natural gas bare steel lines.

Note (6): Note payable through Northeast Georgia Bank for the refurbishment of the Samuel Elbert Hotel and GEFA for sewer plant improvements.

Note (7): Note payable through Georgia Environmental Finance Authority for a new 12" water pipeline on Athens Hwy.

Note (8): Revenue refunding bond for the Samuel Elbert Hotel .

Note (9): Capital lease agreement for office equipment in the general fund.

City of Elberton, Georgia
Computation of Legal Debt Margin
June 30, 2022

Net assessed value	\$	133,409,933
Debt limit - 10% of total assessed value		13,340,993
Total General Obligation bonds outstanding		<u>0</u>
Legal debt margin	\$	<u>13,340,993</u>
Ratio of Legal Debt Margin to Debt Limit		100.00%

**Direct General Obligation and
Guaranteed Revenue Debt Outstanding**

		Debt per Capita
General Obligation Debt	\$ 0	<u>\$ 0</u>
Guaranteed Revenue Debt	<u>0</u>	<u>0</u>
Total General Obligation and Guaranteed Revenue Debt	<u>\$ 0</u>	<u>\$ 0</u>

City of Elberton
Legal Debt Margin Information
Last Ten Fiscal Years

	FISCAL YEAR		
	2022	2021	2020
Debt Limit	\$ 13,340,933	\$ 13,668,695	\$ 12,603,530
Total Net Debt applicable to limit	<u>0</u>	<u>0</u>	<u>0</u>
Legal debt margin	<u>13,340,933</u>	<u>13,668,695</u>	<u>12,603,530</u>
Ratio of Legal Debt Margin to Debt Limit	100%	100%	100%

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
\$ 12,423,489	\$ 12,084,589	\$ 11,269,341	\$ 11,689,385	\$ 12,079,965	\$ 11,514,814	\$ 11,613,891
0	0	0	0	0	0	0
12,423,489	12,084,589	11,269,341	11,689,385	12,079,965	11,514,814	11,613,891
100%	100%	100%	100%	100%	100%	100%

City of Elberton, Georgia
Revenue Bond Coverage
2011 Series Bonds for Water & Sewer Division
Combined Public Utility System Fund
Last Ten Fiscal Years

Fiscal Years	Debt Service			Water & Sewer Division			
	Principal	Interest	Total	Operating Revenue	Less: Operating Expenses	Net Available Revenue	Debt Coverage
2013	720,000	214,185	934,185	2,845,625	1,909,350	936,275	1.00
2014	740,000	194,293	934,293	2,888,320	1,893,551	994,769	1.06
2015	765,000	173,787	938,787	3,082,987	1,847,536	1,235,451	1.32
2016	785,000	152,668	937,668	3,162,542	1,857,962	1,304,580	1.39
2017	815,000	130,868	945,868	3,230,673	1,898,498	1,332,175	1.41
2018	835,000	108,387	943,387	3,179,372	1,931,326	1,248,046	1.32
2019	855,000	85,361	940,361	3,405,465	1,944,930	1,460,535	1.55
2020	875,000	61,789	936,789	3,707,379	2,250,398	1,456,981	1.56
2021	900,000	37,605	937,605	3,515,660	2,392,835	1,122,825	1.20
2022	930,000	12,671	942,671	3,641,359	2,247,493	1,393,866	1.48

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements. Operating Expenses do not include interest or depreciation.

Combined Public Utility System Fund

Operating Revenue	Less: Operating Expenses	Net Available Revenue	Debt Coverage
22,887,878	17,856,527	5,031,351	5.39
23,804,863	19,259,642	4,545,221	4.86
22,476,103	18,460,071	4,016,032	4.28
21,591,668	17,265,663	4,326,005	4.61
21,855,429	17,331,844	4,523,585	4.78
22,283,589	16,848,738	5,434,851	5.76
23,499,587	17,767,036	5,732,551	6.10
22,738,228	17,341,055	5,397,173	5.76
22,241,827	17,998,669	4,243,158	4.53
23,143,672	18,714,640	4,429,032	4.70

City of Elberton, Georgia
Direct and Overlapping Governmental Debt
As of June 30, 2022

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Available</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Elbert County Schools	\$0	0%	\$0
Elbert County	0	0%	0
Subtotal, overlapping debt			<u>0</u>
City of Elberton direct debt			<u>0</u>
Total direct and overlapping debt			<u><u>\$0</u></u>

Source: Debt outstanding data provided by Elbert County Schools and Elbert County Finance Offices.

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

Note: The outstanding debt reported from overlapping authorities includes bonds, notes, and capital leases as reported on their Governmental Activities Sheet.

City of Elberton, Georgia

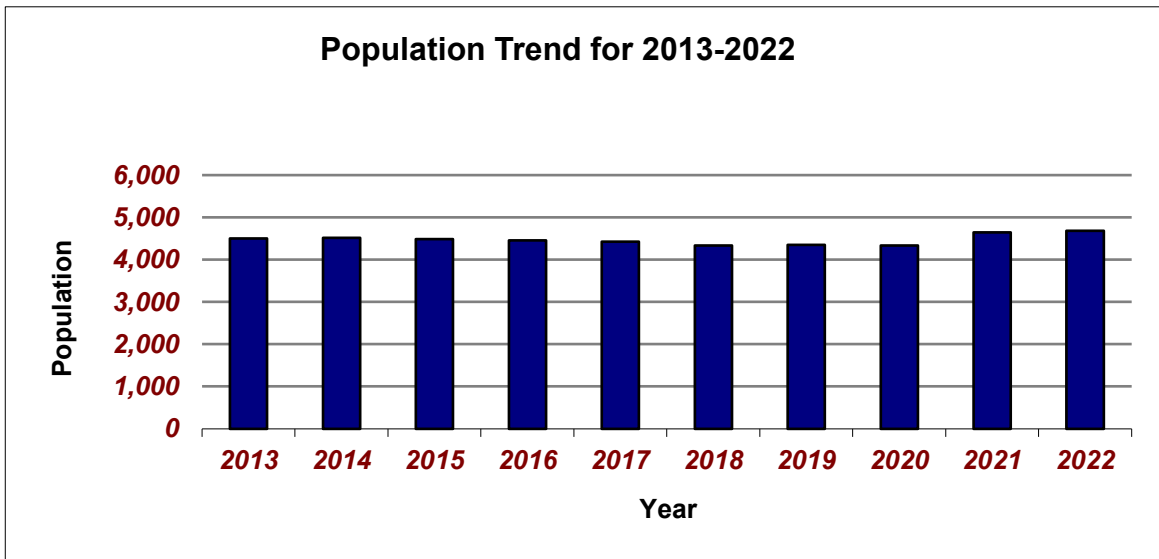
Demographic Statistics

Last Ten Fiscal Years

Fiscal Year	Population (1)	Unemployment Rate (2)	Median Household Income (3)	Per Capita Income (4)	Total Personal Income (4) (amounts in thousands)	School Enrollment (5)
2013	4,499	11.4%	35,817	30,416	593,531	3,105
2014	4,512	9.2%	35,170	31,716	616,501	3,049
2015	4,484	8.2%	35,388	31,519	610,330	3,009
2016	4,453	6.7%	35,739	32,857	628,988	3,079
2017	4,420	6.2%	35,207	34,541	660,045	3,064
2018	4,331	5.3%	37,943	35,448	677,761	3,113
2019	4,348	4.3%	38,678	35,550	682,340	3,133
2020	4,329	5.5%	39,323	38,414	742,741	2,998
2021	4,640	6.1%	N/A	N/A	N/A	2,583
2022	4,678	4.1%	N/A	N/A	N/A	2,654

- (1) U. S. Census Bureau
- (2) Georgia Department of Labor, for entire Elbert County
- (3) U. S. Census Bureau, for entire Elbert County
- (4) U. S. Dept. of Commerce, Bureau of Economic Analysis
- (5) Elbert County Board of Education, for entire Elbert County

N/A = information not available



City of Elberton, Georgia
Principal Employers
For the Current Year and Nine Years Ago

Employer	2022			2013		
	Number of Employees	Rank	Percentage of Total for Principal Employers	Number of Employees	Rank	Percentage of Total for Principal Employers
Pilgrims	313	1	19.97%	570	1	38.54%
MollerTech South LLC	227	2	14.49%	130	3	8.79%
Star Granite Company	184	3	11.74%	155	2	10.48%
Elbert Memorial Hospital	165	4	10.53%	112	4	7.57%
Bubba Foods	154	5	9.83%	79	9	5.34%
Eagle Granite Company	140	6	8.93%	97	5	6.56%
Everlasting Granite	126	7	8.04%	86	8	5.81%
Keystone Memorials	94	8	6.00%	91	6	6.15%
Pinnacle Bank	90	9	5.74%	90	7	6.09%
Whitlow Electric	74	10	4.72%	69	10	4.67%
			0.00%			0.00%
Total for Principal Employers	1,567		100%	1,479		100%

Source: City of Elberton annual survey

Note: Governmental employers are not included in the ranking

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City of Elberton
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

Function	Full-time Equivalent Employees as of June 30			
	2022	2021	2020	2019
Primary government				
General Government	4	4	4	4
Judicial	1	1	1	1
Public Safety				
Animal Control	1	1	1	1
Police	22	22	22	22
Fire	16	16	16	16
Public Works	13	13	13	12
Culture and Recreation	1	1	1	1
Housing and Development	1	1	2	2
Combined Public Utilities	38	42	42	41
ElbertonNET Technology Services	11	6	6	6
Solid Waste	12	12	12	12
Total primary government	<u>120</u>	<u>119</u>	<u>120</u>	<u>118</u>
Component unit				
Downtown Development Authority	<u>8</u>	<u>5</u>	<u>5</u>	<u>4</u>
Total employees	<u><u>128</u></u>	<u><u>124</u></u>	<u><u>125</u></u>	<u><u>122</u></u>

Source: City of Elberton Annual Budget

Full-time Equivalent Employees as of June 30					
2018	2017	2016	2015	2014	2013
4	5	5	5	5	5
1	1	1	1	1	1
1	1	1	1	1	1
22	22	22	22	22	22
16	16	16	16	16	16
11	10	10	11	11	12
1	1	1	1	1	1
2	2	2	2	2	2
42	41	41	40	40	46
6	6	6	6	5	6
12	12	12	12	12	12
<u>118</u>	<u>117</u>	<u>117</u>	<u>117</u>	<u>116</u>	<u>124</u>
<u>5</u>	<u>7</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>
<u>123</u>	<u>124</u>	<u>118</u>	<u>118</u>	<u>117</u>	<u>125</u>

City of Elberton, Georgia
Operating Indicators by Function
Last Ten Fiscal Years

Function	FISCAL YEAR		
	2022	2021	2020
Police			
Number of Citations	4,152	1,429	2,572
Number of Calls for Service	13,250	10,199	11,775
Fire			
Number of Calls Answered	736	566	513
Number of Inspections Conducted	446	199	265
Electrical Service:			
Number of customers	4,539	4,474	4,442
Kilowatt hours sold	126,406,298	124,149,978	132,883,906
Water & Sewer Service:			
Number of water customers	3,612	3,603	3,553
Gallons of water sold	550,649,961	531,150,791	610,114,361
Natural Gas Service:			
Number of customers	3,947	3,916	3,883
Cubic feet sold	332,809,180	364,487,253	346,458,245

Source: Various City Departments

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013
3,066	2,072	1,551	1,046	1,398	1,599	2,660
12,200	9,931	8,838	8,302	7,774	6,323	6,750
491	279	244	255	244	263	238
354	351	390	390	514	418	465
4,460	4,426	4,385	4,400	4,384	4,372	4,432
136,677,976	132,103,616	131,665,366	129,984,996	135,569,236	142,837,883	150,210,061
3,520	3,498	3,472	3,468	3,458	3,444	3,464
479,946,757	452,177,803	468,472,317	453,497,843	439,992,472	418,102,962	440,791,336
3,913	3,909	3,907	3,938	3,931	3,928	3,973
391,744,743	354,843,047	318,836,967	354,308,102	395,448,001	439,296,494	394,789,619

City of Elberton
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	FISCAL YEAR		
	2022	2021	2020 ⁽³⁾
Public safety			
Number of police stations	1	1	1
Number of fire stations	1	1	1
Highways and streets			
Miles of streets	53	53	53
Culture and Recreation			
Parks	4	4	4
Park acreage	29.42	29.42	29.42
Baseball/Softball fields	4	4	4
Tennis courts	4	4	4
Community Playgrounds	4	4	4
Electrical System			
# of Substations	3	3	3
# of Circuits	12	12	12
Miles of Distribution Line	164	164	164
Water and Sewerage System (MGD - Millions of Gallons per Day)			
Water System:			
Miles of water mains	128	128	128
Number of water treatment plants	1	1	1
Maximum daily capacity of treatment plants in gallons	3MGD	3MGD	3MGD
Sewer System:			
Miles of sanitary sewers	69	69	69
Number of wastewater treatment plants	2	2	2
Maximum daily capacity of treatment plant in gallons	1.5MGD	1.5MGD	1.5MGD
Natural Gas System			
Number of regulator stations	7	7	7
Miles of natural gas lines	221	219	212
Broadband System			
Miles of fiber optic cable	185	181	98
Miles of coaxial cable	258	251	245
Number of active nodes	44	43	33

Source: Various City Departments.

Note 1: No capital asset indicators are available for the general government function.

Note 2: Miles of city streets were verified and updated in 2013 utilizing new GIS software. Actual extensions did not occur in 2013.

Note 3: Miles of fiber optic and coaxial cables were verified and updated in 2020 utilizing new GIS software. Actual extensions of 5 miles of coaxial cable occurred in 2020.

FISCAL YEAR						
2019	2018	2017	2016	2015	2014	2013 ⁽²⁾
1	1	1	1	1	1	1
1	1	1	1	1	1	1
53	53	53	53	53	53	53
4	4	4	4	4	4	4
29.42	29.42	29.42	29.42	29.42	29.42	29.42
4	4	4	4	4	4	4
4	4	6	6	6	6	6
4	4	4	4	4	4	4
3	3	3	3	3	3	3
12	12	12	12	12	12	12
164	164	164	164	164	164	163
126	124	124	124	124	124	124
1	1	1	1	1	1	1
3MGD	3MGD	3MGD	3MGD	3MGD	3MGD	3MGD
69	69	69	69	69	69	69
2	2	2	2	2	2	2
1.5MGD	1.5MGD	1.5MGD	1.5MGD	1.5MGD	1.5MGD	1.5MGD
7	7	7	7	7	7	7
201	196	195	195	195	195	195
145	145	145	145	145	145	110
188	188	188	188	188	186	184
33	33	33	33	33	31	27

City of Elberton, Georgia
Property Value - Construction
Last Ten Fiscal Years

Fiscal Year	Number of Permits	Estimated Construction Costs
2013	92	1,770,712
2014	100	3,056,851
2015	108	1,633,134
2016	114	6,178,322
2017	111	1,219,316
2018	120	3,297,476
2019	129	1,794,488
2020	161	7,903,954
2021	126	2,122,160
2022	142	3,497,148

Source: City of Elberton Building Inspection Office

City of Elberton, Georgia
Miscellaneous Statistics
June 30, 2022

Date of incorporation	December 10, 1803
Form of government	Mayor--Council--Manager
Population (Census 2020)	4,640
Area	3.5 square miles
Fire protection:	
Number of certified firefighters	17
Police protection:	
Number of sworn police officers	22
Education:	
Elementary schools (PreK - 5)	2
Number of teachers	64
Number of students	827
Middle schools (6 - 8)	1
Number of teachers	63
Number of students	945
High schools (9 - 12)	1
Number of teachers	56
Number of students	882
Schools of post-secondary education	1
Recreation and Culture:	
Libraries	1
Recreation centers	4
Municipal cemeteries	2
Total acreage	24.10
Number of employees:	
Full-time	125
Part-time	30

Source: Various city departments and local institutions

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Part IV

Other Reporting Section



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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 Mayor and Members
of the City Council
City of Elberton, 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Elberton, Georgia, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Elberton, Georgia’s basic financial statements and have issued our report thereon dated November 11, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Elberton, 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 the City of Elberton’s internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Elberton’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City’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 over financial reporting that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Elberton, Georgia’s financial statements are free of 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 is 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 the City of Elberton, Georgia's internal control over compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rushton, LLC

Certified Public Accountants

Gainesville, Georgia

November 11, 2022

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

Honorable Mayor and Members
of the City Council
City of Elberton, Georgia

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Elberton, Georgia’s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Elberton, Georgia’s major federal programs for the fiscal year ended June 30, 2022. The City of Elberton, 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, the City of Elberton, 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 fiscal year ended June 30, 2022.

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 City of Elberton, 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 City of Elberton, 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 City of Elberton, 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 City of Elberton, 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 City of Elberton, 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 City of Elberton, 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 City of Elberton, 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 City of Elberton, 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

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

Report on Internal Control over Compliance, continued

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

Certified Public Accountants

Gainesville, Georgia
November 11, 2022

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CITY OF ELBERTON, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2022

Federal Grant/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass- Through Number	Total Federal Expenditures
Department of Housing and Urban Developmnt			
Passed through Department of Community Affairs:			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	20rd-x-052-2-6169	\$ 697,755
Department of the Treasury			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds			
	21.027	N/A	948,554
Passed through Elbert County, Georgia:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	357,099
Passed through Georgia Governor's Office of Budget and Planning:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Public Safety Officials and First Responders Pay Supplement	21.027	14444	39,831
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Broadband Infrastructure	21.027	GA-0005824	925,337
			965,168
Total U.S. Department of the Treasury			2,270,821
U.S. Environmental Protection Agency			
Passed through Georgia Environmental Finance Authority:			
Drinking Water State Revolving Fund Cluster Capitalization Grants for Drinking Water State Revolving Funds Loans	66.468	DWSRF 18008	1,777,683
Grants			628,032
Total U.S. Environmental Protection Agency			2,405,715
Total Expenditures of Federal Awards			\$ 5,374,291

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

CITY OF ELBERTON, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2022

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City of Elberton, Georgia, under programs for the federal government for the current fiscal year. The information in this schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City.

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 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

The City of Elberton, 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 year, the City of Elberton, Georgia did not pass federal funds through to subrecipients.

CITY OF ELBERTON, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the fiscal year ended June 30, 2022

1. Summary of the Auditor's Results

A. Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) 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 weakness(es) 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:	
21.027 COVID-19 Coronavirus State and Local Fiscal Recovery Funds	
Dollar threshold used to distinguish Between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

2. Financial Statement Findings

A. Current Year Audit Findings

None reported

B. Prior Year Audit Findings Follow-Ups

None reported

CITY OF ELBERTON, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the fiscal year ended June 30, 2022

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

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CITY OF ELBERTON, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2022

Project	Estimated Cost *		Expenditures		
	Original	Current	Prior Years **	Current Year	Total
	2017 SPLOST				
Sidewalk Improvements	\$ 50,000	\$ 50,000	\$ 0	\$ 0	\$ 0
Cemetery Improvements	50,000	50,000	0	0	0
Street Improvements	250,000	250,000	89,830	5,719	95,549
Stormwater Improvements	150,000	150,000	217,038	408,807	625,845
Recreation Facilities and Equipment	120,000	120,000	18,802	0	18,802
Elbert Theatre Equipment	100,000	100,000	59,056	0	59,056
Downtown Elberton Revitalization	200,000	200,000	299,084	254,404	553,488
Fire Buildings and Equipment	100,000	100,000	168,042	15,200	183,242
Street Lighting Improvements	150,000	150,000	8,200	30,278	38,478
Public Works Facility Improvements	100,000	100,000	0	0	0
Police Vehicles and Equipment	350,000	350,000	508,362	207,809	716,171
Water Vehicles and Equipment	75,200	75,200	0	0	0
Public Works Vehicles and Equipment	250,000	250,000	156,340	105,571	261,911
Broadband Distribution					
System Improvements	750,000	750,000	399,196	0	399,196
Water and Sewer					
Distribution System					
Improvements	750,000	750,000	172,257	0	172,257
Total	\$ 3,445,200	\$ 3,445,200	\$ 2,096,207	\$ 1,027,788	\$ 3,123,995

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

** Prior years balance has been restated to decrease Fire Buildings and Equipment by \$499,635 to reflect the purchase of Fire equipment with ARPA funds.

CITY OF ELBERTON, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH
TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2022

<u>Project</u>	<u>Estimated Cost *</u>		<u>Expenditures</u>		
	<u>Original</u>	<u>Current</u>	<u>Prior</u>	<u>Current</u>	<u>Total</u>
			<u>Years</u>	<u>Year</u>	
2019 TSPLOST					
Roads and Bridges Construction and Improvement, Sidewalks Construction & Improvements, Bicycle Paths Construction and Improvements	<u>\$ 2,263,200</u>	<u>\$ 2,263,200</u>	<u>\$ 673,097</u>	<u>\$ 597,797</u>	<u>\$ 1,270,894</u>

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